

2020-21 Budget Hearing

JULY 20, 2020

7:00 PM

HOMESTEAD HIGH SCHOOL PERFORMING ARTS CENTER

Budget Hearing Agenda



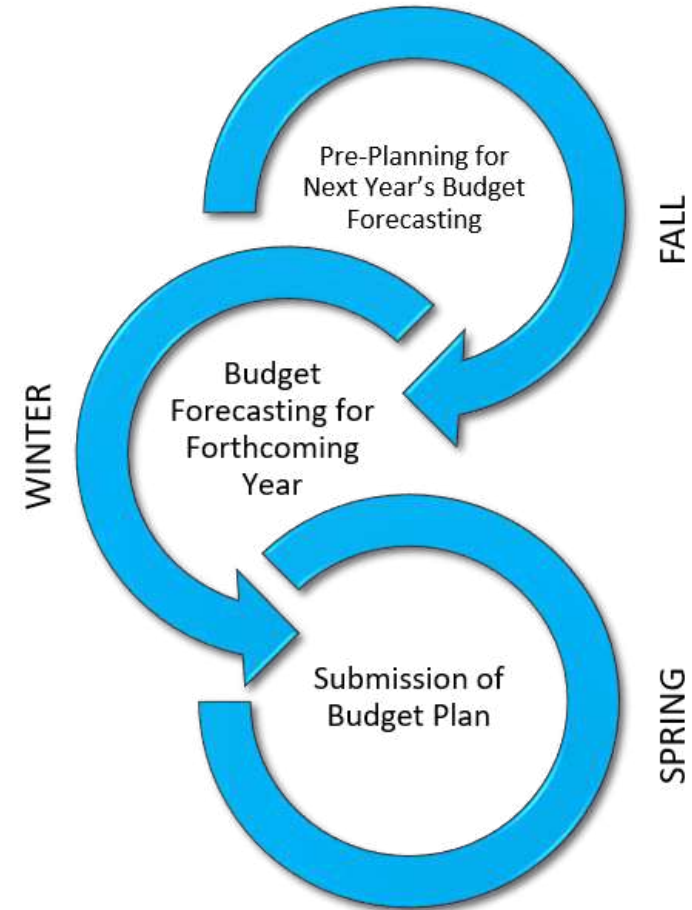
The Launchpad to Success 

1. Call to Order by School Board President
2. Pledge of Allegiance
3. Presentation of Proposed 2020-21 Budget
4. Motion to Approve the Proposed 2020-21 Budget
Move to approve the proposed 2020-21 school district budget in the total amount of \$64,326,675.
5. Discussion and Questions Regarding the Proposed 2020-21 Budget
6. Action by the School Board to Approve the 2020-21 Budget
7. Adjourn Budget Hearing

Budget Development

Our best estimates of the resources and costs necessary to operate the school district for the upcoming school year.

The budget development process started in Fall 2019 and will be complete in October 2020.



2020-21 Budget

Strategic

Student Focused

Promotes Quality Learning Environments

Fiscally Responsible

Forward Thinking



Addressing COVID-19

What Districts Are Hearing

- Potential loss in state revenues in order to offset economic impact in the state
- Another relief bill may be coming, but unsure of financial benefit for schools

Addressing COVID-19

Anticipated Additional Costs

- Cleaning
- Transportation
- Staffing
- Technology
- Sanitizing and PPE equipment
- Modifications to spaces (i.e. classrooms, offices, common areas)

Addressing COVID-19

How Are We Planning?

- Utilizing 2019-20 budget efficiencies
 - ◆ Pre-paid Apple Computer Lease
 - ◆ Moved B&G projects from 2020-21
 - ◆ Transferred additional funds into Fund 46
- Holding all staff increases for 2020-21 until we have more details surrounding state level decisions related to school funding

With this approach, the district has approximately \$1.5million in budget flexibility for 2020-21

