

# Kaukauna Area School District

2022-2023 Budget Hearing

October 24, 2022

# 2022-2023 Budget Hearing Summary

- 2022-2023 Budget Hearing
  - Discussion will take place on the following as outlined throughout this power point presentation
    - Benchmark figures such as enrollment, property valuation and changes in the State of Wisconsin budget
    - Historical and forecast amounts for all funds that pertain to Kaukauna Schools
    - 2022-2023 Final Budget Figures, 2022-2023 Tax Levy and 2022-2023 Mill Rate



## Third Friday Enrollment Summary

Kaukauna Area School District - Third Friday Pupil Count												
Year	Students in Seats	% Change Over Prior Year	Open Enroll In	% Change Over Prior Year	Resident Reductions	% Change Over Prior Year	Open Enroll Out	% Change Over Prior Year	3rd Friday Pupil Count	% Change Over Prior Year	% Students Open Enroll In	% Students Open Enroll Out
2003-04	3744		52		6		147		3833		1.39%	3.84%
2004-05	3796	1.39%	58	11.54%	0	-100.00%	142	-3.40%	3880	1.23%	1.53%	3.66%
2005-06	3951	4.08%	50	-13.79%	0	0.00%	189	33.10%	4090	5.41%	1.27%	4.62%
2006-07	3997	1.16%	58	16.00%	0	0.00%	206	8.99%	4145	1.34%	1.45%	4.97%
2007-08	4032	0.88%	50	-13.79%	0	0.00%	233	13.11%	4215	1.69%	1.24%	5.53%
2008-09	3992	-0.99%	46	-8.00%	3	0.00%	291	24.89%	4234	0.45%	1.15%	6.87%
2009-10	3968	-0.60%	61	32.61%	2	-33.33%	363	24.74%	4268	0.80%	1.54%	8.51%
2010-11	3956	-0.30%	71	16.39%	5	150.00%	440	21.21%	4320	1.22%	1.79%	10.19%
2011-12	3977	0.53%	61	-14.08%	7	40.00%	513	16.59%	4367	1.09%	1.53%	11.75%
2012-13	3933	-1.11%	82	34.43%	5	-28.57%	561	9.36%	4407	0.92%	2.08%	12.73%
2013-14	3951	0.46%	90	9.76%	6	20.00%	632	12.66%	4487	1.82%	2.28%	14.09%
2014-15	3889	-1.57%	90	0.00%	6	0.00%	746	18.04%	4539	1.16%	2.31%	16.44%
2015-16	3913	0.62%	113	25.56%	7	16.67%	761	2.01%	4554	0.33%	2.89%	16.71%
2016-17	3941	0.72%	133	17.70%	5	-28.57%	814	6.96%	4617	1.38%	3.37%	17.63%
2017-18	3930	-0.28%	142	6.77%	7	40.00%	900	10.57%	4681	1.39%	3.61%	19.23%
2018-19	3942	0.31%	159	11.97%	8	14.29%	940	4.44%	4715	0.73%	4.03%	19.94%
2019-20	3931	-0.28%	143	-10.06%	1	-87.50%	926	-1.49%	4713	-0.04%	3.64%	19.65%
2020-21	3932	0.03%	157	9.79%	2	100.00%	973	5.08%	4746	0.70%	3.99%	20.50%
2021-22	4005	1.86%	173	10.19%	2	0.00%	943	-3.08%	4759	0.27%	4.32%	19.82%
<b>2022-23</b>	<b>4050</b>	<b>1.12%</b>	<b>174</b>	<b>0.58%</b>	<b>1</b>	<b>-50.00%</b>	<b>992</b>	<b>5.20%</b>	<b>4867</b>	<b>2.27%</b>	<b>4.30%</b>	<b>20.38%</b>
<b>Average</b>	<b>3941.5</b>	<b>0.42%</b>	<b>98.15</b>	<b>7.55%</b>	<b>3.65</b>	<b>2.79%</b>	<b>585.6</b>	<b>11.00%</b>	<b>4421.85</b>	<b>1.27%</b>	<b>2.49%</b>	<b>12.85%</b>

- KASD open enrollment out increased by 49 students for 2022-2023 over the base 2021-2022 number while open enrollment in increased by 1 student
- Note the 4,050 students in seats is the highest number for KASD since 2007-2008
- The 4,867 public school students living in the District marks the highest ever recorded number

# Student Enrollment

# Student Enrollment

**Kaukauna Area School District - Year-over-Year Change - Third Friday Pupil Count**

Year	Students in Seats	Open Enroll In	Open Enroll Out	3rd Friday Pupil Count
2003-04				
2004-05	52	6	-5	47
2005-06	155	-8	47	210
2006-07	46	8	17	55
2007-08	35	-8	27	70
2008-09	-40	-4	58	19
2009-10	-24	15	72	34
2010-11	-12	10	77	52
2011-12	21	-10	73	47
2012-13	-44	21	48	40
2013-14	18	8	71	80
2014-15	-62	0	114	52
2015-16	24	23	15	15
2016-17	28	20	53	63
2017-18	-11	9	86	64
2018-19	12	17	40	34
2019-20	-11	-16	-14	-2
2020-21	1	14	47	33
2021-22	73	16	-30	13
<b>2022-23</b>	<b>45</b>	<b>1</b>	<b>49</b>	<b>108</b>
<b>Average</b>	<b>16.11</b>	<b>6.42</b>	<b>44.47</b>	<b>54.42</b>



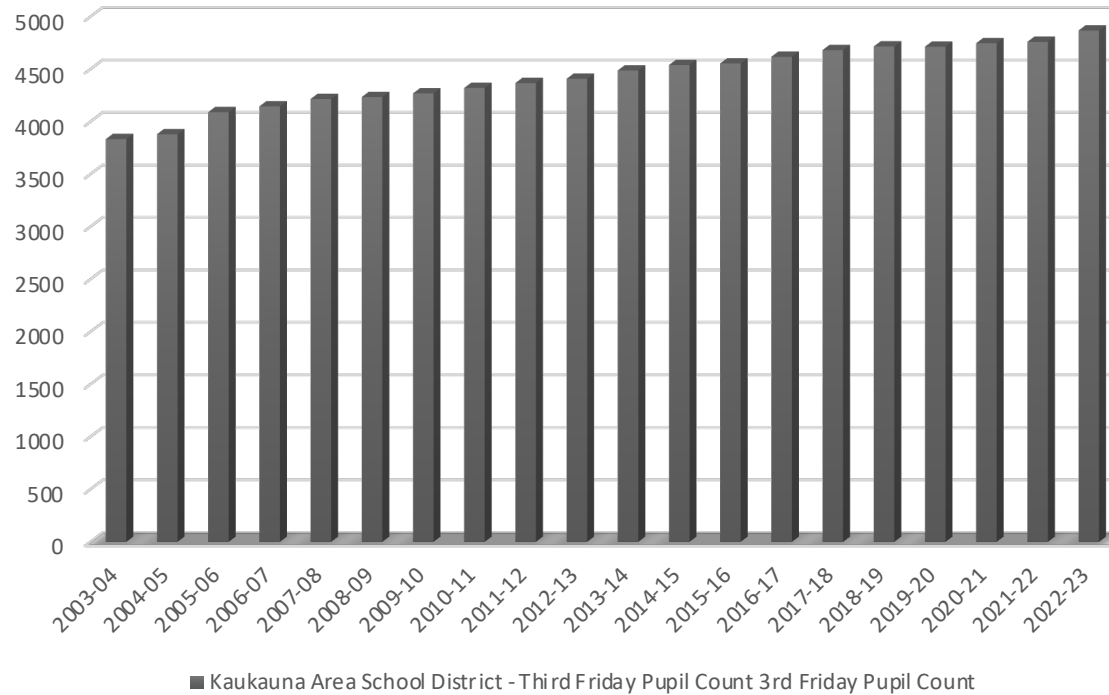
### Enrollment Facts:

1. KASD sees an increase of **16.11** students in seats per year dating back to 2003-2004
2. KASD open enrollment in increases by **6.42** students per year on average
3. KASD open enrollment out increases by **44.47** students per year on average
4. KASD total enrollment increases **54.42** students per year

# Student Enrollment



## Kaukauna Area School District Third Friday Pupil Count



### Enrollment Observation:

Kaukauna Area School District Third Friday enrollment is showing slight increase year-over-year but has been relatively flat over the past two decades. Previous slides show student count in seats being very consistent with much growth in open enrollment out.

