

FALL RIVER SCHOOL DISTRICT 2018 ANNUAL MEETING

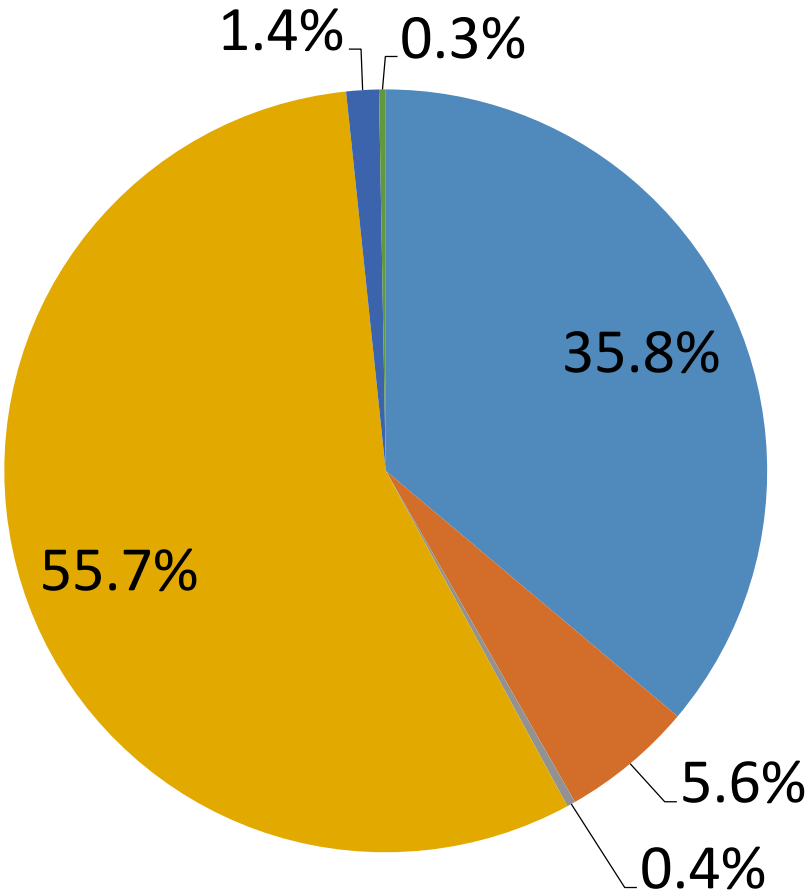


**Monday, October 22, 2018
7:00 p.m.**

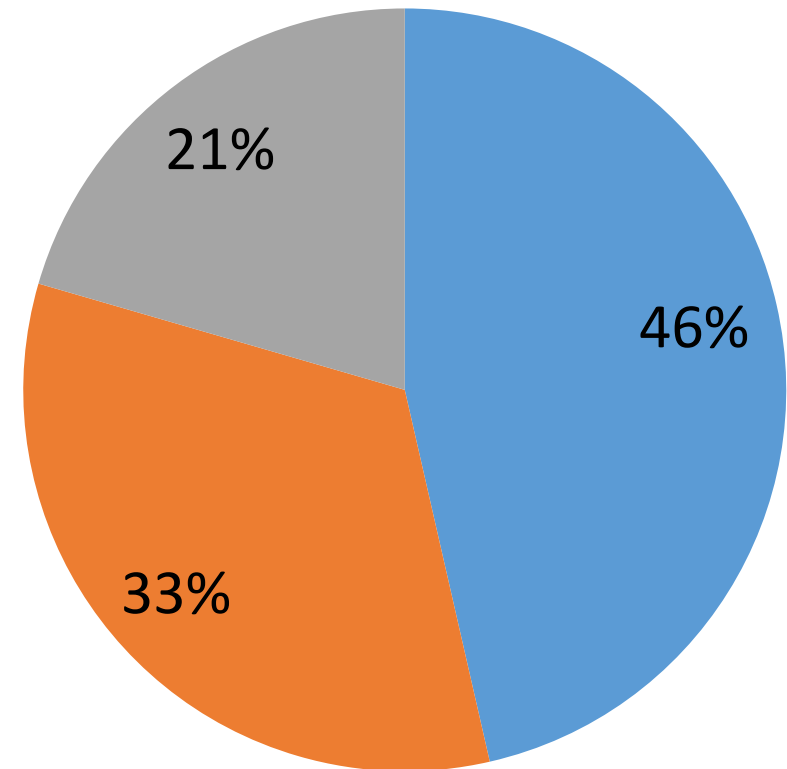
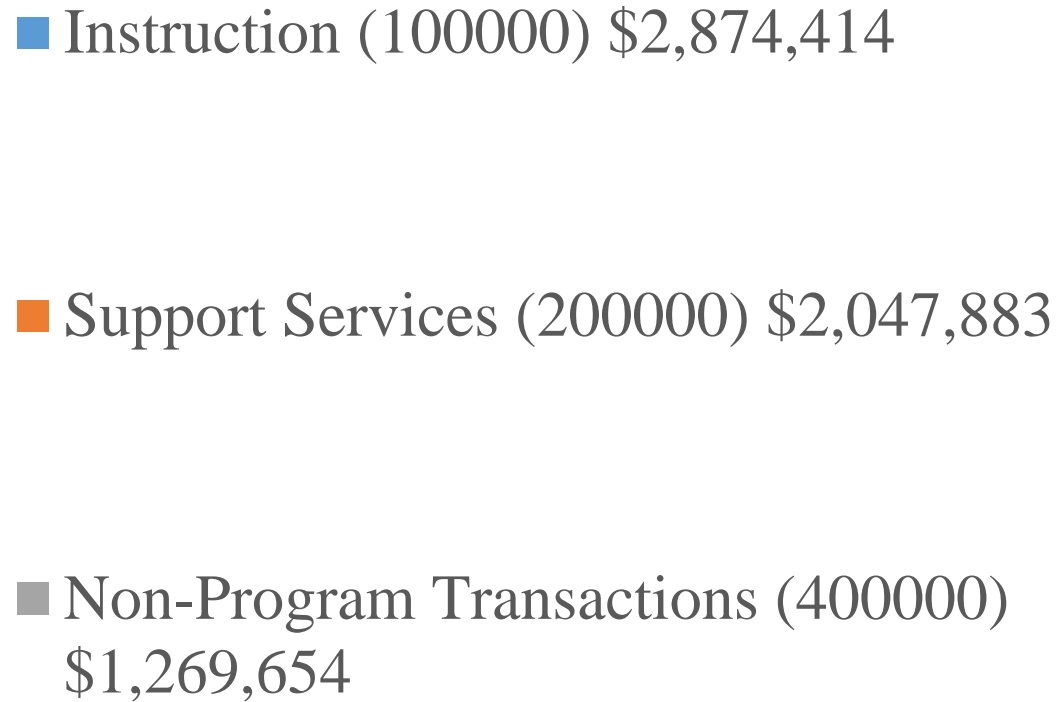
The General Fund is used to account for all financial transactions relating to the District's current operations

- Local Sources (200's) \$2,245,544.02
- Inter-District Souces (300's & 400's) \$342,369
- Intermediate Sources (500's) \$22,045
- State Sources (600's) \$3,433,696
- Federal Sources (700's) \$84,191
- Other Sources (800's & 900's) \$17,221

**2017-2018
FUND 10 Revenues
(Unaudited)**



2017-2018
FUND 10 Expenditures
(Unaudited)



Special Project Funds

Includes Fund 21 (Gifts and donations) and Fund 27 (Special Education Funds)

Fund 27 – Special Education

Revenues **\$ 703,802.55**

Expenditures \$ 703,802.55

**\$422,945.73 transferred
from Fund 10 to cover costs**



Debt Service - Fund 39

Accounts for the principal and interest payments related to the District's referendum debt

- Total long-term debt = \$350,000 (as of June 30, 2018 per the annual report)

*** Fund Balance of \$21,980.95

- Our long-term debt limit without going to a referendum = \$1,000,000
- Our non-referendum debt is 35 % of the legal limit
- Our true debt limit is at 10% of our equalized value





FOOD SERVICE - FUND 50



Records all revenues and expenditures related to our food service program



- Fund Balance = \$ 0.00
- Revenues were \$ 247,151.95
- Expenditures were \$ 247,151.95

\$17,187.14 transferred from Fund 10 to bring Fund Balance to zero.

