



# October Tax Levy and Budget Approval

## October 25, 2021

Presented by Jeff Pruefer, Director of Business Services



# 2021-22 Budget and Tax Levy Discussion Agenda

1. Enrollment Update
2. Fund 10/27 Revenue/Expense Budget Highlights
3. Ancillary Fund Highlights
4. Tax Levy Information

# Enrollment Updates from Preliminary Budget

2021-22 Enrollment (Head Count): Up 13 from Projection (1,077 vs. 1,090)

2021-22 FTE (Resident Membership): Up 16 from projection (1,047 vs. 1,063)

Note: this is an increase of four from two weeks ago at COTW (additional OE Out)\*\*

Three-Year Average FTE (Resident Membership): Up 6 from Projection (1,043 vs. 1,049)\*

Note: Updated last week after the COTW meeting (Learned about 4 additional open enrolled out students)

Grade	2017-18	2018-19	2019-20	2020-21	2021-22 (September)
9	277	279	284	260	256
10	247	271	277	277	267
11	290	246	266	281	279
12	284	293	245	267	288
<b>Total</b>	<b>1,098</b>	<b>1,089</b>	<b>1,072</b>	<b>1,085</b>	<b>1,090</b>

Year	Student FTE
2016-17	1,057
2017-18	1,087
2018-19	1,060
2019-20	1,034
2020-21 (Final)	1,049
2021-22 (September)	1,063



# Funds 10 & 27: 2021-22 Projected Revenue

- Revenue Limit: Total revenue limit authority down \$572,391 (\$20,607,730 vs. \$20,035,339)
  - Number of factors contributing to this decrease (primarily debt changes)
  - **Actual Fund 10 Impact: Revenue Cap revenues down \$43,515 from 2020-21**
    - Fund 10 Tax Levy: Down \$134,144 from 2020-21
    - State Aid (Equalization and 220 Aid: Up \$66,260 from 2020-21
    - Computer/Personal Property Aid: Up 24,369 from 2020-21
- Fund 10 Student Fees/Admissions/Facility Rentals: **Up \$76,269** from 2020-21
- Fund 10 Open Enrollment: **Down \$70,625** from 2020-21 (drop in open enrollment in students)
- Fund 10 Federal Funding: **Up \$265,772** (primarily ESSER III addition and CARES Act Reduction)
- Fund 10 Transportation Aid: **Down \$16,145** (low ridership in 2020-21)
- Fund 27 Flow Through Grant: **Up \$56,893** (offset with planned grant expenses)
- Fund 27 Special Education State Aid: **Up \$131,751** (increased reimbursement rate)
- **OVERALL: PROJECTED REVENUE UP \$369,674 FROM 2020-21 TO 2021-22**
  - Total Fund 10 & 27 Revenue: 22,810,197
  - 1.65% increase in budgeted revenue year over year



# Funds 10 & 27: 2021-22 Projected Expenses

- Budgeted Personnel Costs: Up \$218,796 from 2020-21 (1.3% Increase year over year)
  - Includes the following:
    - 3% Teacher Wage Increase (Implementation of New Compensation Plan)
    - 1.23% for Non-Teaching Staff (Consumer Price Index)
    - 3% Health Insurance Increase
    - Various FTE Shifts (See Narrative Budget for Details)
- Budgeted Open Enrollment: Down \$32,848 from 2020-21 (Less open enrollment out)
- Budgeted Fund 10 to 27 Transfer: Down \$74,680 from 20-21 (Fund 27 revenues increased)
- Budgeted Vouchers: Up \$43,805 from 2020-21
- Fitness Center: Creation of \$15,000 equipment budget
- PNC/Worker's Compensation Insurance: **Down \$24,668** (Savings on Worker's Compensation premium)
- Transportation: **Down \$26,768** (Decreased for routing project; Increased for athletics)
- ESSER III Grant (Non-personnel): Funds related to Federal grant driving expenses up (More information can be found in District's ESSER III LEA plan): **Up \$154,719**
- OVERALL: PROJECTED EXPENSES UP \$358,159 from 2020-21 (removed 10 to 27 transfers)
  - Total Fund 10 & 27 Expense: 22,853,682
  - 1.59% increase in budgeted spending year over year
- Budget is balance (two exceptions (Assigned and Restricted Fund Balances))



# Highlight: Fund 46 Long-Term Capital Improvement Trust Fund

Dollars housed in this fund can be put towards capital maintenance items on 10 Year Capital Improvement Plan

Significant contributions made to this fund over last two fiscal years

Budget updated to reflect additional contributions in 2019-20 (250K) and 2020-21 (1.2M)

- July 1, 2019 Balance: \$168,879
- July 1, 2021 Balance: \$1,628,498

Updated 10-Year capital improvement plan will be presented to Board in November



# Highlight: Fund 49 Maslowsky Park Athletics Project Update

2020-21 Beginning Balance: \$2,909,149

2020-21 Deficit (Rev-Exp): \$2,300,204 (Expenses related to construction project)

Remaining 2021-22 Project Cost: \$191,138 (Approximation)

Projected Ending Balance after Maslowsky Athletic Fields Project: Approximately \$417,807

These are funds that the District can utilize for future capital projects

**Combined with Fund 46, the District has over \$2M to fund future capital needs**



# Highlight: Fund 50 Food Service Fund

Starting Fund Balance: \$0 (Significant losses in each of last two school years)

Projected Revenue: \$942,500

Projected Expenses: \$935,992

Projected Ending Fund Balance: \$6,508

Director indicates that Food Service is on track and meeting financial expectations

By implementing a self sustaining program, District resources do not need to be diverted to food service





# Highlight: Fund 73 Employee Benefit Trust Fund

Dollars housed in this fund pay for Nicolet post-employment benefits (for those eligible)

Significant gains within this fund over the past two years

Budget updated to reflect significant earnings over 2020-21 fiscal year

- July 1, 2019 Balance: \$3,344,478
- July 1, 2021 Balance: \$4,981,096

District has accelerated its commitment to fully fund this benefit

Once fully funded, all dollars that go towards contributing to this fund annually can be either diverted into the classroom or reduce the next operational referendum need



# Highlight: Fund 80 Recreation Department

Beginning Balance for 2020-21: **-\$52,524 (result of \$111,482 loss in 2019-20)**

Beginning Balance for 2021-22: **-\$13,153 (nearly closed the negative balance from pandemic)**

2021-22 Revenue Projection: \$807,000

2021-22 Expenditure Projection: \$785,760

Ending Balance on 06/30/21 Goal: \$8,087

Director indicates that department is operating to meet projection

# Tax Levy (Tax Levy Certification)

PROPOSED PROPERTY TAX LEVY			
Fund	Audited 2019-20	Unaudited 2020-21	Proposed 2021-22
General Fund (Fund 10)	17,862,073	18,135,668	18,002,343
Non-Ref Debt (Fund 38)	1,018,069	1,115,447	586,168
Comm. Svc. (Fund 80)	255,455	342,000	300,000
<b>Total School Levy</b>	<b>19,135,597</b>	<b>19,593,115</b>	<b>18,888,511</b>
% In/Decrease from prior year	(0.26%)	2.39%	(3.60%)

Mill Rate			
	Audited 2019-20	Unaudited 2020-21	Original Budget 2021-22
Mill Rate*	\$4.43	\$4.49	\$4.25
Percentage Decrease	(5.76%)	1.41%	(5.35%)

\*Tax rate per \$1,000 of equalized value

# Historical Mill Rate