# Student Enrollment – Full Time Equivalency

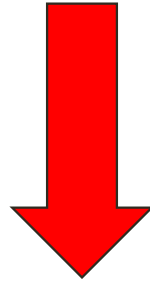
- **Revenue Limit Rolling Average** – Below is Kaukauna’s three year rolling average and full time equivalency per year historically and looking forward.
  - The revenue limit is driven by the three year rolling average pupil count – which is 4,699 for 2022-23. Note that looking forward the FTE count flattens which will impact the total revenues available.
    - For example, the 54 student increase in FTE from 2021-22 to 2022-23 yielded \$540,000 in additional funds (\$10,000 per student).
    - Looking forward the FTE changes shown below at 39, 37, 2, 1 and -7 over the next five years will greatly reduce the revenue limit increase – five year budget projections are shown later in the presentation

	ACTUAL			CURRENT	PROJECTED				
	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
<b>CURRENT AVERAGE</b>	4,611	4,626	4,645	4,699	4,738	4,775	4,777	4,778	4,771
Change		15	19	54	39	37	2	1	(7)
% Change		0.33%	0.41%	1.16%	0.83%	0.78%	0.04%	0.02%	-0.15%

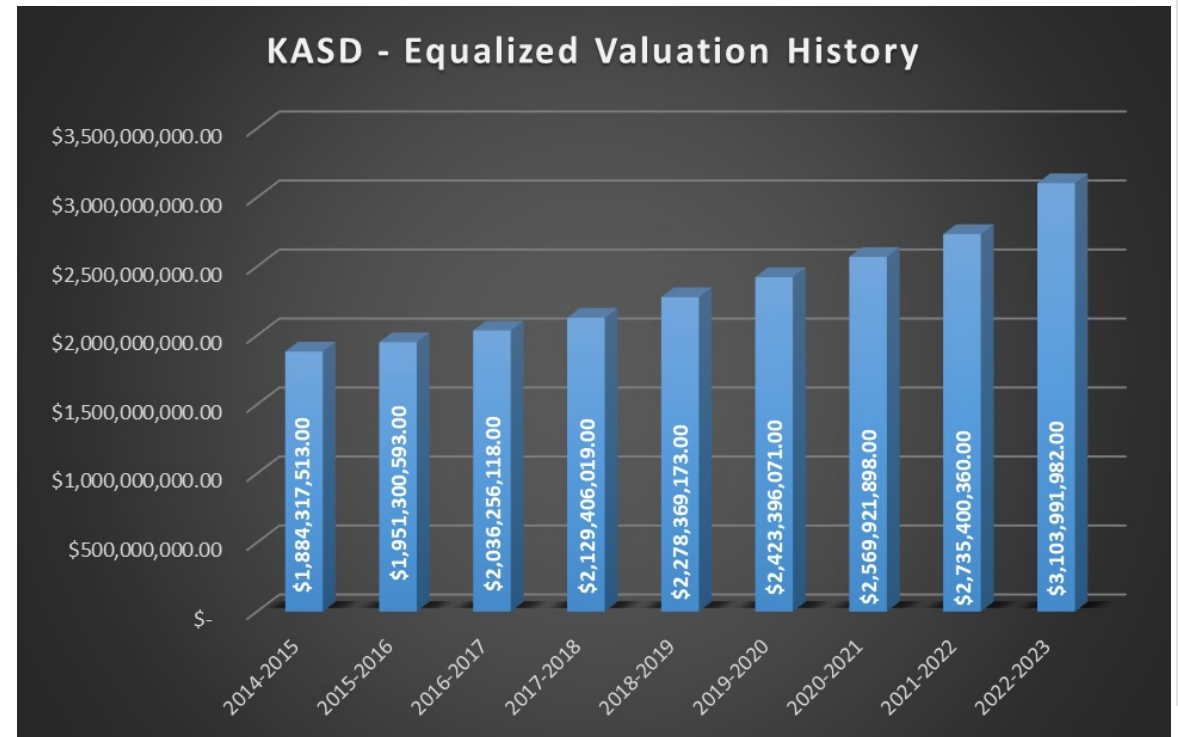
	ACTUAL ENROLLMENT					CURRENT	PROJECTED ENROLLMENT				
	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
<b>COUNTS REPORTED TO FORECAST5</b>											
Summer School	91	102	107	53	97	108	107	107	107	107	107
Summer School (40%)	36	41	43	21	39	43	43	43	43	43	43
September FTE	4,558	4,574	4,582	4,618	4,631	4,745	4,713	4,738	4,750	4,717	4,717
<b>TOTAL FTE</b>	<b>4,594</b>	<b>4,615</b>	<b>4,625</b>	<b>4,639</b>	<b>4,670</b>	<b>4,788</b>	<b>4,756</b>	<b>4,781</b>	<b>4,793</b>	<b>4,760</b>	<b>4,760</b>
FTE Change		21	10	14	31	118	(32)	25	12	(33)	0
% Change		0.46%	0.22%	0.30%	0.67%	2.53%	-0.67%	0.53%	0.25%	-0.69%	

# Equalized Property Values

- KASD Equalized Property Valuation
  - Property valuation continues to escalate at a rapid pace. On October 10, 2022, KASD was notified that its equalized property value for 2022 taxation purposes is **\$3,103,991,982**, a **13.47%** increase over the 2021 value and the fifth consecutive year of property value increases over 6%.



Kaukauna Area School District		
Equalized Property Value History		
2014-2015	\$ 1,884,317,513.00	
2015-2016	\$ 1,951,300,593.00	3.55%
2016-2017	\$ 2,036,256,118.00	4.35%
2017-2018	\$ 2,129,406,019.00	4.57%
2018-2019	\$ 2,278,369,173.00	7.00%
2019-2020	\$ 2,423,396,071.00	6.37%
2020-2021	\$ 2,569,921,898.00	6.05%
2021-2022	\$ 2,735,400,360.00	6.44%
2022-2023	\$ 3,103,991,982.00	13.47%



# State of Wisconsin Budget Changes

- 2021-2023 State of Wisconsin Budget
  - Equalization Aid
    - The State of Wisconsin 2021-2023 biennial budget built in the largest equalization aid increase, by amount, in the history of the District. State equalization aid has been set at **\$36,064,597** for 2022-2023, up from \$34,610,556 in 2021-2022
      - The **\$1,454,041** increase represents a 4.20% spike in state aid, not quite equitable to the over \$3.0 million aid jump from 2020-2021 to 2021-2022
      - For reference, KASD received \$26,612,808 in equalized aid in 2015-2016, \$9 million less than the 2022-2023 amount
      - The offset to the increase in equalized aid is a substantial drop in the tax levy mill rate. More details to follow later on this
  - Other benchmarks from the 2021-2023 biennial budget
    - At present the revenue limit per pupil amount is set at a minimum of \$10,000
    - The three year rolling average pupil count remained intact despite pressure to remove the Covid 19 affected years
    - Special education aid is projected at 30% in the operating budget presented



# Fund 10 General Operations



- Fund 10 General Operating Budget
  - Costs associated with the daily operation of the school district outside of specialized areas are accounted for in Fund 10. The general operating fund must also account for any shortages in Fund 27, Special Education, and Fund 50, Food Service, as neither of those can carry a negative balance at the end of a fiscal year
  - Fund 10, General Operations, may carry a fund balance at the conclusion of the fiscal year



# Fund 10 General Operations

- Fund 10 Operating Fund Balance
  - A historical look at the fund balance of the Kaukauna Area School District over the past decade plus is shown below as well as the projected ending fund balance as of 6/30/2023

• 2009-2010	\$3,486,486	7.28%
• 2010-2011	\$4,197,876	8.62%
• 2011-2012	\$6,676,234	14.97%
• 2012-2013	\$5,710,367	11.93%
• 2013-2014	\$5,248,038	10.67%
• 2014-2015	\$5,518,999	11.13%
• 2015-2016	\$3,869,475	7.32%
• 2016-2017	\$3,883,054	7.33%
• 2017-2018	\$4,454,219	8.02%
• 2018-2019	\$5,087,535	8.96%
• 2019-2020	\$6,196,105	11.70%
• 2021-2022	\$6,595,028	11.83%
• 2022-2023	\$2,995,028	4.86%

The reduction in fund balance is due to the purchase of land for future considerations

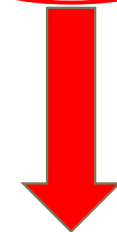
# Fund 10 General Operations

## Fund 10 General Operating Revenues

Fund 10 - General Operations		2018-19	2019-20	2020-21	2021-22	2022-23	%
		FY Activity	FY Activity	FY Activity	FY Activity	Budget	Change
100	OPERATING TRANSFERS - IN		\$ 4,618.36		\$ -	\$ 1.00	
200	REVENUE FROM LOCAL SOURCES	\$ 15,001,084.55	\$ 15,574,515.97	\$ 15,868,982.59	\$ 12,792,770.51	\$ 12,524,835.84	-2.09%
300	INTERDISTRICT PAYMENTS W/IN WI	\$ 1,144,493.00	\$ 1,114,208.00	\$ 1,298,228.00	\$ 1,386,141.00	\$ 1,568,167.00	13.13%
500	REVENUE FROM INTERMEDIATE SRCS	\$ 31,818.79	\$ 49,392.00	\$ 40,517.50	\$ 40,606.00	\$ 40,000.00	-1.49%
600	REVENUE FROM STATE SERVICES	\$ 32,903,810.53	\$ 34,113,562.26	\$ 35,545,545.38	\$ 38,698,902.85	\$ 40,289,893.69	4.11%
700	REVENUE FROM FEDERAL SOURCES	\$ 623,263.23	\$ 537,347.17	\$ 899,249.11	\$ 2,832,770.99	\$ 3,610,559.23	27.46%
900	OTHER REVENUE	\$ 39,364.72	\$ 53,015.00	\$ 155,442.64	\$ 21,099.31	\$ 30,177.50	43.03%
<b>Fund 10</b>	<b>Revenue</b>	<b>\$ 49,743,834.82</b>	<b>\$ 51,446,658.76</b>	<b>\$ 53,807,965.22</b>	<b>\$ 55,772,290.66</b>	<b>\$ 58,063,634.26</b>	<b>4.11%</b>