Agency Trust Fund 60 (Student Activity Accounts)

- 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.

Examples of Student Activity Funds

- Student Council
- Class of 2XXX
- Total of the student activity fund is \$59,670.53



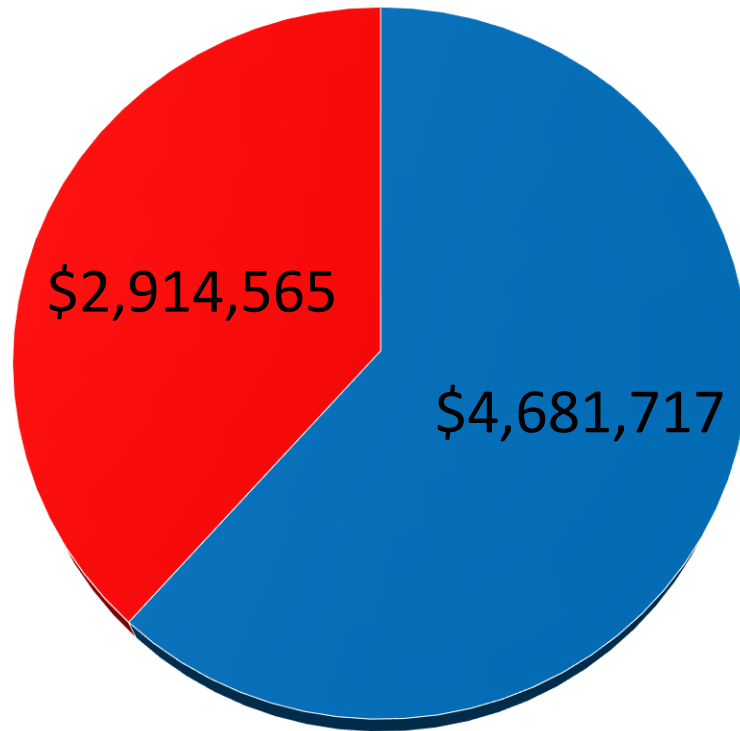
Community Service - Fund 80

The Community Service program ended with a fund balance of \$ 11,982.27

- Establishes and maintains community education, training, recreational, cultural, or athletic programs and services, outside the regular curricular and extracurricular programs for pupils— open to the entire District community.
- Beginning Fund Balance = \$10,785.93
- Revenues were \$ 81,181.66
- Expenditures were \$ 75,678.98
- Ending Fund Balance = \$ 17,484.95
- Not added to our Fund 10 General Levy – it is fee supported.



2017-2018
All Funds Expenditures
(Unaudited)
\$7,596,282



- Salaries & Benefits
- Professional Development, Books, Supplies, Technology, & Other

BUDGET PUBLICATION, 2018-2019**Required Published Budget Summary Format****Fall River**

GENERAL FUND	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19	
Beginning Fund Balance	1,463,175.36	1,507,732.76		
Ending Fund Balance	1,507,732.76	1,477,772.72		
REVENUES & OTHER FINANCING SOURCES				
Transfers-In (Source 100)	0.00	0.00		
Local Sources (Source 200)	2,196,464.41	2,245,544.02		
Inter-district Payments (Source 300 + 400)	363,179.00	342,369.00		
Intermediate Sources (Source 500)	4,024.02	22,045.62		
State Sources (Source 600)	3,419,674.33	3,433,696.32		
Federal Sources (Source 700)	122,833.70	84,190.64		
All Other Sources (Source 800 + 900)	30,372.20	34,145.53		
TOTAL REVENUES & OTHER FINANCING SOURCES	6,136,547.66	6,161,991.13		
EXPENDITURES & OTHER FINANCING USES				
Instruction (Function 100 000)	2,765,814.13	2,874,413.83		
Support Services (Function 200 000)	2,079,040.84	2,047,883.32		
Non-Program Transactions (Function 400 000)	1,247,135.29	1,269,654.02		
TOTAL EXPENDITURES & OTHER FINANCING USES	6,091,990.26	6,191,951.17		