Budget Assumptions

Decrease of 40 resident students

\$179 per pupil funding within the revenue limit

\$0 increase in per pupil categorical aid

2.5% overall increase in Equalized Property Values

General Aid Estimates - \$1,500,000

Levy to Maximum Authority

Enrollment

Historical, Current and Projected Resident Enrollment Data

2011-12 through 2020-21

Grade	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
ECH	38	32	32	37	9	13	15	21	12	5
4K	0	0	0	0	150	134	167	186	173	167
5K - 5	1,365	1,350	1,391	1,372	1,343	1,314	1,319	1,356	1,371	1,411
6 - 8	815	815	811	841	834	830	811	812	791	790
9-12	<u>1,279</u>	<u>1,275</u>	<u>1,271</u>	<u>1,242</u>	<u>1,259</u>	<u>1,284</u>	<u>1,270</u>	<u>1,269</u>	<u>1,292</u>	<u>1,226</u>
	3,497	3,472	3,505	3,492	3,595	3,575	3,582	3,644	3,639	3,599
<i>Inc/Dec</i>	-127	-25	33	-13	103	-20	7	62	-5	-40
% Change	-3.50%	-0.71%	0.95%	-0.37%	2.95%	-0.56%	0.20%	1.73%	-0.14%	-1.10%

*2015 - 1ST year 4K program.

Enrollment

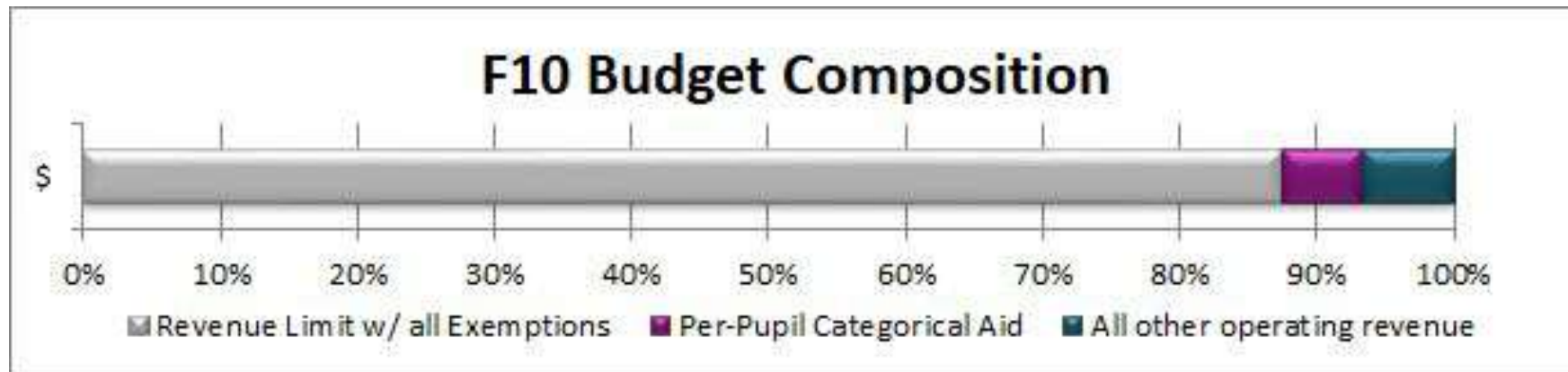
Level	2019-20	2020-21 projected	Inc/(Dec)
Elementary	1,556	1,583	27
Middle	791	790	(1)
High	1,292	1,226	(66)

*Enrollment numbers in table are from 3rd Friday count in September and are not adjusted to reflect FTE

Budgeting Basics - Revenue Limit

Revenue Limit

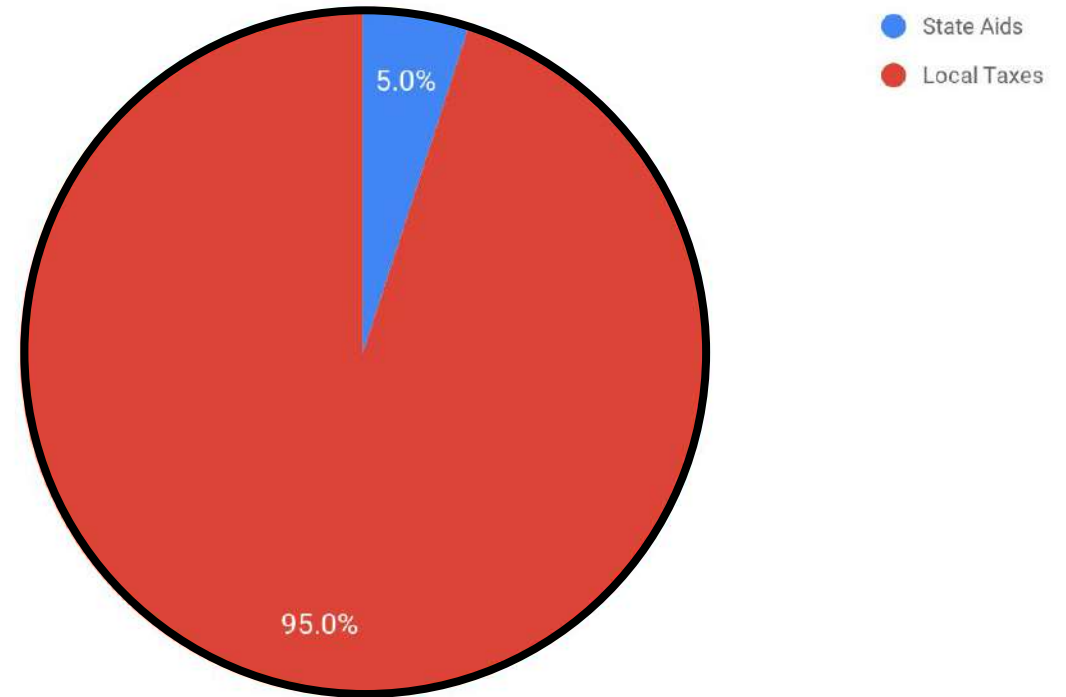
- Restricts amount a school district can levy to the community
- Based on a formula that uses resident enrollment
- Operational Budget largely controlled by state calculations



