

# 2012-13 Financial Report Presentation 2013-14 Budget

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DeForest Area School District  
July 22, 2013

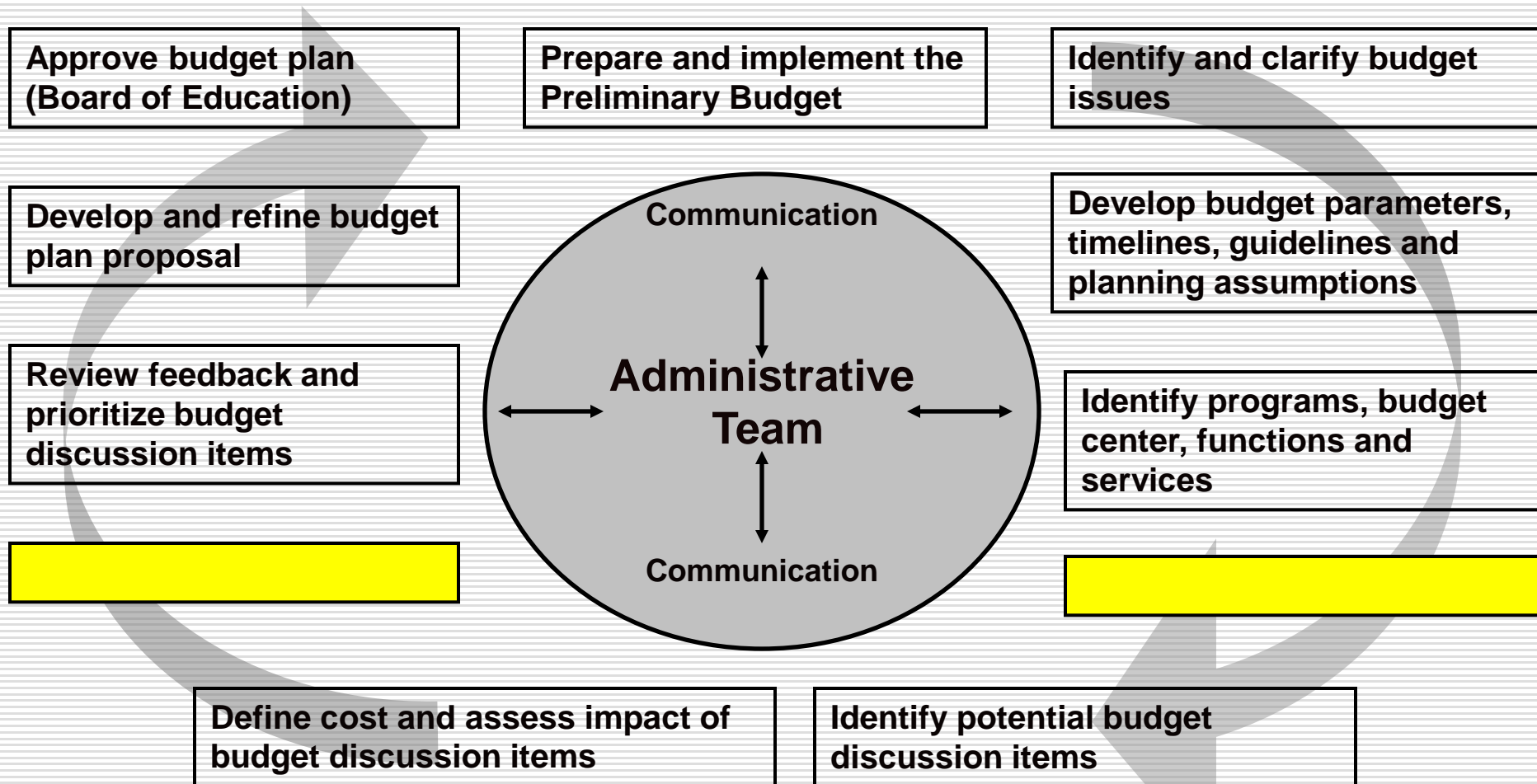
Diane Pertzborn, Director of Business & Auxiliary Services

# Financial Report 2012-2013

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- ❑ Due to timing of annual meeting, closing entries are not yet completed
  - ❑ Will present ending balances at regular meeting in September
  - ❑ Capital projects included facility & technology upgrades
  - ❑ PEP grant final purchases, fitness focus
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# Budget Development Process 2013-2014



# WUFAR - Wisconsin Uniform Financial Accounting Requirements

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- Department of Public Instruction
- Applies to all public elementary and secondary schools
- Uniformity in reporting
- Accountability