## Fund 10 General Operating Expenses

Fund 10 - General Operations		2018-19	2019-20	2020-21	2021-22	2022-23	%
		FY Activity	FY Activity	FY Activity	FY Activity	Budget	Change
100	SALARIES	\$ 19,057,350.78	\$ 19,386,295.83	\$ 20,086,052.23	\$ 21,303,831.36	\$ 21,626,336.16	1.51%
200	EMPLOYEE BENEFITS	\$ 7,188,913.32	\$ 7,285,057.00	\$ 7,861,326.15	\$ 8,419,056.70	\$ 9,184,756.80	9.09%
300	PURCHASED SERVICES	\$ 15,456,633.06	\$ 15,126,425.76	\$ 16,557,742.87	\$ 18,127,770.28	\$ 18,081,943.99	-0.25%
400	NON-CAPITAL OBJECTS	\$ 1,601,657.92	\$ 2,347,632.43	\$ 2,556,477.67	\$ 2,021,768.77	\$ 2,335,760.94	15.53%
500	CAPITAL OBJECTS	\$ 219,012.99	\$ 342,117.97	\$ 672,799.42	\$ 261,782.16	\$ 3,916,381.58	1396.05%
600	DEBT RETIREMENT		\$ 8,312.31	\$ 6,630.12	\$ 7,944.43	\$ 67,500.00	749.65%
700	INSURANCE & JUDGMENTS	\$ 293,942.67	\$ 313,394.94	\$ 374,601.11	\$ 349,471.79	\$ 431,237.00	23.40%
800	OPERATING TRANSFERS-OUT	\$ 5,217,404.82	\$ 5,444,513.15	\$ 5,278,789.20	\$ 5,173,633.72	\$ 5,957,062.79	15.14%
900	OTHER OBJECTS	\$ 75,603.44	\$ 84,339.30	\$ 58,330.30	\$ 63,324.04	\$ 62,655.00	-1.06%
<b>Fund 10</b>	<b>Expense</b>	<b>\$ 49,110,519.00</b>	<b>\$ 50,338,088.69</b>	<b>\$ 53,452,749.07</b>	<b>\$ 55,728,583.25</b>	<b>\$ 61,663,634.26</b>	<b>10.65%</b>



# Fund 10 General Operations

- Fund 10 General Operations Year-to-Year Comparison
  - General fund revenues are expected to increase \$2,291,343 in 2022-2023 over 2021-2022 to \$58,063,634
    - Revenue from local sources, including property taxes, show a decrease of \$268,000 while state aid is up \$1,590,991. Fed funds show a large percentage increase – 27.46% - which is tied to the use of ESSER III funds to balance the 2022-2023 operating budget
  - General fund expenditures are budgeted at \$61,663,634, which is \$5,935,051 more than was spent in 2021-2022. The transfer to Fund 27 to cover special education costs is \$5,840,217 for the current year
    - Salary and benefit costs are expected to be \$1,088,204 higher in 2022-2023 over the previous year – 1.51% more in salary costs and 9.09% more in benefits. All Educational Assistant positions not filled as of October 1<sup>st</sup> have been set to \$0 for the year thus the reduced salary increase
    - The Welhouse Property purchase of \$3,600,000 is tied to Fund 10 for 2022-2023 and shown as part of capital object
    - Debt retirement increased to \$67,500 from \$7,944 due to the projected cost for cash flow borrowing

# Fund 10 General Operations Expense Increases

To the right is a chart outlining 2022-23 Fund 10 budget figures that are at least 10% different than the amount spent in the same category in 2021-22. Note the comparison is actual to expected thus there could be skewed amounts in some instances

		2022-23 Budget	2021-22 Actual	% Change	\$ Change
10 E --- 435 -----	COMPUTER SOFTWARE	\$ 9,910.00	\$ 765.00	1195.42%	\$ 9,145.00
10 E --- 682 -----	INTEREST-SHORT TERM BORROWING	\$ 67,500.00	\$ 7,944.43	749.65%	\$ 59,555.57
10 E --- 327 -----	CONSTRUCTION SERVICES	\$ 1,657,799.00	\$ 217,850.50	660.98%	\$ 1,439,948.50
10 E --- 470 -----	TEXTBOOKS	\$ 296,325.78	\$ 55,911.33	429.99%	\$ 240,414.45
10 E --- 291 -----	COLLEGE CREDIT REIMBURSEMENT	\$ 5,000.00	\$ 1,053.94	374.41%	\$ 3,946.06
10 E --- 551 -----	NEW EQUIPMENT	\$ 108,036.98	\$ 29,043.95	271.98%	\$ 78,993.03
10 E --- 113 -----	OVERTIME	\$ 7,807.62	\$ 2,187.73	256.88%	\$ 5,619.89
10 E --- 351 -----	ADVERTISE/NEWSPAPER POSTING	\$ 5,896.40	\$ 1,696.34	247.60%	\$ 4,200.06
10 E --- 152 -----	OVERTIME	\$ 29,906.76	\$ 10,339.45	189.25%	\$ 19,567.31
10 E --- 418 -----	AED SUPPLIES	\$ 2,000.00	\$ 819.46	144.06%	\$ 1,180.54
10 E --- 436 -----	COMPUTING DEVICES - LMC	\$ 4,721.64	\$ 2,445.57	93.07%	\$ 2,276.07
10 E --- 410 -----	SUPPLIES AND MATERIALS	\$ 4,000.00	\$ 2,086.73	91.69%	\$ 1,913.27
10 E --- 318 -----	SNOWPLOW & REMOVAL	\$ 25,800.00	\$ 13,938.75	85.10%	\$ 11,861.25
10 E --- 439 -----	OTHER MEDIA	\$ 10,932.63	\$ 6,277.67	74.15%	\$ 4,654.96
10 E --- 342 -----	EMPLOYEE TRAVEL	\$ 41,374.66	\$ 23,944.62	72.79%	\$ 17,430.04
10 E --- 581 -----	TECH RELATED HARDWARE	\$ 152,905.60	\$ 97,645.48	56.59%	\$ 55,260.12
10 E --- 162 -----	ATHLETIC EVENT WORKER	\$ 28,990.00	\$ 18,969.86	52.82%	\$ 10,020.14
10 E --- 415 -----	FOOD	\$ 19,347.00	\$ 12,690.76	52.45%	\$ 6,656.24
10 E --- 319 -----	ALARM MONITORING SERVICE	\$ 4,032.00	\$ 2,694.00	49.67%	\$ 1,338.00
10 E --- 472 -----	WORKBOOKS/CONSUMABLES	\$ 41,128.00	\$ 27,988.54	46.95%	\$ 13,139.46
10 E --- 711 -----	LIABILITY INSURANCE	\$ 75,308.00	\$ 52,721.00	42.84%	\$ 22,587.00
10 E --- 312 -----	ELEVATOR INSPECTION	\$ 12,140.05	\$ 8,713.76	39.32%	\$ 3,426.29
10 E --- 480 -----	SUPPLIES - TECHNOLOGY RELATED	\$ 707,853.75	\$ 517,829.72	36.70%	\$ 190,024.03
10 E --- 940 -----	DUES & FEES	\$ 62,360.00	\$ 48,016.27	29.87%	\$ 14,343.73
10 E --- 713 -----	WORKER'S COMP	\$ 222,636.00	\$ 176,755.50	25.96%	\$ 45,880.50
10 E --- 249 -----	HRA PAYMENT	\$ 800,000.00	\$ 637,807.43	25.43%	\$ 162,192.57
10 E --- 348 -----	VEHICLE GAS	\$ 230,000.00	\$ 186,794.36	23.13%	\$ 43,205.64
10 E --- 329 -----	CLEANING SERVICES	\$ 1,037,254.70	\$ 862,268.66	20.29%	\$ 174,986.04
10 E --- 712 -----	PROPERTY INSURANCE	\$ 133,293.00	\$ 115,421.50	15.48%	\$ 17,871.50

The land purchase is not included in the chart shown above

Construction services are tied to the Tanner Early Learning Center and River View Middle School projects

Textbook costs increased dramatically due to the CADR cycle

The Health Reimbursement Account figure is tied to projected cost increases and, at this time, nothing billed to

Fund 27

# Fund 10 General Operations Expense Increases

To the right is a chart outlining 2022-2023 Fund 10 budget figures that are at least 10% different than the amount spent in the same category in 2021-2022. Note the comparison is actual to expected thus there could be skewed amounts in some instances

		2022-23 Budget	2021-22 Actual	% Change	\$ Change
10 E --- 827 -----	SPECIAL ED TRANSFER	\$ 5,758,432.55	\$ 5,059,512.72	13.81%	\$ 698,919.83
10 E --- 177 -----	ATHLETIC/ACTIVITIES DIRECTOR	\$ 104,000.00	\$ 91,570.82	13.57%	\$ 12,429.18
10 E --- 460 -----		\$ 1,130.00	\$ 1,000.00	13.00%	\$ 130.00
10 E --- 126 -----	SHUTTLE VAN DRIVER	\$ 15,000.00	\$ 13,350.00	12.36%	\$ 1,650.00
10 E --- 241 -----	MEDICAL INSURANCE	\$ 4,252,529.95	\$ 3,828,188.45	11.08%	\$ 424,341.50
10 E --- 150 -----	EXTRA TIME CERTIFIED STAFF	\$ 94,184.68	\$ 85,056.93	10.73%	\$ 9,127.75
10 E --- 121 -----	ACADEMIC ADVISOR SALARY	\$ 83,491.00	\$ 75,861.68	10.06%	\$ 7,629.32
10 E --- 120 -----	ATHLETIC COACH SALARY	\$ 260,642.98	\$ 236,869.50	10.04%	\$ 23,773.48
10 E --- 107 -----	EXEMPT ASSISTANT SALARY	\$ 361,753.48	\$ 408,718.47	-11.49%	\$ (46,964.99)
10 E --- 116 -----	DISTRICT REGISTRAR	\$ 33,091.20	\$ 37,420.36	-11.57%	\$ (4,329.16)
10 E --- 140 -----	SUBSTITUTE TEACHER	\$ 450,000.00	\$ 520,433.93	-13.53%	\$ (70,433.93)
10 E --- 186 -----	MATH INTERVENTIONIST	\$ 102,928.00	\$ 123,794.00	-16.86%	\$ (20,866.00)
10 E --- 119 -----	CEH STIPEND	\$ 4,598.96	\$ 5,746.17	-19.96%	\$ (1,147.21)
10 E --- 132 -----	INTERN SALARY	\$ 10,000.00	\$ 12,747.12	-21.55%	\$ (2,747.12)
10 E --- 117 -----	EDUCATIONAL ASST SALARY	\$ 437,232.71	\$ 559,379.37	-21.84%	\$ (122,146.66)
10 E --- 412 -----	SALT,SEED,FERTILIZER	\$ 17,275.00	\$ 23,873.59	-27.64%	\$ (6,598.59)
10 E --- 419 -----	AIR FILTERS	\$ 17,066.11	\$ 24,144.59	-29.32%	\$ (7,078.48)
10 E --- 315 -----	PEST CONTROL	\$ 4,825.80	\$ 6,827.45	-29.32%	\$ (2,001.65)
10 E --- 102 -----	SCHOOL NURSE	\$ 79,735.00	\$ 126,078.09	-36.76%	\$ (46,343.09)
10 E --- 386 -----	CESA PAYMENTS	\$ 78,868.00	\$ 167,759.35	-52.99%	\$ (88,891.35)
10 E --- 322 -----	EQUIPMENT RENTAL	\$ 84,037.50	\$ 184,568.75	-54.47%	\$ (100,531.25)
10 E --- 417 -----	COPY PAPER/OTHER PAPER	\$ 21,137.95	\$ 47,204.26	-55.22%	\$ (26,066.31)
10 E --- 562 -----	REPLACEMENT-VEHICLE	\$ 52,839.00	\$ 132,492.75	-60.12%	\$ (79,653.75)
10 E --- 175 -----	IN-HOUSE LEGAL COUNSEL	\$ 39,360.00	\$ 107,938.00	-63.53%	\$ (68,578.00)
10 E --- 324 -----	NON-TECH REPAIRS/MAINTENANCE	\$ 545,851.66	\$ 3,151,878.99	-82.68%	\$ (2,606,027.33)