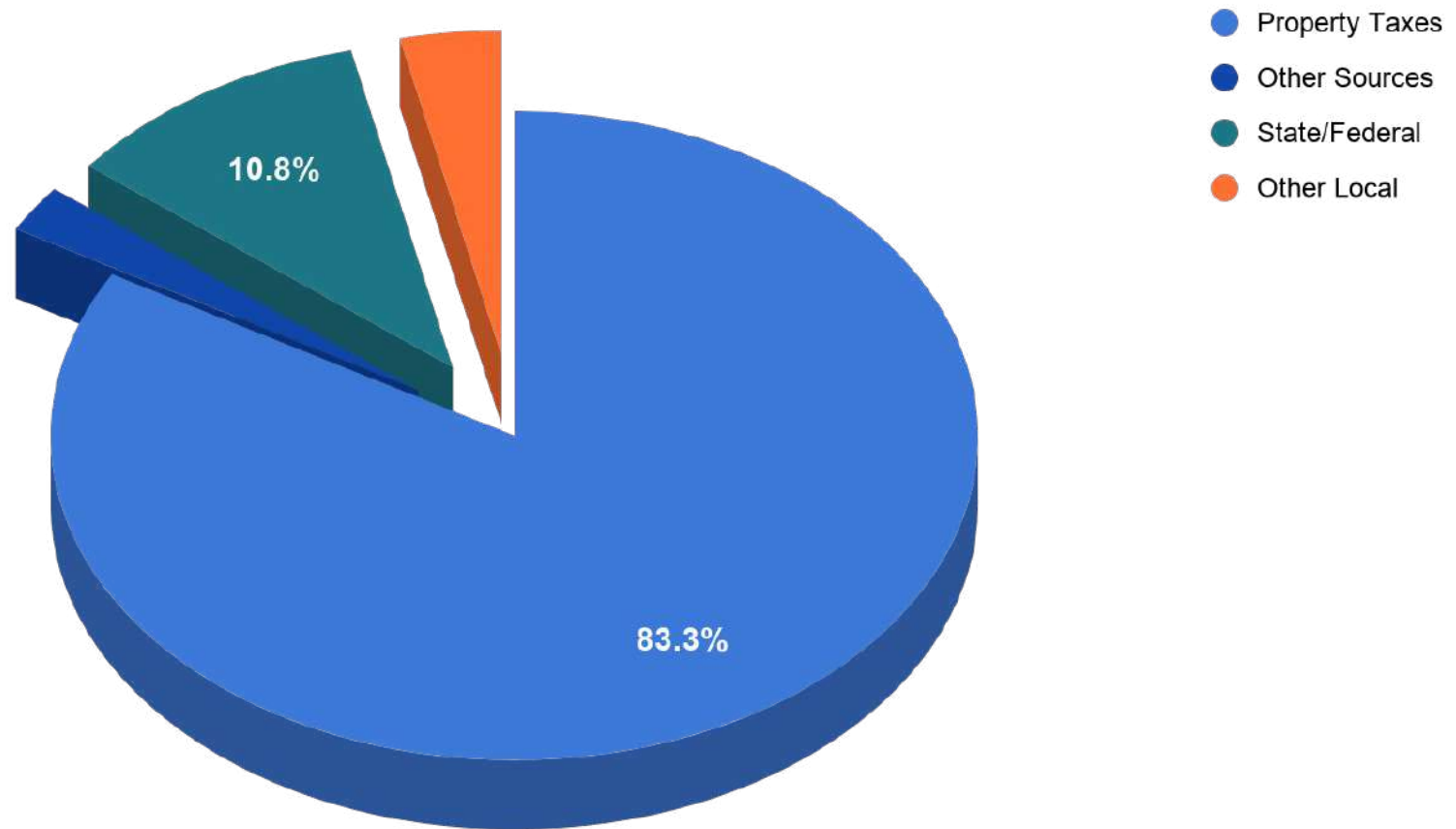
Budgeting Basics - Revenue Limit

Think of the Revenue Limit as a pie:

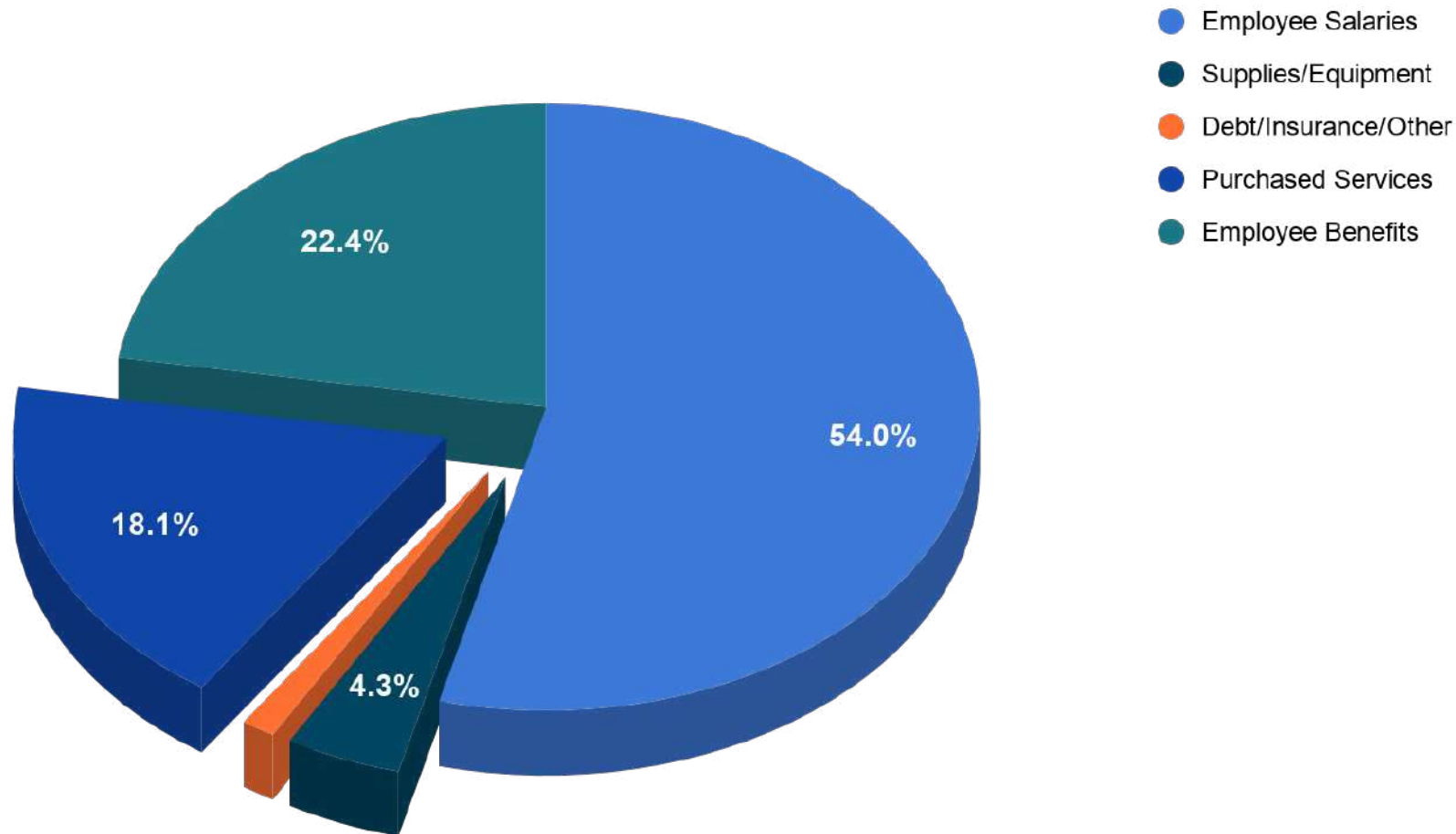
- The limit itself is the outer “crust”, defining the size of the pie.
- There are two “fillings”, state aids and local taxes. As one increases, the other decreases.