# Internal Process - Budgeting Model

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- ❑ Board's guiding principles, policies, goals (pg.9)
- ❑ Budget Center Approach
  - Type of Expenditure
  - Department
  - Initiatives, strategies
  - Area of management responsibility/supervision
  - Accountability



# Required Funds

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- General Fund
  - Special Education
  - Special Revenue
  - Debt Service
  - Capital Projects
  - Community Service
  - Co-operative Programs
  - Fund 10
  - Fund 27
  - Fund 21
  - Fund 38 & Fund 39
  - Fund 40
  - Fund 80
  - Fund 96 & Fund 97
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# General Fund - Revenue

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- 95% of budget controlled by revenue limit which caps funding from two sources
    - State equalization aid
    - Local property taxes
  - Remainder state/fed'l sources
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# Revenue Factors

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- Critical factors in the revenue limit calculation include:
    - Membership
    - Allowable Per Pupil Increase
    - Transfer of Service
  - Federal/State grants
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# Affects of factors 2013-14

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- A change in 3-yr average membership is impacting the revenue limit = increase
  - A change in per pupil amount is impacting the revenue limit = increase
  - Changes in revenue from federal programs is impacting revenue = decrease
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# Projected Membership

Grade	Actual	Projections				
	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Other	9	9	9	9	9	9
4K	132	132	132	132	132	132
K	271	250	250	250	250	250
1	265	260	251	256	256	256
2	260	265	262	251	256	256
3	219	263	268	264	254	259
4	235	219	262	268	266	253
5	253	233	217	260	266	268
6	260	257	237	220	264	269
7	263	264	260	240	223	268
8	245	259	260	256	237	220
9	271	249	263	264	260	240
10	243	275	253	267	268	265
11	227	244	277	254	269	270
12	230	228	245	278	255	270
Adjustment	0	0	0	0	0	0
<b>Year Totals</b>	<b>3,383</b>	<b>3,407</b>	<b>3,446</b>	<b>3,469</b>	<b>3,464</b>	<b>3,484</b>
<b>% Change</b>		0.70%	1.14%	0.69%	-0.15%	0.56%

## 2007-13 Allowable Rev Limit Increase

Fiscal Year	Per pupil Increase	Revenue Limit Increase	Due to per pupil Amount	Due to Membership
2013-14	\$75	\$928,045	\$253,575	\$572,280
2012-13	\$50	\$690,301	\$163,300	\$527,001
2011-12	<b>-\$576</b>	-\$1,445,630	-\$1,856,100	\$410,470
2010-11	\$200	\$573,828	\$547,000	\$26,828
2009-10	\$200	\$666,140	\$648,400	\$17,740
2008-09	\$274	\$1,017,394	\$887,975	\$129,419
2007-08	\$264	\$977,995	\$849,024	\$128,971

# General Fund Budget Publication 2013-14

<b>GENERAL FUND</b>	<b>Audited 2011-2012</b>	<b>Budget 2012-2013</b>	<b>Proposed Budget 2013-2014</b>
Beginning Fund Balance	15,536,912.58	16,076,699.94	16,076,988.94
<b>Ending Fund Balance</b>	<b>16,076,699.94</b>	<b>16,076,988.94</b>	<b>16,076,988.94</b>
<b>REVENUES &amp; OTHER FINANCING SOURCES</b>			
Transfers-In (Source 100)	5,544.79	6,050.00	0.00
Local Sources (Source 200)	18,234,149.87	17,221,509.00	17,465,385.00
Inter-district Payments (Source 300 + 400)	584,161.69	715,693.00	690,000.00
Intermediate Sources (Source 500)	0.00	0.00	0.00
State Sources (Source 600)	14,146,242.41	16,116,724.00	16,571,936.00
Federal Sources (Source 700)	1,365,258.62	902,706.00	313,485.00
All Other Sources (Source 800 + 900)	209,519.16	150,785.00	50,000.00
<b>TOTAL REVENUES &amp; OTHER FINANCING SOURCES</b>	<b>34,544,876.54</b>	<b>35,113,467.00</b>	<b>35,090,806.00</b>
<b>EXPENDITURES &amp; OTHER FINANCING USES</b>			
Instruction (Function 100 000)	15,611,275.45	16,522,320.00	16,364,103.00
Support Services (Function 200 000)	14,609,777.68	14,255,410.00	14,308,703.00
Non-Program Transactions (Function 400 000)	3,784,036.05	4,335,448.00	4,418,000.00
<b>TOTAL EXPENDITURES &amp; OTHER FINANCING USES</b>	<b>34,005,089.18</b>	<b>35,113,178.00</b>	<b>35,090,806.00</b>