Special education costs will force a nearly \$700,000 increase in the transfer from Fund 10 to Fund 27  
 Medical insurance projection is based on 7.7% increase plus the addition of some employees to the plan for 2022-2023  
 Note the decrease in Educational Assistant salaries of \$122,000 as unfilled positions were eliminated from the budget  
 Equipment rental is down by \$100,000 as a balloon payment was made on copy machines in 2021-2022

# Student Transportation Kobussen Buses

- Student Transportation Update
  - Kobussen Buses has updated the 2022-2023 transportation schedule for Kaukauna Schools showing a decrease in the number of daily routes from 49 to 42
  - Including the contract-stipulated cost of living increase added to the per route cost the District's 2022-2023 daily route budget has been set at \$1,924,458, up from \$1,904,634 in 2021-2022 or just over 1%
    - Kaukauna Schools had projected its original budget based on 49 routes thus saving seven daily routes or roughly \$200,000 in the student transportation budget
    - The budget savings was transferred to carryover for ESSER III funds as shown as a previous slide

Kobussen Buses Route Summary by Year		
Year	Daily Routes	Avg Cost/Rt
2001-02	42	\$ 136.47
2002-03	44	\$ 139.87
2003-04	46	\$ 137.98
2004-05	50	\$ 145.45
2005-06	56	\$ 156.35
2006-07	55	\$ 157.96
2007-08	55	\$ 164.48
2008-09	62	\$ 156.86
2009-10	64	\$ 164.08
2010-11	60	\$ 171.73
2011-12	61	\$ 156.59
2012-13	62	\$ 175.80
2013-14	59	\$ 172.34
2014-15	56	\$ 176.46
2015-16	54	\$ 186.61
2016-17	55	\$ 184.56
2017-18	52	\$ 193.43
2018-19	52	\$ 204.41
2019-20	51	\$ 202.90
2020-21	51	\$ 208.77
2021-22	49	\$ 216.83
2022-23	42	\$ 257.81



# Fund 10 General Operations

- Fund 10 General Operations Projected Deficit
  - Given the presented figures the Kaukauna Area School District 2022-2023 operating budget is built with a budget deficit of \$3,600,000 which is the cost of the soon-to-be completed land purchase
  - Kaukauna Schools has exhausted ESSER II funds with the conclusion of the 2021-2022 fiscal year. To balance the 2022-2023 budget KASD will utilize all but about **\$247,781** of the ESSER III allocation leaving a minimal carryover for the 2023-2024 school year
    - State sources are stating that districts should use all ESSER fund allocations prior to the end of the 2022-2023 school year
  - While the budget shows a deficit and there was a scramble to balance it out to the cost of Welhouse Property the District is projecting a tax levy mill rate decrease for 2022-2023 of over 14%. Revenue limit constraints held back additional taxation to balance out the operating budget



# Fund 27 Special Education



- **Fund 27 Special Education Fund**
  - This fund is used to account for the excess cost of providing special education and related services for students with disabilities during the regular school year or extended school year. Also included are charges for services provided to other districts as a result of being a host district for a special education package or cooperative program. School Age Parent costs are also charged to this fund. No fund balance or deficit can exist in this fund.

# Fund 27 Special Education

- Fund 27 Revenue and Expense History
  - A look at the District's recent history of special education revenues and expenditures is shown below. Note that the end balance must be zero for Fund 27 thus the transfer amount that is made from Fund 10

Fund 27 - Special Education		2018-19	2019-20	2020-21	2021-22	2022-23	%
		FY Activity	FY Activity	FY Activity	FY Activity	Budget	Change
100	OPERATING TRANSFERS - IN	\$ 5,128,409.32	\$ 5,285,549.15	\$ 5,167,294.20	\$ 5,059,512.72	\$ 5,840,217.79	15.43%
300	INTERDISTRICT PAYMENTS W/IN WI	\$ 39,154.00	\$ 41,895.00	\$ -	\$ 50,330.50	\$ 51,000.00	1.33%
500	REVENUE FROM INTERMEDIATE SRCS	\$ 1,042.36	\$ 320.63	\$ -	\$ 491.71	\$ 325.00	-33.90%
600	REVENUE FROM STATE SERVICES	\$ 1,546,077.00	\$ 1,661,826.00	\$ 1,906,057.00	\$ 2,057,456.00	\$ 2,144,461.00	4.23%
700	REVENUE FROM FEDERAL SOURCES	\$ 935,287.96	\$ 917,315.72	\$ 953,172.77	\$ 1,236,687.21	\$ 1,139,084.40	-7.89%
<b>Fund 27</b>	<b>Revenue</b>	<b>\$ 7,649,970.64</b>	<b>\$ 7,906,906.50</b>	<b>\$ 8,026,523.97</b>	<b>\$ 8,404,478.14</b>	<b>\$ 9,175,088.19</b>	<b>9.17%</b>

Fund 27 - Special Education		2018-19	2019-20	2020-21	2021-22	2022-23	%
		FY Activity	FY Activity	FY Activity	FY Activity	Budget	Change
100	SALARIES	\$ 4,705,103.43	\$ 4,882,909.13	\$ 5,012,849.58	\$ 5,136,029.14	\$ 5,684,509.52	10.68%
200	EMPLOYEE BENEFITS	\$ 1,896,782.73	\$ 1,992,440.03	\$ 1,979,646.03	\$ 2,097,150.95	\$ 2,217,430.35	5.74%
300	PURCHASED SERVICES	\$ 896,153.18	\$ 901,183.03	\$ 891,472.38	\$ 1,011,094.70	\$ 1,109,382.99	9.72%
400	NON-CAPITAL OBJECTS	\$ 110,101.30	\$ 126,914.31	\$ 139,587.98	\$ 126,775.33	\$ 160,890.33	26.91%
500	CAPITAL OBJECTS	\$ 37,500.00			\$ 28,900.02	\$ -	-100.00%
900	OTHER OBJECTS	\$ 4,330.00	\$ 3,460.00	\$ 2,968.00	\$ 4,528.00	\$ 2,875.00	-36.51%
<b>Fund 27</b>	<b>Expense</b>	<b>\$ 7,649,970.64</b>	<b>\$ 7,906,906.50</b>	<b>\$ 8,026,523.97</b>	<b>\$ 8,404,478.14</b>	<b>\$ 9,175,088.19</b>	<b>9.17%</b>

- Operating transfer in from Fund 10 increased by \$710,000 over the five years shown
- State aid % from 2018-19 to 2022-23 shows an increase of \$600,000. The projected reimbursement rate for special education is 30%
- Federal aid showed an increase over the five year span although the actual activity in 2021-22 was higher than the predicted 2022-23 amount.
- Salary and benefit costs are anticipated to climb by \$670,000 between 2021-22 and 2022-23. Additional staffing is the driver for the cost change
- As of now purchased service costs are set to decrease in 2022-23 by almost 10%. This figure can change based on student needs and will fluctuate through the year

# Debt Service Funds



- Debt Service Funds
  - These funds are used for recording transactions related to repayment of the following general obligation debts: promissory notes (issued per statute 67.12(12)), bonds, state trust fund loans, and TEACH loans. Also included in these funds are transactions pertaining to land contract payments and refinancing of debt issues and other district obligations as specified by the Department of Public Instruction (DPI). Debt tax levies must be recorded in these funds.
    - **Fund 38 Non-Referendum Debt Service Fund**
      - This fund is used to account for transactions for the repayment of debt issues that were either: not authorized by school board resolution before August 12, 1993, or incurred without referendum approval after that date. A fund balance may exist in this fund.
    - **Fund 39 Referendum Approved Debt Service Funds**
      - This fund is used to account for transactions for the repayment of debt issues that were either authorized by school board resolution before August 12, 1993, or approved by referendum. The district may account for in such referendum approved debt service transactions in Funds 31, 32, 33, 34, 36, 37 (which are not presently assigned by DPI for reporting purposes) and/or Fund 39. If the district uses funds other than Fund 39, the district must combine and report these funds as Fund 39. A fund balance may exist in this fund.