SPECIAL PROJECTS FUND (Fund 21 and 27)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance for Fund 21	177,986.66	178,287.10	
Ending Fund Balance for Fund 21	178,287.10	178,746.20	
REVENUES & OTHER FINANCING SOURCES	656,086.35	703,802.55	
EXPENDITURES & OTHER FINANCING USES	656,086.35	703,802.55	
DEBT SERVICE FUND (Fund 39)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance	32,324.22	21,993.13	
Ending Fund Balance	21,993.13	21,980.95	
REVENUES & OTHER FINANCING SOURCES	360,713.91	364,032.82	
EXPENDITURES & OTHER FINANCING USES	371,045.00	364,045.00	
CAPITAL PROJECTS FUND (Fund 40's)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance	0.00	200.95	
Ending Fund Balance	200.95	200.95	
REVENUES & OTHER FINANCING SOURCES	200.95	0.00	
EXPENDITURES & OTHER FINANCING USES	0.00	0.00	

FOOD SERVICE FUND (Fund 50)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance	0.00	0.00	
Ending Fund Balance	0.00	0.00	
REVENUES & OTHER FINANCING SOURCES	248,472.41	247,151.95	
EXPENDITURES & OTHER FINANCING USES	248,472.41	247,151.95	
COMMUNITY SERVICE FUND (Fund 80)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance	10,785.93	11,982.27	
Ending Fund Balance	11,982.27	17,484.95	
REVENUES & OTHER FINANCING SOURCES	91,434.00	81,181.66	
EXPENDITURES & OTHER FINANCING USES	90,237.66	75,678.98	
PACKAGE & COOPERATIVE PROGRAM FUND (Fund 99)	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
Beginning Fund Balance	0.00	0.00	
Ending Fund Balance	0.00	0.00	
REVENUES & OTHER FINANCING SOURCES	14,090.45	13,653.00	
EXPENDITURES & OTHER FINANCING USES	14,090.45	13,653.00	

Total Expenditures/Revenues

ALL FUNDS	Audited 2016-17	Unaudited 2017-18	Proposed Budget 2018-19
TOTAL EXPENDITURES	7,471,922.13	7,596,282.65	
INTERFUND TRANSFERS (Source 100)	419,942.15	440,132.87	
	0.00	0.00	
NET - TOTAL EXPENDITURES	7,471,922.13	7,596,282.65	

Fund Balance

➤ July 1, 2017 Balance	\$ 1,507,732.76
➤ June 30, 2018	\$1,477,772.72
➤ Fund Balance Decrease	\$ 29,960.04



- The District keeps a targeted goal of at least 15% of the total General Fund expenditures reserved for Fund Balance purposes
- The District is currently at just over 21%
- The Fund Balance that is not immediately committed for future expenditures is important for Cash Reserve.

Importance of Fund Balance

Fund Balance is the cash reserve that is available to the district at the end of the fiscal year to be used as a contingency fund.

- School districts need to maintain adequate financial cash reserves in order to demonstrate a strong fiscal position, solid financial planning, and sound fiscal management.
- Cash reserves must be adequate to protect the short-term and long-term educational opportunities for our children against some type of financial disruption
- Insufficient cash reserves will result in the district borrowing to meet our cash flow needs, which will result in an additional interest expense for taxpayers and fewer taxpayer dollars available for educational programming.

Fund Accounting

- Each District is required by law to account for money in separate accounting entities called funds.
- Each fund has a specific purpose.
- Each Fund accounts for money received (Revenues) and money spent (Expenditures).
- Revenue comes primarily from State Aid and the Property Tax Levy.



Financial Information and Terminology

What are *revenue limits*?

A revenue limit is a spending cap or a limit on the amount of money that a district can raise and spend for its schools.

What does *membership* represent for school districts?

Wisconsin public school districts are required to take resident pupil counts twice per year and report them to the Department of Public Instruction. A 3rd Friday in September and a 2nd Friday in January count is taken each year. Both count dates play an important role determining the amount of state aid allocated for each school district.

What is *equalization aid*?