General & Special Education – Revenue Analysis



General & Special Education – Expenditure Analysis



General Fund – Fund 10

Total Budget - \$46,026,052

→ Increase of 3.1% from 2019-20 budget

Tax Levy - \$38,085,481

→ Increase of 2.3%

→ \$7.05/\$1,000 of total levy

The General Fund accounts for district general operating expenses.

Special Projects Fund – Fund 21

Total Budget - \$800,000

The special projects fund is used to account for trust funds, such as gifts and donations that are used for district operations.

Special Education Fund – Fund 27

Total Budget - \$7,400,154

The Special Education Fund is used to account for the cost of providing special education and related services for students with disabilities.

Debt Service Fund – Fund 30

Fund 39

Total Budget - \$2,709,720

Tax Levy - \$4,460,596

- \$.83/\$1,000 of total levy
- Additional levy amount of \$1,550,000

Outstanding Long Term Debt amount is \$57,545,000

- 2015 and 2020 referendums
- Expires in 2040

The Debt Service Fund is used to account for the retirement of long-term debt according to a schedule established when debt was incurred.

Capital Projects Fund – Fund 40

Fund 46

Total Budget \$0

Balance on 6/30/2020 - \$1,445,826.17

Accessible in July 2020

The Long Term Capital Improvement Trust Fund is used to fund capital projects per a district long-term capital improvement plan.

Fund 46 is financed with a transfer from fund 10.

Capital Projects Fund – Fund 40

Fund 49

Total Budget \$5,000,000

The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of capital facilities.

Fund 49 is financed with proceeds from the district's approved referendum borrowing.

Food Service Fund – Fund 50

Total Budget - \$1,350,000

- Self-sufficient – no tax or budget subsidy from district
- Surplus funds must remain in food service account
- National School Lunch Program Participant
- Operated by Aramark Education

Community Service Fund – Fund 80

Supports operation of the M-T Recreation Department

Activities that serve the Community

Provides Recreation, Leisure and Enrichment activities for youth, adults and seniors.

Summer Youth Academy

Before and After School Program – Kids' Campus

Community Service Fund – Fund 80

Proposed Budget - \$1,040,749

→ Supported Primarily by User Fees (78%)

→ Proposed Tax Levy - \$227,580

\$.04/\$1,000 of total levy

No Increase since 2009-10

Community Service Fund – Fund 80

	Actual 2018-19	Unaudited 2019-20	Budget 2020-21	Inc/(Dec)
Ending Fund Balance	244,979	6,976	6,976	(238,003)
Revenue*	1,031,594	686,544.17	1,040,749	354,204.83
Expenditures	968,068	924,546.78	1,040,749	116,202.22