# Fund 38 Debt Service

- Kaukauna Area School District Debt Service
  - Debt Service Obligations as of June 30, 2022
    - A listing of current KASD Debt Service Obligations is shown below along with the outstanding balance as of June 30, 2022, and the payoff date of the debt. All KASD debt is being carried in Fund 38, Non-referendum Debt. All referendum based debt has been paid off
      - **KHS Renovation Project 2015** **\$1,670,000** **3/1/2025**
      - **Energy Efficiency Project Phase I** **\$13,010,000** **3/1/2026**
      - **Energy Efficiency Project Phase II** **\$13,240,000** **3/1/2027**
      - **Total Outstanding Balance** **\$27,920,000**
    - Energy efficiency debt service allows for an over levy each year to cover the cost of debt service less the anticipated cost savings from the projects.
      - For Kaukauna Schools the debt service payment for each of the energy projects is offset by a \$116,845 transfer from Fund 10 as that was the stipulated cost savings from the work completed

# Fund 38 Debt Service

- Debt Service Payment Summary
  - Principal and interest payments on Kaukauna School District debt by year are shown below. With the adoption of the 2022-2023 budget the District will have six years remaining before all debt is paid off.

Fund 38			
Calendar Year	Principal	Interest	Total
2020	5,245,000.00	1,113,332.50	6,358,332.50
2021	5,585,000.00	985,732.50	6,570,732.50
2022	5,830,000.00	839,982.50	6,669,982.50
2023	6,055,000.00	689,107.50	6,744,107.50
2024	6,330,000.00	517,126.25	6,847,126.25
2025	6,575,000.00	324,522.50	6,899,522.50
2026	6,160,000.00	159,175.00	6,319,175.00
2027	2,800,000.00	42,000.00	2,842,000.00

Kaukauna Area School District					
Debt Service Impact on Mill Rate					
Fiscal Year	Tax Year	Debt Service Payment	Debt Service Mill Rate	Total Mill Rate	Debt Service % of Mill Rate
2019-20	2020	\$ 6,249,369.00	\$ 2.58	\$ 8.75	29.49%
2020-21	2021	\$ 6,459,238.00	\$ 2.51	\$ 8.49	29.56%
2021-22	2022	\$ 6,555,862.00	\$ 2.40	\$ 7.04	34.09%
2022-23	2023	\$ 6,627,262.50	\$ 2.14	\$ 6.01	35.53%
2023-24	2024	\$ 6,727,454.00	\$ 2.01	\$ 5.37	37.43%
2024-25	2025	\$ 6,776,918.00	\$ 1.93	\$ 4.97	38.83%
2025-26	2026	\$ 6,193,529.00	\$ 1.68	\$ 4.41	38.10%
2026-27	2027	\$ 2,842,000.00	\$ 0.72	\$ 3.05	23.61%
2027-28	2028	\$ -	\$ -	\$ 2.75	0.00%
Average Debt Service		\$ 5,953,837.58			

- Kaukauna Schools debt service payments will average \$5.9 million per year over the next four years. The mill rate impact starts at **\$2.14 per \$1,000** and drops to **\$0.72** by the time the majority of the debt is paid
  - Upon the debt service sunset in 2026-27 the District will see a 20% drop in the mill rate
  - KASD mill rate, without Fund 38 debt, will drop to roughly **\$2.75 per \$1,000** of property value
- Because this is Fund 38 debt there is no prepayment of the principal
- Debt service payments shown above do not correlate with debt service levies to the left as tax levy amounts pay for debt service over two fiscal years

# Fund 49 Capital Projects



- Capital Projects Fund
  - Fund 49 is used for transactions financed with bonds, promissory notes issued per [statute 67.12\(12\)](#) and, in some instances, other sources of revenue such as gifts, grants, sale of capital equipment, buildings or sites
    - Kaukauna Schools had utilized Fund 49 in the past to account for the Energy Efficiency projects completed through UNESCO
      - Debt issued in 2016 and 2017 is paid back through Fund 38, Non-referendum debt but the work tied to the funds received is accounted for through Fund 49
      - KASD issued debt on 10/26/2016 for \$23,285,000 to complete Phase I of the Energy project and then \$25,115,000 on 7/6/2017 for the second half of the work
      - All UNESCO/Capital Projects Fund work has been completed and Fund 49 closed for KASD

# Fund 50 Food Service Account



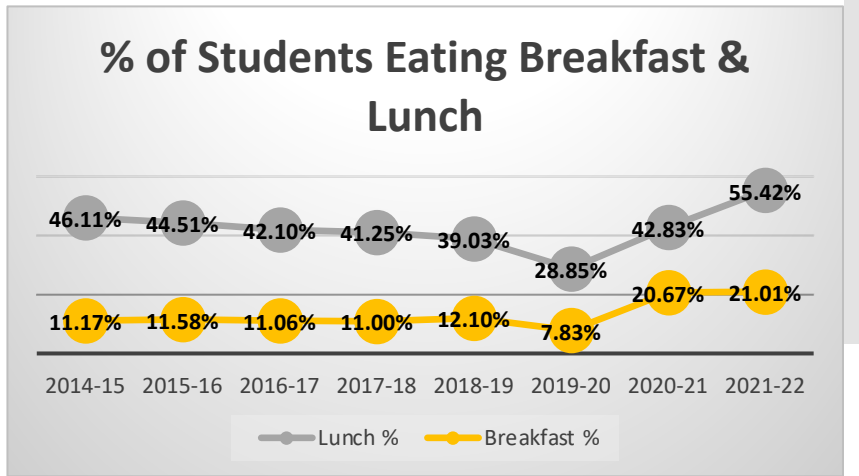
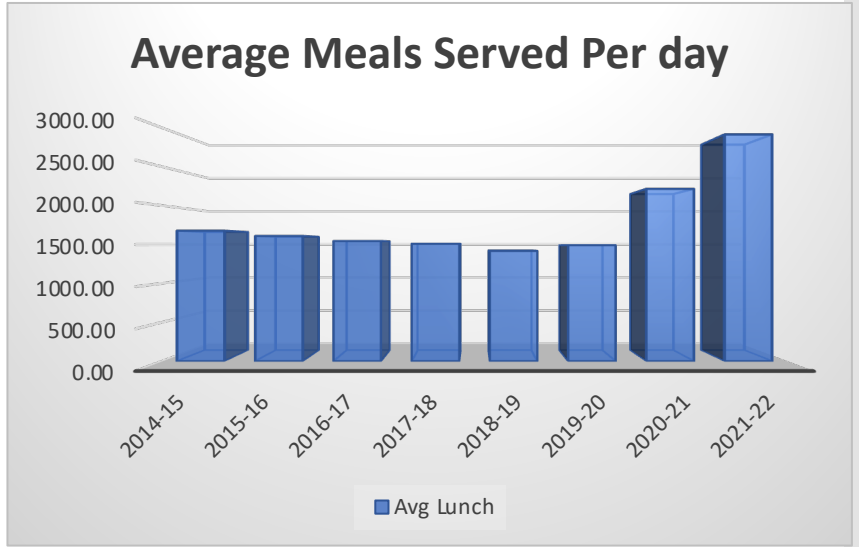
- **Fund 50 Food Service Fund**
- All revenues and expenditures related to pupil and elderly food service activities are recorded in this fund. Kaukauna Schools does not offer an elderly food service program
  - A fund balance in the Food Service Fund is permitted. Should a fund balance remain at the end of a fiscal year a detailed plan must be developed on the use of the funds during the next fiscal year
  - There may be no deficit in the district's Food Service Fund. Any food service fund deficit, resulting from **student** food services, must be eliminated by an operating transfer from the General Fund.
    - The maximum that may be transferred if the district does not have a deficit in the Food Service Fund is limited to an amount necessary to cover a current year deficit in a particular food service program (National School Lunch, Breakfast, Ala Carte, etc.)



# Fund 50 Food Service Account

- Food Service Meal Count Summary
  - A historical look at the meals served and reported to DPI by the Kaukauna Area School District

Kaukauna Schools - Food Service Sales Summary							
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2021-22</b>	Lunch	343634	0	0	<b>343634</b>	55.42%	2912.15
3713	Breakfast	139549	0	0	<b>139549</b>	21.01%	1182.62
Students	265	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2020-21</b>	Lunch	261217	0	0	<b>261217</b>	42.83%	2213.70
3652	Breakfast	135097	0	0	<b>135097</b>	20.67%	1144.89
Students	262	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2019-20</b>	Lunch	59801	10849	105102	<b>175752</b>	28.85%	1489.42
3648	Breakfast	29555	4563	16936	<b>51054</b>	7.83%	432.66
Students	254	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2018-19</b>	Lunch	79507	17534	139524	<b>236565</b>	39.03%	1416.56
3629	Breakfast	44107	6135	28624	<b>78866</b>	12.10%	472.25
Students	275	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2017-18</b>	Lunch	83622	16662	151771	<b>252055</b>	41.25%	1509.31
3659	Breakfast	40914	5898	24730	<b>71542</b>	11.00%	428.40
Students	236	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2016-17</b>	Lunch	83676	19187	154972	<b>257835</b>	42.10%	1543.92
3667	Breakfast	42548	5293	24567	<b>72408</b>	11.06%	433.58
Students	254	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2015-16</b>	Lunch	87551	21458	159676	<b>268685</b>	44.51%	1608.89
3615	Breakfast	47230	5824	22361	<b>75415</b>	11.58%	451.59
Students	285	4K					
		Free	Reduced	Paid	Total	% Eating of FTE	Avg Meals Day
<b>2014-15</b>	Lunch	91328	23113	165541	<b>279982</b>	46.11%	1676.54
3636	Breakfast	46679	6890	18404	<b>71973</b>	11.17%	430.98
Students	224	4K					





# Fund 50 Food Service Account



- Fund 50, Food Service Balance Sheet

- A historical review of the ending fund balance in food service over the past eight years. Per State Statute Fund 50 cannot end with a negative balance thus a transfer amount is shown when it was necessary to move Fund 10 money to food service

• <b>2021-22</b>	<b>\$551,230</b>
• 2020-21	\$205,363
• 2019-20	\$41,157
• 2018-19	\$11,610
• 2017-18	\$45,824
• 2016-17	\$0
• 2015-16	\$0
• 2014-15	\$0