Equalization aid is the largest funding source that is paid to Wisconsin public school systems for annual operating costs. This equalization formula is a cost-sharing formula, meaning the state and the local district each contribute a portion to fund the total cost. The local district's percentage is determined by property values. The more property value per district, the less aid that district will receive.

STUDENT ENROLLMENT

FTE's
(Full-Time Equivalents)

2016 518



2017 523



2018 509



The Fall River School District reported **501** students during the 3rd Friday count.

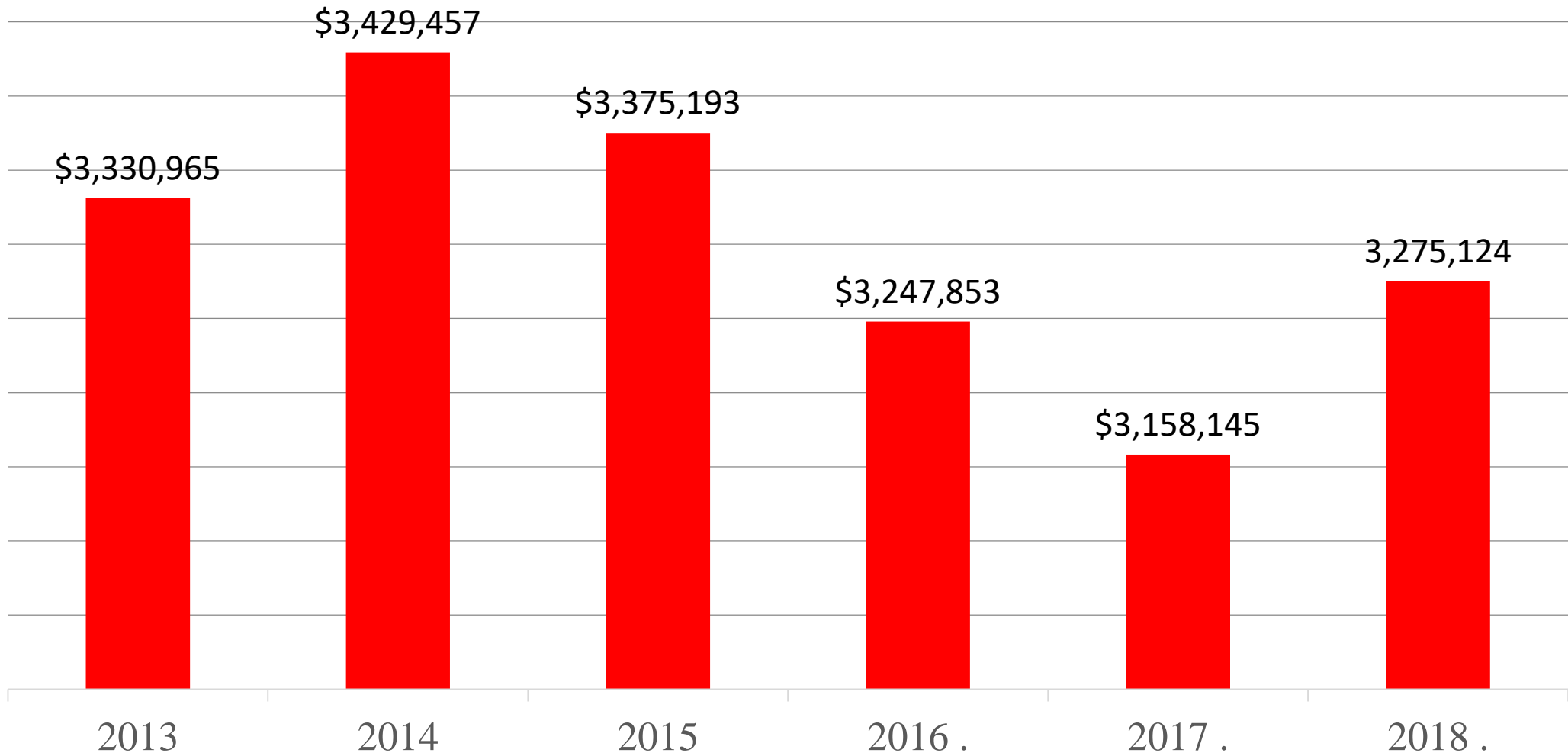
Our 3 year average is **517**
(based on 2016 – 518, 2017 – 523 and 2018 – 509)

The District employs **79**
Teachers, Support Staff and
Administration.