# Debt Service

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- District debt free in 2017
  - Plans for new construction/remodel
  - Debt repayment schedule can be designed to limit new borrowing to current annual payment amount
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# Community Service Fund

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- Community recreation and other programs not part of the regular school day
  - Tax levy (\$37,000) includes a portion of the costs of operating the PAC and pool
  - New mandate to cap levy at 2012-13 amount
  - Other revenue (Program fees and facility rental \$54,000)
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# Budget to Tax Levy - Basic Equation

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***To determine the property tax levy:***

**Total Allowable Revenue Under the Limit**

***minus***

**State Equalization Aid**

***equals***

**Property Tax Levy for Funds within the Limit**

# *Changes in State Aid 2005-2012*

<b>Year</b>	<b>State Aid</b>	<b>%Change</b>
2013 Est.	\$15,473,814	+3.1%
2012	\$15,004,117	+11.8%
2011	\$13,414,586	-10.1%
2010	\$14,927,136	-6.8%
2009	\$16,025,477	-9.9%
2008	\$17,802,546	2.5%
2007	\$17,365,579	1.3%
2006	\$17,142,781	1.7%
2005	\$16,855,138	8.8%



# DASD Proposed Tax Levy

<b>General Fund - Fd 10</b>	\$17,234,685
<b>Referendum Debt - Fd 39</b>	2,896,000
<b>Capital Expansion – Fd 41</b>	600,000
<b>Community Service – Fd 80</b>	37,000
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	\$20,767,685

# Computing estimated mil rate

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$$\frac{\text{Total Tax Levy}}{\text{Total Property Value}} \times 1,000 = \text{Mil rate}$$

\$23,767,685

\$1,808,393,648

\$11.48

**Property not certified until October 15**  
**Revenue limit not final until September count date**  
**Aid not certified until October**

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# Property Tax Rate

	<i>2010-2011 Actual</i>	<i>2011-12 Actual</i>	<i>2012-13 Proposed</i>	<i>2013-14 Proposed</i>
<b><i>Tax Levy &amp; Rate Information</i></b>				
<b><i>Tax Levy</i></b>				<b>\$75 Per Pupil</b>
General Fund 10	17,330,415	17,955,904	16,993,309	17,234,685
General Fund Property Tax Chargebacks	0	0		0
Debt Service Fund 38 (Non-Referendum)	244,000	225,000		0
Debt Service Fund 39	3,209,000	3,300,000	2,878,000	2,896,000
Capital Expansion Fund	750,000	217,007	350,000	600,000
Community Service Fund 80	10,000	0	37,000	37,000
<b><i>Total Tax Levy</i></b>	<b><i>21,543,415</i></b>	<b><i>21,697,911</i></b>	<b><i>20,258,309</i></b>	<b><i>20,767,685</i></b>
<b><i>Equalized Value</i></b>				
Equalized Value of the District	1,899,703,953	1,867,937,370	1,808,393,648	1,808,393,648
Equalized Increase Over Prior Year	-4.56%	-1.67%	-3.19%	0.00%
<b><i>Tax Rate/\$1,000 of Equalized Value</i></b>				
General Fund Tax Rate	9.12	9.61	\$9.40	\$9.53
Debt Service Fund Tax Rate	1.82	1.89	\$1.59	\$1.60
Community Service Tax Rate	0.01	0.00	\$0.02	\$0.02
<b><i>Total Tax Rate</i></b>	<b><i>11.34</i></b>	<b><i>11.62</i></b>	<b><i>11.20</i></b>	<b><i>11.48</i></b>
	13.68%	2.43%	-3.56%	2.51%

# Property Tax Rate

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General Fund Property Tax Chargebacks	0	0		0
Debt Service Fund 38 (Non-Referendum)	244,000	225,000		0
Debt Service Fund 39	3,209,000	3,300,000	2,878,000	2,896,000
Capital Expansion Fund	750,000	217,007	350,000	600,000
Community Service Fund 80	10,000	0	37,000	37,000
<b><i>Total Tax Levy</i></b>	<b><i>21,543,415</i></b>	<b><i>21,697,911</i></b>	<b><i>20,258,309</i></b>	<b><i>20,767,685</i></b>
<b><i>Equalized Value</i></b>				
Equalized Value of the District	1,899,703,953	1,867,937,370	1,808,393,648	1,844,561,521
Equalized Increase Over Prior Year	-4.56%	-1.67%	-3.19%	<b>2.00%</b>
<b><i>Tax Rate/\$1,000 of Equalized Value</i></b>				
General Fund Tax Rate	9.12	9.61	\$9.40	\$9.34
Debt Service Fund Tax Rate	1.82	1.89	\$1.59	\$1.57
Community Service Tax Rate	0.01	0.00	\$0.02	\$0.02
<b><i>Total Tax Rate</i></b>	<b><i>11.34</i></b>	<b><i>11.62</i></b>	<b><i>11.20</i></b>	<b><i>11.26</i></b>
	13.68%	2.43%	-3.56%	0.50%