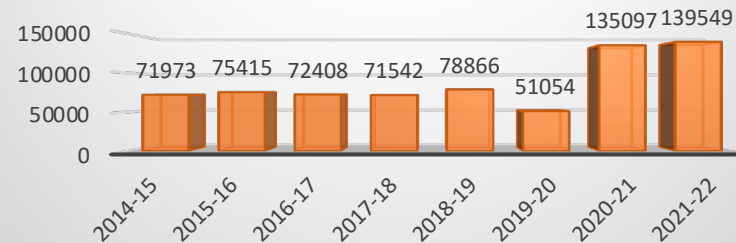
### Free breakfast/lunch continued

Free breakfast/lunch year  
\$223,000 in Covid aid

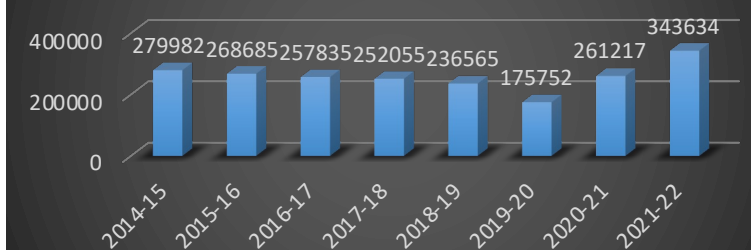
\$7,586 transfer necessary

\$4,005 transfer necessary

### BREAKFASTS SERVED PER YEAR



### LUNCHES SERVED PER YEAR



# Fund 60 Student Activity Accounts



- **Student Activity Funds**

- Student Activity Funds consist of activities that revolve around a student organization. Disbursement of the organization's moneys is subject to the approval of the student organization and its supervisor. If it is not a student organization, it should not be classified as a Student Activity Fund
  - Student Activity Funds are established to account for monies used to support the activities of student organizations and clubs. The students in the organization are involved in the management of the organization's activities. Acting as agent, the district is responsible for maintaining records and properly accounting for the activity within the agency funds (Student Activity Funds and parent organization funds)
    - The funds are under the control of the school board which has a fiduciary responsibility to establish and enforce policies and procedures to safeguard agency assets consistent with other assets of the school district

# Fund 60 Student Activity Accounts

## GASB 84 District Responsibility Over Student Activity Accounts

- The Governmental Accounting Standards Board issued Statement #84 (GASB 84) in June 2019 with the objective to improve the identification, accounting, and reporting of fiduciary activities.
  - The statement is effective for Wisconsin school districts beginning in the 2020-21 fiscal year
  - The definition of fiduciary activity in GASB 84 is detailed, but in brief it involves funds held by the district in trust or on behalf of an organization, where the district does not have "administrative involvement" in the use of those funds, and those funds are not derived from providing goods and services to the organization
  - GASB 84 requires that a district's financial statements include a Statement of Changes in Fiduciary Net Position. This means that districts will have to track and report revenues and expenditures for all fiduciary funds, including Fund 60, by source and type
  - Schools will no longer use a "Due To, Due From" account when submitting balances in Student Activity Accounts to the State

## Kaukauna School District Student Activity Accounts

- Based on GASB 84, shown to the left, all Fund 60, Student Activity Accounts, for the Kaukauna Area School District have been transferred to Fund 21



# Fund 21 Scholarship Account



- **Fund 72 (Fund 21) Private Purpose Trust Fund**
  - This fund is used to account for gifts and donations specified for the benefit of private individuals and organizations not under the control of the school board. Scholarships are recorded in this fund. Cash and investments in this fund are expended pursuant to donor specifications. There may be a fund balance in this fund.
  - Effective July 1, 2021, the scholarship account has been transferred from Fund 72 to Fund 21. This was done based on government accepted accounting principles and implemented by the District's auditor

# Fund 21 Scholarship Account

## Kaukauna Schools Scholarship Account Balances

- Scholarship Accounts
  - The following scholarships are under the fiduciary control of the Kaukauna Area School District (balances as of 6/30/2022 are shown):

• Nagan Scholarship I	\$5,270
• Nagan Scholarship II	\$90,486
• Lang Scholarship	\$22,879
• Wentzel Nursing	\$31,037
• Doherty Scholarship	\$7,529
• Baker Scholarship	\$17,767
• Art Scholarship	\$6,120
  - Scholarship accounts are invested in CDs or Money Market funds to earn interest to offset scholarship costs
  - Total fiduciary responsibility held by Kaukauna Schools is \$181,088

## Kaukauna Schools Scholarship Account Budget

- Historical Perspective
  - Kaukauna Schools has paid out the following scholarship amounts from the accounts it oversees over the past eight years:

• 2015	\$5,923
• 2016	\$2,050
• 2017	\$6,300
• 2018	\$6,415
• 2019	\$6,050
• 2020	\$9,800
• 2021	\$6,150
• 2022	\$6,150
  - Kaukauna Schools is expected to pay out \$6,500 in scholarships from the accounts it controls funds for at the end of the 2022-2023 school year



# Fund 73 Employee Benefit Trust Fund

- Funds held in trust to provide for post-employment health care benefits, provided either separately or through a defined benefit pension plan, and other post-employment benefits provided separately from a defined benefit pension plan may be invested in the same manner as is authorized for investments and held in Fund 73, Employee Benefit Trust
  - This legislation will also require additional reporting at the public budget hearing for **ALL** districts that have established a trust (fund 73). Even if a school district chooses not to invest under the new authority, these reporting requirements apply. When a trust has been established, the following information should be included in the annual meeting or public budget hearing report:
    - Amount in the trust
    - Investment return earned since last annual meeting
    - Total of disbursements made since last annual meeting
    - Name of investment manager if investment authority has been delegated



# Fund 73 Employee Benefit Trust Fund



- Statutory Requirements

- |   |            |
|---|------------|
| • Balance 7/1/2021  | \$1,109.80 |
| • Balance 6/30/2022   | \$0.00     |
| • Investment gain 2021-2022   | \$0.00     |
| • Payments 2021-2022  | \$36,443   |
| • KASD has NO investment manager tied to Fund 73, Employee Benefit Trust Fund |            |

- Transfer to Fund 10

- Effective July 1, 2021, the Kaukauna Area School District will be making all payments for post employment insurance out of Fund 10 on a pay-as-you-go basis
- KASD retirees do not contribute toward post employment health, dental or vision insurance

# Fund 73 Employee Benefit Trust Fund



- Kaukauna School District Post Retirement Benefit Obligation 2021-2022, 2022-2023
  - The District made the following payments for obligations owed to retirees during the 2021-2022 school year:

• Health insurance	\$374,465.40
• Dental insurance	\$36,560.00
• Life insurance	\$31,872.84
• Long term care insurance	\$0.00
• Stipend payments	\$54,294.48
• <b>Total Post Employment Benefit</b>	<b><u>\$497,192.72</u></b>
  - The net cost to the operating budget of KASD for post employment benefits for 2022-2023 is \$500,000 or 1.0% of the operating budget



# Fund 73 Employee Benefit Trust Fund

- Kaukauna Area School District Estimated Post Employment Liability
  - Key Benefit Concepts is contracted to annually perform an evaluation of the District's post employment benefit plan and create the estimated liability of the District for current and future retirees
    - Current KASD Staff Handbook benchmarks are as follows:
      - 1. To access post-employment benefits, employees must be eligible to retire under Wisconsin Retirement System provisions.
      - 2. With twenty (20) years of service to the District, employees currently enrolled in the District's Health and Dental Insurance Plans will be eligible for four (4) years of health, dental and vision insurance coverage. The District will pay the full cost of the insurance premium in effect at the employee's retirement provided the employee retires. These four (4) years of coverage begin upon retirement.
      - 3. In addition employees who meet the requirement in number one may "convert" accumulated reserve leave at the following conversion rate: 60 days of sick leave = 1 year of health, dental and vision insurance (5 sick leave days equal one month coverage)
        - Employees may convert the equivalent of 120 days of accumulated reserve leave for up to two (2) years of paid health, dental and vision at no cost to the retiree
        - Retirees have the option to purchase, at full cost, additional years of health, dental or vision insurance up to eight years of coverage
      - 4. Employees on single insurance plans will not be eligible to convert to family plans when accessing this benefit.
      - 5. Eligibility for these post-employment benefits will cease upon Medicare eligibility or expiration of benefit.
    - **Kaukauna's current post employee benefit liability is projected at \$13,701,118.**



# Fund 73 Employee Benefit Trust Fund



- Kaukauna Area School District Estimated Post Employment Liability
  - KASD paid \$497,192 in post employment benefit insurance costs during the 2021-2022 fiscal year
    - 2016-2017 = \$567,543
    - 2017-2018 = \$436,655
    - 2018-2019 = \$552,403
    - 2019-2020 = \$390,440
    - 2020-2021 = \$612,311
    - 2021-2022 = \$497,192
    - 2022-2023 = \$502,726 (budget amount)
  - Despite recent changes to the post employment benefit plan – basically elongating the years of eligibility – the current cost trend is showing a general decrease from the past five years
  - Key Benefit Concepts does project increased costs for KASD in post retirement benefits over the next decade given the aged population of staff

# Fund 80 Community Service Fund



- The Community Program and Services (CPS) Fund 80 is used to account for activities such as adult education, community recreation programs such as evening swimming pool operation and softball leagues, elderly food service programs, non-special education preschool, day care services and other programs which are not elementary and secondary educational programs but have the primary function of serving the community. Expenditures for these activities, including cost allocations for salaries, benefits, travel, purchased services, etc., are to be included in this fund to the extent feasible.
  - Districts may adopt a separate tax levy for this fund. Building use fees charged for utilities and other operational costs must be recorded in the General Fund if no cost allocation was made for these to the Community Service Fund.