All figures presented are as of
October 15, 2018.



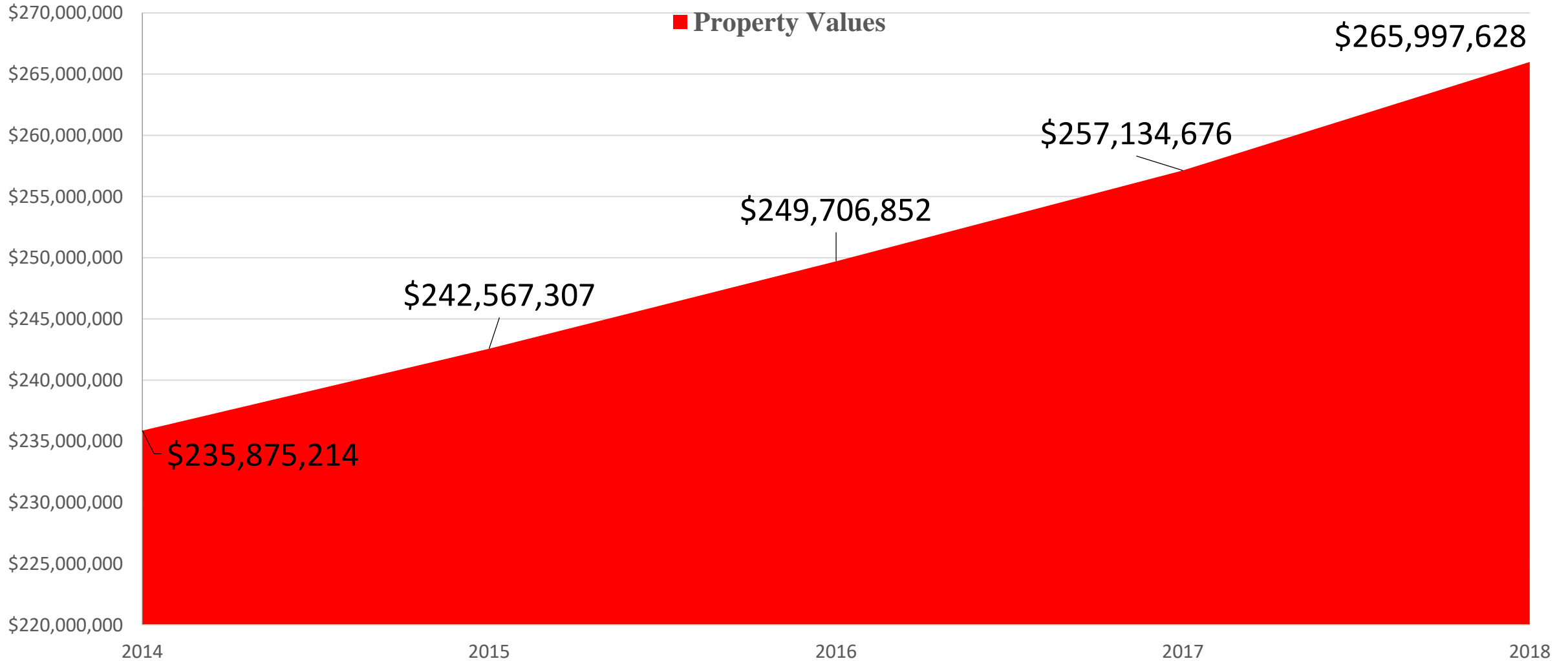
GENERAL STATE AID



The tax levy is based on several factors:

- The tax levy and rates are not finalized until after the 3rd Friday in September enrollment numbers are submitted and approved by the State in October.
- Tax rate increases are based on equalized (market) value. Equalized values become available on October 1st. The equalized values given on October 1st are used in determining the General Aid we receive. This amount is provided from the state on October 15th.
- Municipalities are tax based on assessed value, not equalized value. The assessed value varies between each of the municipalities within the District's boundaries.
- The tax rate is based on the gross school levy (tax). You need to subtract out the "School Levy Credit" to determine the net school levy.
- The school levy credit for each municipality is not determined until December.