# Distribution of Levy to Municipalities

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A municipality's total  
*equalized* value in school  
district

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The total *equalized* value  
for all municipalities in  
school district

=

the municipality's  
share of school  
district levy

# Calculating municipality's share

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<b>MUNICIPALITY</b>	<b>2012 EQUALIZED VALUE</b>	<b>% OF DISTRICT</b>
<i>Village of DeForest</i>	\$710,999,000	39.32%
<i>Town of Hampden</i>	\$41,770	0.00%
<i>Town of Leeds</i>	\$48,641,996	2.69%
<i>Town of Bristol</i>	\$1,124,378	0.06%
<i>Town of Burke</i>	\$232,983,699	12.88%
<i>Town of Vienna</i>	\$91,472,383	5.06%
<i>Town of Windsor</i>	\$547,301,070	30.26%
<i>City of Madison</i>	\$172,284,986	9.53%
<i>City of Sun Prairie</i>	\$3,544,366	0.20%
<b>TOTALS</b>	<b>\$1,808,393,648</b>	<b>100.00%</b>

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<b><i>October 2010</i></b>	<b>DEFOREST</b>	<b>WINDSOR</b>		
Full Value	\$769,790,000	\$580,592,989	\$1,899,703,953	
% of District	40.52%	30.56%	100.00%	
\$ Change	-\$56,197,800	-\$25,120,511	-\$90,843,494	
% Change	-6.80%	-4.15%	-4.56%	
Local Tax	\$8,729,731	\$6,584,160	\$21,543,415	\$11.34
\$ Change	\$490,040	\$541,828	\$1,686,587	
% Change	5.95%	8.97%	8.49%	
<b><i>October 2011</i></b>				
Full Value	\$752,366,200	\$571,723,069	\$1,867,937,370	
% of District	40.28%	30.61%	100.00%	
\$ Change	-\$17,423,800	-\$8,869,920	-\$31,766,583	
% Change	-2.26%	-1.53%	-1.67%	
Local Tax	\$8,739,466	\$6,641,120	\$21,697,911	\$11.62
\$ Change	\$9,734	\$56,960	\$154,496	
% Change	0.11%	0.87%	0.72%	
<b><i>October 2012</i></b>				
Full Value	\$710,999,000	\$547,301,070	\$1,808,393,648	
% of District	39.32%	30.26%	100.00%	
\$ Change	-\$41,367,200	-\$24,421,999	-\$59,543,722	
% Change	-5.50%	-4.27%	-3.19%	
Local Tax	\$7,964,879	\$6,131,073	\$20,258,309	\$11.20
\$ Change	-\$774,586	-\$510,047	-\$1,439,602	
% Change	-8.86%	-7.68%	-6.63%	

# How does this affect my tax bill?

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	% change	\$ change	Property value	Mil Rate	Tax	
2010	-6.80%		\$200,000	\$11.34	\$2,268.00	
2011	-2.26%	-\$4,520	\$195,480	\$11.62	\$2,271.48	
2012	-5.50%	-\$10,751	\$184,729	\$11.20	\$2,068.96	
2013	0.00%	\$0	\$184,729	\$11.48	\$2,120.68	\$51.72

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# Next steps-important dates

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- ❑ September 20<sup>th</sup> - 3<sup>rd</sup> Friday count
  - ❑ Adjustments to revenue limit
  - ❑ October 1<sup>st</sup> Dept. of Rev property values
  - ❑ October 15<sup>th</sup> final state aid calculation
  - ❑ October 21st board action
  - ❑ Notices sent to municipalities
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# 2012-13 Budget Hearing

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Citizen input, questions

Please state name and address

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# *Motion to approve*

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## *Proposed motion:*

“I make a motion to approve the 2013-14 tax levy of \$20,767,685 of which \$17,234,685 is for the General Fund, \$2,896,000 is for Fund 39 Referendum Debt, \$6000,000 is for Capital Expansion, and \$37,000 is for Community Service fund.”

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