# Fund 80 Community Service Fund

## Administrative Assistant Athletic & Activities Dept

- 50% of the Athletic and Activities Department Administrative Assistant paid through Fund 80, Community Service
  - Salary \$23,809.98
  - Benefits \$12,939.67
  - Total Cost \$36,749.65
- Mill Rate \$0.012 per \$1,000 of property value

## Police Liaison Service Elem, Middle, High School

- 50% of City of Kaukauna cost for three police officers is billed to Kaukauna Schools and subsequently paid out of Fund 80, Community Service
  - 2022-2023 \$190,079
- Mill Rate \$0.061 per \$1,000 of property value

## River View Middle School Football (added to Fund 80)

- Fund 80 allows for middle school activities that are open to all resident students be charged to Community Service
- If approved, a shift of **\$20,000** will be made from Fund 10 to Fund 80 which is the total cost of the Raiders football program – this change would free up Fund 10 dollars
- **Mill rate impact = \$0.0064 per \$1,000 of property value**

# Fund 80 Community Service Fund

- Kaukauna School District

- Community Service Fund Historical Perspective

• 2014	\$79,917	\$0.04 per \$1,000 value
• 2015	\$79,373	\$0.04 per \$1,000 value
• 2016	\$81,564	\$0.04 per \$1,000 value
• 2017	\$194,055	\$0.09 per \$1,000 value
• 2018	\$195,920	\$0.09 per \$1,000 value
• 2019	\$202,397	\$0.09 per \$1,000 value
• 2020	\$202,900	\$0.08 per \$1,000 value
• 2021	\$213,550	\$0.08 per \$1,000 value
• 2022	\$218,105	\$0.08 per \$1,000 value
• <b>2023</b>	<b>\$246,829</b>	<b>\$0.08 per \$1,000 value</b>

- Added police liaison service in 2016-2017 to River View Middle School and all elementary school sites, **RVMS football for 2022-2023**

- KASD's Community Service Fund equates to roughly 1.23% of the total tax levy for 2022-2023

# Five Year Budget Projection Scenarios

- Kaukauna Area School District **Five Year** Budget Projection
  - **Four** different scenarios created due to unsettled 2023-2025 State of Wisconsin biennial budget
    - **Base operating budget**
      - \$179 per student revenue limit for 2023-2024, 2024-2025 and beyond
      - 4% salary increases 2023-2024 through 2026-2027
    - **Base operating budget plus 6% salary increase**
      - \$179 per student revenue limit for 2023-2024, 2024-2025 and beyond
      - 6% salary increase 2023-2024, 4% salary increases 2024-2025 and beyond
    - **Governor's budget proposal**
      - \$300 revenue limit increase per student 2023-2024, \$600 2024-2025
      - 30% SPED reimbursement 2023-2024, 60% 2024-2025 and beyond
      - 4% salary increases 2023-2024 through 2026-2027
    - **Governor's budget proposal plus 6% salary increase**
      - \$300 revenue limit increase per student 2023-2024, \$600 2024-2025
      - 30% SPED reimbursement 2023-2024, 60% 2024-2025 and beyond
      - 6% salary increases 2023-2024 through 2026-2027

# Five Year Budget Projection Scenarios

## Kaukauna Area School District - Five Year Budget Forecast Models

	2022-23	2023-24	2024-25	2025-26	2026-27
<b>Base budget (\$179 per pupil, 4% salary)</b>	\$ (3,600,000.00)	\$ (2,026,608.00)	\$ (2,957,686.00)	\$ (3,856,497.00)	\$ (4,976,474.00)
Mill rate	\$ 6.01	\$ 5.37	\$ 4.97	\$ 4.41	\$ 3.05
<i>Projected budget correction</i>		<b>\$ 2,026,608.00</b>	<b>\$ 931,078.00</b>	<b>\$ 2,925,419.00</b>	<b>\$ 2,051,055.00</b>

	2022-23	2023-24	2024-25	2025-26	2026-27
<b>Base budget plus 6% salary increase</b>	\$ (3,600,000.00)	\$ (2,564,753.00)	\$ (3,517,358.00)	\$ (4,438,553.00)	\$ (5,581,814.00)
Mill rate	\$ 6.01	\$ 5.32	\$ 4.92	\$ 4.36	\$ 3.00
<i>Projected budget correction</i>		<b>\$ 2,564,753.00</b>	<b>\$ 952,605.00</b>	<b>\$ 3,485,948.00</b>	<b>\$ 2,095,866.00</b>

	2022-23	2023-24	2024-25	2025-26	2026-27
<b>Governor's budget proposal (\$300/\$600)</b>	\$ (3,600,000.00)	\$ (1,453,310.00)	\$ (369,636.00)	\$ (689,346.00)	\$ (1,120,522.00)
Mill rate	\$ 6.01	\$ 5.54	\$ 5.71	\$ 5.27	\$ 4.02
<i>Projected budget correction</i>		<b>\$ 1,453,310.00</b>	<b>\$ 369,636.00</b>	<b>\$ 319,710.00</b>	<b>\$ 800,812.00</b>

	2022-23	2023-24	2024-25	2025-26	2026-27
<b>Governor's budget proposal plus 6% salary</b>	\$ (3,600,000.00)	\$ (1,991,455.00)	\$ (729,308.00)	\$ (1,271,402.00)	\$ (1,535,862.00)
Mill rate	\$ 6.01	\$ 5.49	\$ 5.66	\$ 5.22	\$ 3.97
<i>Projected budget correction</i>		<b>\$ 1,991,455.00</b>	<b>\$ 729,308.00</b>	<b>\$ 542,094.00</b>	<b>\$ 993,768.00</b>

### Budget Forecast Model Benchmarks

- 1 Health insurance set at 7.7% increase in 2023-24, 5% per year after that
- 2 Dental, life, and long term disability insurance up 4% per year
- 3 All purchased services and utilities up 4% per year
- 4 Non-capital equipment and supply budgets increased 1% per year
- 5 Capital equipment budget flat year-over-year
- 6 Property, casualty and work comp insurance up 5% per year
- 7 There are NO capital projects built into any of the projected years
- 8 4-year old kindergarten enrollment set at 260 - may need to adjust downward
- 9 No modifications were made to student transportation
- 10 Property valuation for mill rates set to increase 8% in 2023-24, 5% after that

- Kaukauna Area School District Tax Levy Mill Rate History
  - Below is 39-year history of tax levy mill rates for Kaukauna Schools
  - The \$6.01 mill rate for 2022-2023 is the lowest amount on the chart by \$1.03 (\$7.04 in Fall, 2021)
  - Note the mill rates in 1992 and 1993 were over \$18 per \$1,000 of property value

Longitudinal Survey of Levies, Equalized Values, and Equalized Tax Rates*										
Kaukauna Area										Kaukauna Area
	Fall 1984	Fall 1985	Fall 1986	Fall 1987	Fall 1988	Fall 1989	Fall 1990	Fall 1991		2758
Total Levy	\$ 4,631,902	\$ 5,502,979	\$ 6,271,109	\$ 5,729,691	\$ 6,478,166	\$ 7,256,214	\$ 8,431,922	\$ 9,065,387		
Total Equalized Value	\$ 406,836,972	\$ 411,268,018	\$ 403,665,738	\$ 410,927,105	\$ 424,465,521	\$ 446,835,404	\$ 473,497,178	\$ 509,068,344		
Equalized Rate	\$ 11.39	\$ 13.38	\$ 15.54	\$ 13.94	\$ 15.26	\$ 16.24	\$ 17.81	\$ 17.81		
K-12 Average	\$ 12.98	\$ 14.35	\$ 16.13	\$ 15.38	\$ 16.09	\$ 16.62	\$ 17.11	\$ 17.51		
	Fall 1992	Fall 1993	Fall 1994	Fall 1995	Fall 1996	Fall 1997	Fall 1998	Fall 1999		
Total Levy	\$ 10,082,034	\$ 10,571,639	\$ 10,658,841	\$ 10,386,064	\$ 8,197,384	\$ 9,788,117	\$ 9,805,537	\$ 10,057,678		
Total Equalized Value	\$ 534,141,578	\$ 581,327,640	\$ 626,980,228	\$ 697,412,106	\$ 737,547,545	\$ 771,466,444	\$ 821,002,920	\$ 862,833,947		
Equalized Rate	\$ 18.88	\$ 18.19	\$ 17.00	\$ 14.89	\$ 11.11	\$ 12.69	\$ 11.94	\$ 11.66		
K-12 Average	\$ 18.37	\$ 17.91	\$ 16.60	\$ 15.26	\$ 11.90	\$ 11.30	\$ 11.20	\$ 10.68		
	Fall 2000	Fall 2001	Fall 2002	Fall 2003	Fall 2004	Fall 2005	Fall 2006	Fall 2007		
Total Levy	\$ 10,147,210	\$ 10,115,350	\$ 10,595,734	\$ 11,403,684	\$ 12,380,236	\$ 12,612,833	\$ 12,322,395	\$ 13,498,368		
Total Equalized Value	\$ 905,743,475	\$ 993,888,384	\$ 1,079,775,816	\$ 1,181,163,288	\$ 1,355,449,264	\$ 1,484,696,697	\$ 1,604,817,678	\$ 1,659,872,622		
Equalized Rate	\$ 11.20	\$ 10.18	\$ 9.81	\$ 9.65	\$ 9.13	\$ 8.50	\$ 7.68	\$ 8.13		
K-12 Average	\$ 10.43	\$ 10.04	\$ 9.73	\$ 9.56	\$ 9.46	\$ 8.63	\$ 8.31	\$ 8.45		
	Fall 2008	Fall 2009	Fall 2010	Fall 2011	Fall 2012	Fall 2013	Fall 2014	Fall 2015		
Total Levy	\$ 13,912,548	\$ 15,322,775	\$ 15,524,222	\$ 16,210,408	\$ 16,690,494	\$ 17,054,265	\$ 17,195,682	\$ 17,811,016		
Total Equalized Value	\$ 1,716,585,013	\$ 1,737,982,998	\$ 1,742,986,574	\$ 1,843,177,117	\$ 1,788,398,439	\$ 1,836,671,386	\$ 1,884,317,513	\$ 1,951,300,593		
Equalized Rate	\$ 8.10	\$ 8.82	\$ 8.91	\$ 8.79	\$ 9.33	\$ 9.29	\$ 9.13	\$ 9.13		
K-12 Average	\$ 8.61	\$ 9.18	\$ 9.80	\$ 9.88	\$ 10.21	\$ 10.37	\$ 10.26	\$ 10.25		
	Fall 2016	Fall 2017	Fall 2018	Fall 2019	Fall 2020	Fall 2021	Fall 2022	Fall 2023		
Total Levy	\$ 17,930,401	\$ 19,586,802	\$ 19,825,198	\$ 21,204,389	\$ 21,815,450	\$ 19,248,284	\$ 18,664,322			
Total Equalized Value	\$ 2,036,256,118	\$ 2,129,406,019	\$ 2,278,369,173	\$ 2,423,369,173	\$ 2,569,921,898	\$ 2,735,400,360	\$ 3,103,991,982			
Equalized Rate	\$ 8.81	\$ 9.20	\$ 8.70	\$ 8.75	\$ 8.49	\$ 7.04	\$ 6.01			
K-12 Average	\$ 9.97	\$ 9.79	\$ 9.44	\$ 9.34	\$ 9.18					