Equalized Property Values



Legislation (Effective since 2016-2017)

- Payments for Special Education open enrollment out students will be made by DPI with aid transfers using a flat **\$12,431** rate (and will be adjusted in future years) These payments will be recorded in **Fund 10**.
- Districts may not deny open enrollment to students with disabilities for undue financial burden.
- The enrolling district assumes financial responsibility for providing a free and accessible public education to an open enrolled student with a disability.
- The resident district has **no financial responsibility beyond the \$12,431** aid transfer.
- The students **count toward IDEA Maintenance of Effort** calculations.
- Transit of special education aid (approx. 27% of aidable costs) that previously had to be transferred between districts the year after the year of service to the student **no longer occurs**.
- **The District has to transfer \$503,497 to cover special education costs.**
- **The District experiences a net loss of \$530,065 due to open enrollment (“out’s” vs. “in’s”).**
- **Approximately \$236,000 is to cover open enrollment “out” special education costs.**

2018



2019

The District is:

- Reviewing new compensation models for staff.
- Looking into cooperative partnership opportunities with neighboring districts to be able to offer more opportunities for students (academic and co-curricular).
- Adding a Technology Integration Specialist position, expanding intervention and enrichment services, and expanding high school course offerings, as well as continued curriculum refinement at all levels.
- Expanding and improving facilities to offer opportunities and access for students, families and community.



Fall River Referendum progress

Areas being addressed for our students



Safety & Security
Updates to bell system, clocks, fire alarms, and PA system
Repair and/or replace windows, doors, outdoor lighting & finishes
Facilities Maintenance
Replace chiller, install AC in Main Gym
Replace/repairs roofing on District site and Bus Garage
Replace bleachers
Learning Spaces
Address Technology needs for classrooms – students and staff
GEDO II Classroom
STEM Classroom
Athletics and Community
Athletic Complex (football, track, softball, baseball, community recreation)
Concession area, locker rooms, and restroom facilities

BUDGET PUBLICATION, 2018-2019

Required Published Budget Summary Format

Fall River

GENERAL FUND	Audited 2016-17	Unaudited 2017-18	Budget 2018-19	
Beginning Fund Balance	1,463,175.36	1,507,732.76	1,477,772.72	
Ending Fund Balance	1,507,732.76	1,477,772.72	1,400,728.72	
REVENUES & OTHER FINANCING SOURCES				
Transfers-In (Source 100)	0.00	0.00	0.00	
Local Sources (Source 200)	2,196,464.41	2,245,544.02	1,988,584.00	
Inter-district Payments (Source 300 + 400)	363,179.00	342,369.00	356,424.00	
Intermediate Sources (Source 500)	4,024.02	22,045.62	14,104.00	
State Sources (Source 600)	3,419,674.33	3,433,696.32	3,880,135.00	
Federal Sources (Source 700)	122,833.70	84,190.64	84,399.00	
All Other Sources (Source 800 + 900)	30,372.20	34,145.53	130,000	
TOTAL REVENUES & OTHER FINANCING SOURCES	6,136,547.66	6,161,991.13	6,453,646.00	
EXPENDITURES & OTHER FINANCING USES				
Instruction (Function 100 000)	2,765,814.13	2,874,413.83	2,880,273.00	
Support Services (Function 200 000)	2,079,040.84	2,047,883.32	2,241,508.00	
Non-Program Transactions (Function 400 000)	1,247,135.29	1,269,654.02	1,408,909.00	
TOTAL EXPENDITURES & OTHER FINANCING USES	6,091,990.26	6,191,951.17	6,530,690.00	