*Includes tax levy

MEQUON-THIENSVILLE SCHOOL DISTRICT

2020-21 BUDGET SUMMARY

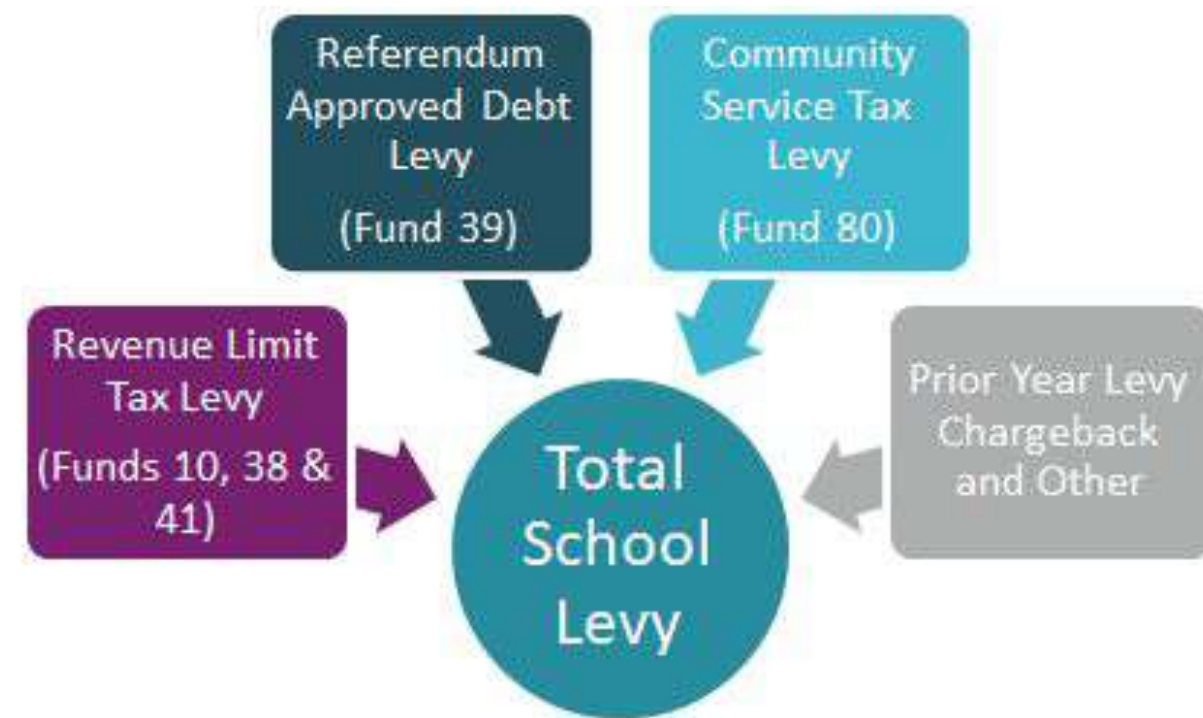
The following table summarizes the proposed 2020-21 Budget, dollar change and percent increase as compared to the 2019-20 Budget:

	2019-20	2020-21	Dollar	Percent	
	<u>Budget</u>	<u>Proposed</u>	<u>Change</u>	<u>Change</u>	
General Fund (10)	\$44,672,077	\$46,026,052	\$1,353,975	3%	
Special Projects Fund (21)	\$750,000	\$800,000	\$50,000	7%	
Special Education Fund (27)	\$7,156,964	\$7,400,154	\$243,190	3%	
Capital Projects Fund	\$0	\$5,000,000	\$5,000,000	100%	
Debt Service Fund (30)	\$2,015,448	\$2,709,720	\$694,272	34.40%	
Food Service (50)	\$1,180,000	\$1,350,000	\$170,000	14.40%	
Community Service Fund (80)	\$934,412	\$1,040,749	\$106,337	11.40%	
Gross Total Expenditures - All Funds	\$56,708,901	\$64,326,675	\$7,617,774		
Less: Interfund Transfers- All Funds	\$4,715,313	\$5,024,874	\$309,561		
Net Total Expenditures - All Funds	\$51,993,588	\$59,301,801	\$7,308,213		
Percentage Increase - Net Total Fund Expenditure from Prior Year				14.06%	

2020-21 Proposed Tax Levy

→ Total Proposed Levy: \$42,773,657

Maximum tax levy allowed based on current projections in state aid, state budget assumptions and enrollment.



Tax Levy & Rate Information

Fund	2020-21 Proposed Levy	2020-21 Proposed Mill Rate	2019-20 Levy	2019-20 Mill Rate	Inc/(Dec)	% Change
General	\$38,085,481	7.05	\$37,214,812	7.06	\$870,669	2.34%
Debt Service	\$4,460,596	0.83	\$3,038,348	0.58	\$1,422,248	46.81%
Community Service	\$227,580	0.04	\$227,580	0.04	\$0	0.00%
Total	\$42,773,657	7.92	\$40,480,740	7.68	\$2,292,917	5.66%