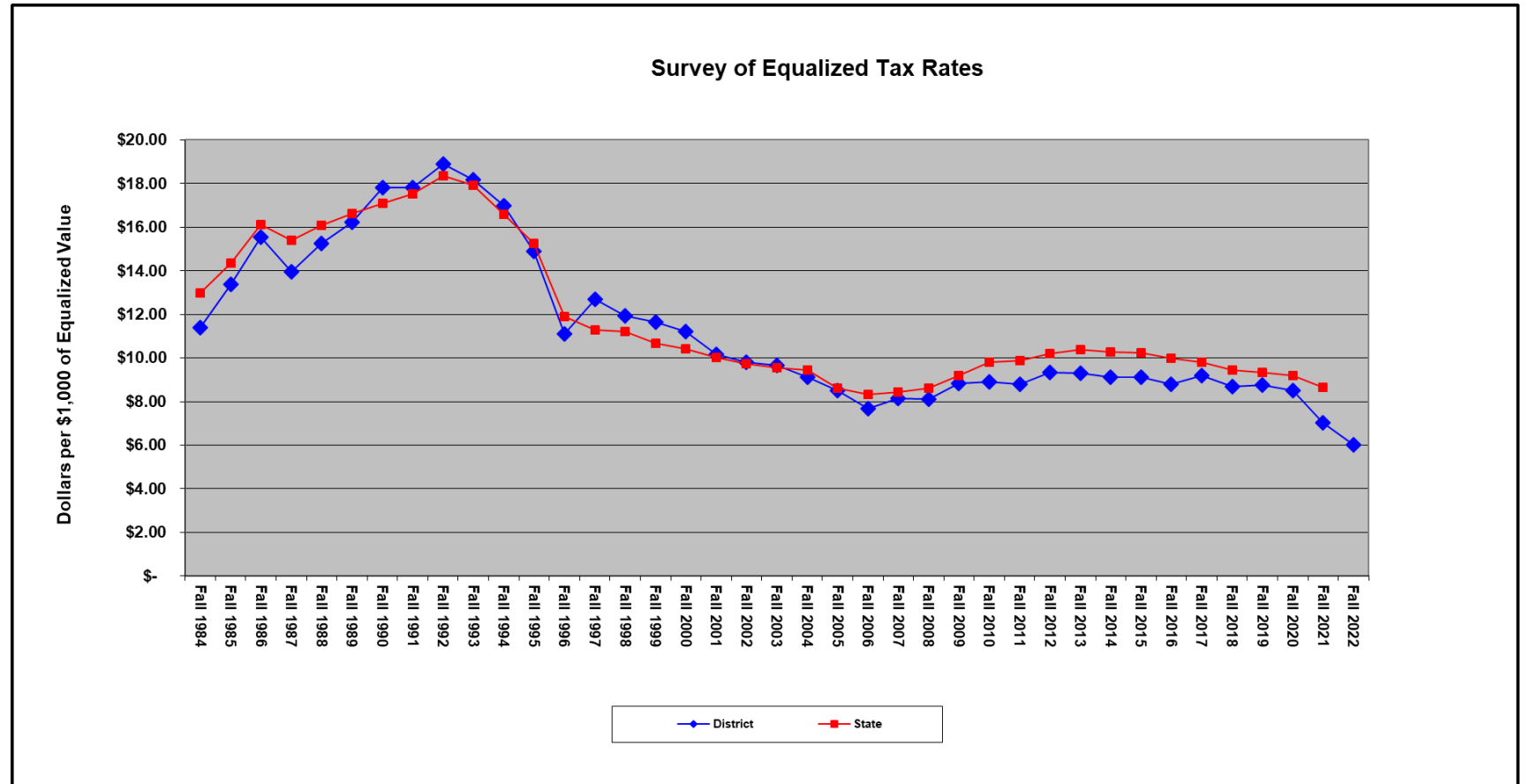
# Tax Levy and Mill Rate Information





# Property Tax Levy and Mill Rate Information

- Kaukauna Area School District Property Tax Levy History
  - Note the general downturn in both District and State tax levy mill rates over the past several years including the District's dramatic change for the past few years



# Mill Rate Impact: Private School Voucher Program

- Kaukauna Area School District Private School Voucher History
  - The Kaukauna Area School District saw a slight slowing of costs associated with the private school voucher program for 2022-2023 as compared to 2021-2022
    - In 2021-2022 KASD levied \$1,421,719 for the private school voucher aid deduction with the 2022-2023 levy set for \$1,605,239
    - A chart showing the history of the program and the impact it has had on the tax levy is shown below. Note the 2021-2022 and 2022-2023 mill rate was the same at \$0.52 per \$1,000 of value but the impact on the mill rate – 7.38% in 2021-2022 and 8.60% in 2022-2023 – varied quite a bit

KASD - Private School Voucher Tax Levy History					
Levy Year	Total Program \$	Property Valuation	Mill Rate	Overall Mill Rate	% of Mill Rate
2017-18	\$ 143,292	\$ 2,129,406,019	\$ 0.07	\$ 9.20	0.73%
2018-19	\$ 361,851	\$ 2,278,369,173	\$ 0.16	\$ 8.70	1.83%
2019-20	\$ 657,728	\$ 2,423,396,071	\$ 0.27	\$ 8.75	3.10%
2020-21	\$ 1,100,464	\$ 2,569,921,898	\$ 0.43	\$ 8.49	5.04%
2021-22	\$ 1,421,719	\$ 2,735,400,360	\$ 0.52	\$ 7.04	7.38%
<b>2022-23</b>	<b>\$ 1,605,239</b>	<b>\$ 3,103,991,982</b>	<b>\$ 0.52</b>	<b>\$ 6.01</b>	<b>8.60%</b>

# Property Tax Levy and Mill Rate Information

- Kaukauna School District Tax Levy Information

- Projected tax levy amounts and subsequent mill rates for KASD are shown below. For comparison the 2021-2022 amounts are also shown

<i>Tax Levy Year</i>	<i>2021-2022</i>	<i>2022-2023</i>
• Fund 10	\$12,474,318	<b>\$11,790,230</b>
• Fund 38	\$6,555,862	\$6,627,263
• Fund 80	\$218,105	<b>\$246,829</b>
• <b>Total Tax Levy</b>	<b>\$19,248,285</b>	<b>\$18,664,322</b>
• Fund 10 Mill Rate	\$4.56 per \$1,000	<b>\$3.80 per \$1,000</b>
• Fund 38 Mill Rate	\$2.40 per \$1,000	<b>\$2.13 per \$1,000</b>
• Fund 80 Mill Rate	\$0.08 per \$1,000	<b>\$0.08 per \$1,000</b>
• <b>Total Mill Rate</b>	<b>\$7.04 per \$1,000</b>	<b>\$6.01 per \$1,000</b>

# Property Tax Levy and Mill Rate Information

- Kaukauna School District Tax Levy Information
  - The tax levy impact of the Kaukauna Area School District on property owners for 2022, 2023 and 2024 is shown below
    - As proposed, the tax levy is showing a 15% decrease for 2022 after a 17% decrease the year before

	HISTORIC FY-2022	CURRENT FY-2023	PROJECTED FY-2024
<b>Value of Home</b>			
\$100,000	\$704	\$601	\$537
\$150,000	\$1,056	\$902	\$805
\$200,000	\$1,407	\$1,203	\$1,073
\$275,000	\$1,935	\$1,654	\$1,476
\$300,000	\$2,111	\$1,804	\$1,610
\$400,000	\$2,815	\$2,405	\$2,146

# Certification of 2022-2023 Tax Levy and Kaukauna Area School District Budget

- Board of Education action is requested on certification of the 2022-2023 tax levy and the 2022-2023 Kaukauna Area School District budget:
  - Motion 1 – Certification of 2022-2023 tax levy
    - I make a motion to set the 2022-2023 tax levy for the Kaukauna Area School District at \$18,664,322. Of the full amount, \$11,790,230 will be used for general operations, \$6,627,263 for debt service and \$246,829 for community service
  - Motion 2 – Approval of the 2022-2023 Kaukauna Area School District budget
    - I make a motion to set the 2022-2023 Kaukauna Area School District budget with total revenues of \$71,018,930.95 and total expenditures of \$74,688,531.29, a loss in fund equity of \$3,669,600.34