SPECIAL PROJECTS FUND (Fund 21 and 27)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance for Fund 21	177,986.66	178,287.10	178,746.20
Ending Fund Balance for Fund 21	178,287.10	178,746.20	179,246.20
REVENUES & OTHER FINANCING SOURCES	656,086.35	703,802.55	764,030.00
EXPENDITURES & OTHER FINANCING USES	656,086.35	703,802.55	764,030.00
DEBT SERVICE FUND (Fund 39)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance	32,324.22	21,993.13	21,980.95
Ending Fund Balance	21,993.13	21,980.95	22,035.95
REVENUES & OTHER FINANCING SOURCES	360,713.91	364,032.82	357,100.00
EXPENDITURES & OTHER FINANCING USES	371,045.00	364,045.00	357,045.00
CAPITAL PROJECTS FUND (Fund 40's)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance	0.00	200.95	200.95
Ending Fund Balance	200.95	200.95	0.00
REVENUES & OTHER FINANCING SOURCES	200.95	0.00	7,617,782.05
EXPENDITURES & OTHER FINANCING USES	0.00	0.00	7,617,983.00

FOOD SERVICE FUND (Fund 50)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance	0.00	0.00	0.00
Ending Fund Balance	0.00	0.00	0.00
REVENUES & OTHER FINANCING SOURCES	248,472.41	247,151.95	249,363.00
EXPENDITURES & OTHER FINANCING USES	248,472.41	247,151.95	249,363.00
COMMUNITY SERVICE FUND (Fund 80)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance	10,785.93	11,982.27	17,484.95
Ending Fund Balance	11,982.27	17,484.95	30,343.95
REVENUES & OTHER FINANCING SOURCES	91,434.00	81,181.66	93,450.00
EXPENDITURES & OTHER FINANCING USES	90,237.66	75,678.98	80,591.00
PACKAGE & COOPERATIVE PROGRAM FUND (Fund 99)	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
Beginning Fund Balance	0.00	0.00	0.00
Ending Fund Balance	0.00	0.00	0.00
REVENUES & OTHER FINANCING SOURCES	14,090.45	13,653.00	20,000.00
EXPENDITURES & OTHER FINANCING USES	14,090.45	13,653.00	20,000.00

Total Expenditures/Revenues

ALL FUNDS	Audited 2016-17	Unaudited 2017-18	Budget 2018-19
TOTAL EXPENDITURES	7,471,922.13	7,596,282.65	8,001,719
INTERFUND TRANSFERS (Source 100)	419,942.15	440,132.87	523,497.00
CAPITAL PROJECTS FUND (Fund 49)	0.00	0.00	7,617,983.00
NET - TOTAL EXPENDITURES	7,471,922.13	7,596,282.65	8,001,719

Comparative Local District Mill Rates 2017-2018

School District	Mill Rate	District Enrollment
Cambria-Friesland	12.27	400
Dodgeland	12.47	798
Horicon	10.00	735
Johnson Creek	12.22	665
Markesan	10.27	828
Oakfield	11.43	541
Pardeeville	10.90	818
Randolph	13.37	541
Rio	12.40	437
Fall River	9.93	480
STATE AVERAGE	9.79	(K-12 Districts)

2018-2019 MAX LEVY LIMIT

- **FUND 10 LEVY** \$ 1,913,084
- **FUND 39 LEVY** \$ 357,000
- **FUND 80 LEVY** \$ 18,000

-
- **TOTAL LEVY** \$ 2,288,084
 - (Computer Aid) \$ 5,067

- **Mill Rate** \$ 8.60 per \$1,000 of
equalized value



Tax Levy, Mill Rate, Equalized Values Historical Data

Year	Tax Levy	Mill Rate	Equalized Value
2013	2, 054,654	9.30	221,027,417
2014	2, 208,302	9.36	235,875,214
2015	2,311,931	9.50	243,273,507
2016	2,513,429	10.07	249,706,852
2017	2,539,039	9.93	257,134,676
2018	2,288,084	8.60	265,997,268

In Conclusion

- With uncertainty at the state level, continued revenue limitations and increasing costs, difficult choices will need to be made to keep the District in good financial condition.
- We will continue to prioritize what is most important to meet the needs of our children ~ helping each student achieve to their fullest potential.
- A motion will be made to adopt a Tax Levy as presented to you, the electorate

Fall River School District



For additional information:

Dr. Michael S. Garrow
(920) 484-3333

mgarrow@fallriver.k12.wi.us

Andy Christensen

achristensen@fallriver.k12.wi.us

Thank you!