Tax Levy & Rate Information

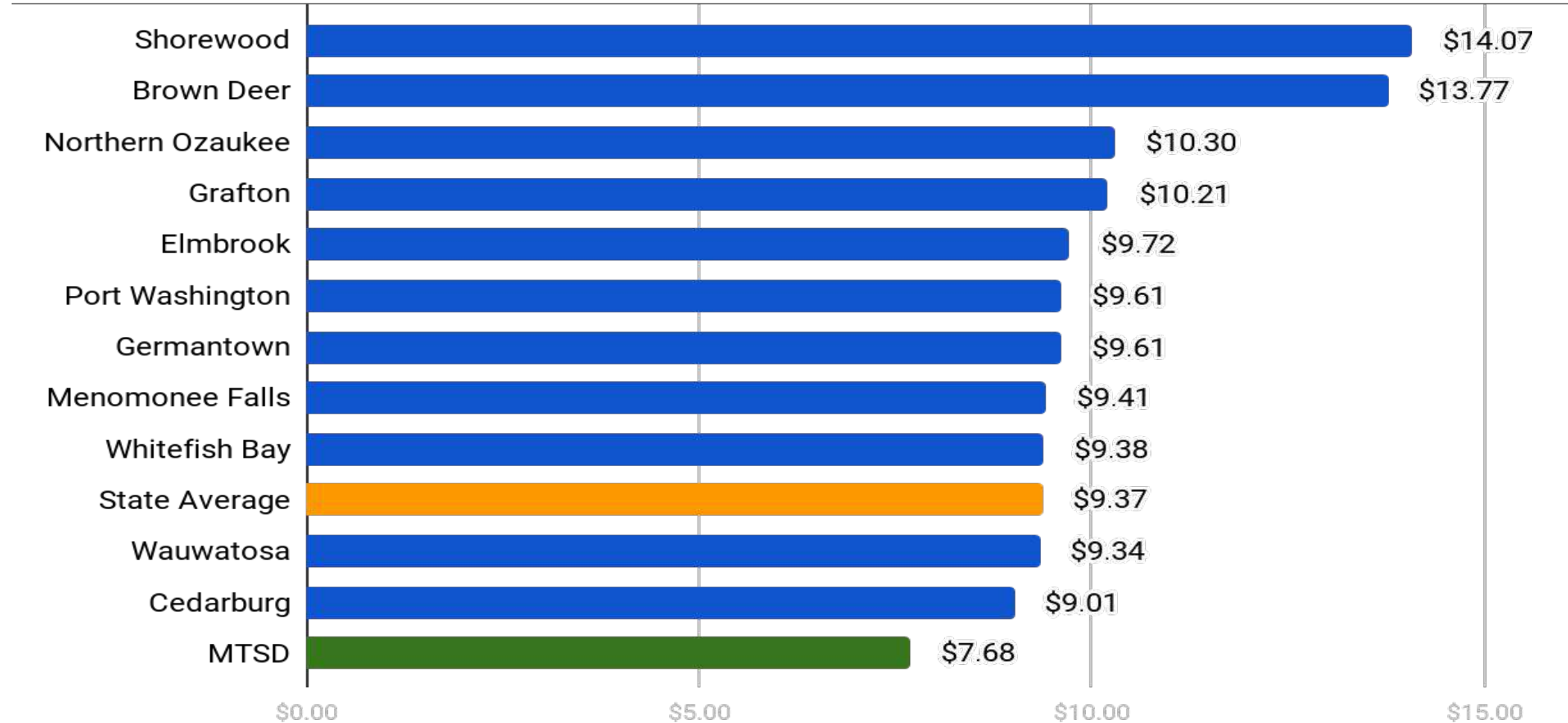
EFFECT OF CHANGES IN EQUALIZED VALUATION ON TAX RATE

Percent Change	Equalized Valuation	Dollar Amount Impact	Mill Rate
0.00%	\$5,269,340,958		8.11746
1.00%	\$5,322,034,368	52,693,410	8.03709
2.00%	\$5,374,727,777	105,386,819	7.95829
2.50%	\$5,401,074,482	131,733,524	7.91947
3.00%	\$5,427,421,187	158,080,229	7.88103
4.00%	\$5,480,114,596	210,773,638	7.80525

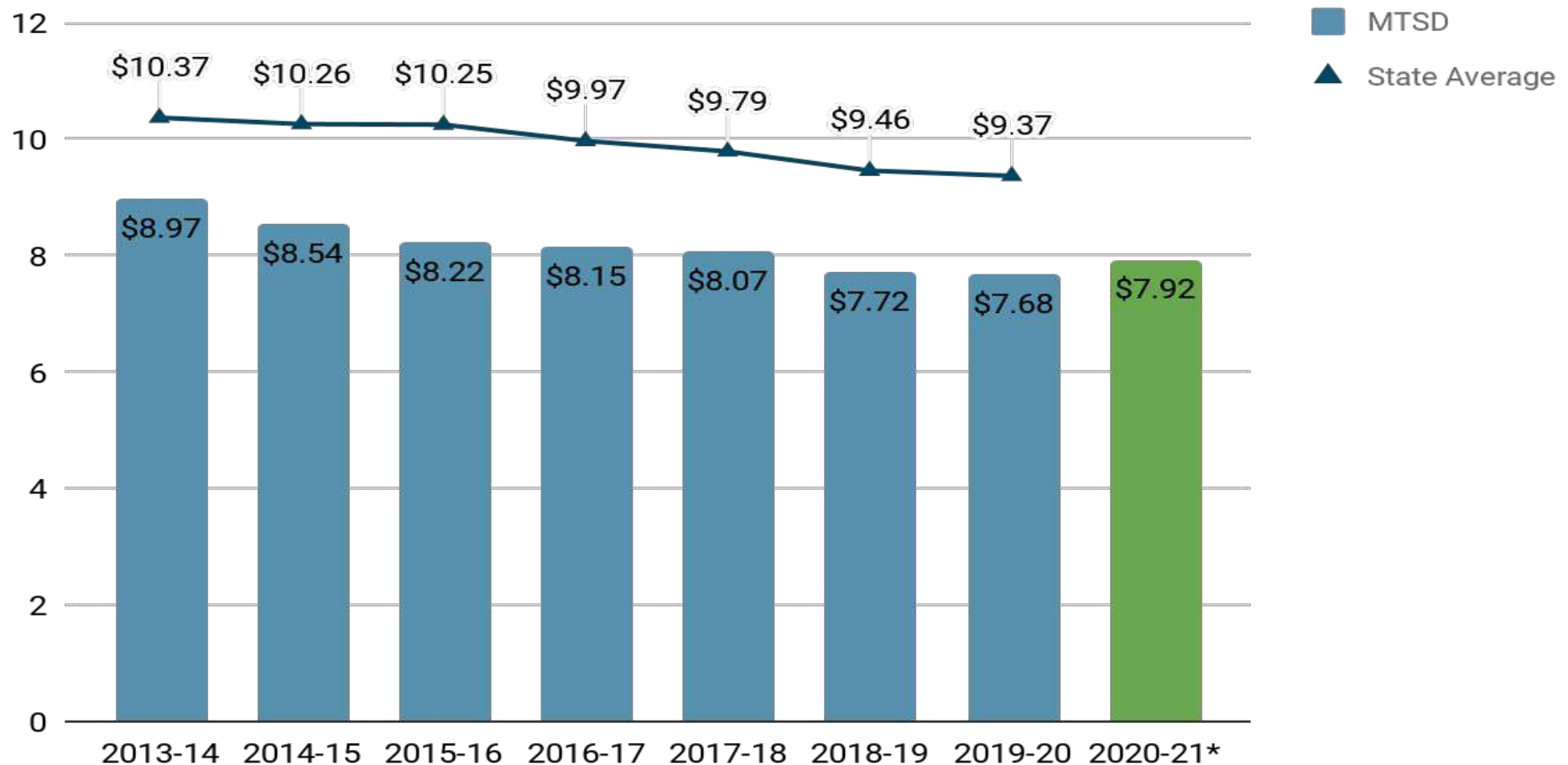
2020-21 School Levy Impact

Value of Home	2019-20 (actual)	2020-21 (proposed)	Change(+/-)
200,000	\$1,536.00	\$1,584.00	+48.00
400,000	\$3,072.00	\$3,168.00	+96.00
600,000	\$4,608.00	\$4,752.00	+144.00
800,000	\$6,144.00	\$6,336.00	+192.00

Mill Rate Comparison 2019-20



Historical Mill Rate Analysis



2020-21 Budget

Strategic

Student Focused

Promotes Quality Learning Environments

Fiscally Responsible

Forward Thinking



Budget Hearing

Motion to Approve Proposed 2020-21 Budget

Move to approve the proposed 2020-21 school district budget in the total amount of \$64,326,675.

Budget Hearing

Discussion and Questions Regarding the
Proposed 2020-21 Budget



Budget Hearing

Action by the School Board to Approve the 2020-21
Budget



Budget Hearing

Adjourn 2020-21 Budget Hearing



Annual District Meeting



July 20, 2020

***Immediately Following Budget
Hearing***

HHS Performing Arts Center

Annual Meeting Agenda



The Launchpad to Success 

1. Call to Order by School Board President
2. Reading of Published Notice of the Meeting by School Board Clerk
3. Election of Chairperson
4. Explanation of Rules Governing Annual Meeting and Adoption of Rules for Use at the Annual Meeting
5. Approval of the Agenda
6. Approval of Minutes from 2019 Annual Meeting
7. Report from the Superintendent
8. Report of the Treasurer
9. Resolution to Approve the 2020-21 Operational, Debt Service and Community Service Fund Tax Levy:

WHEREAS, it is the responsibility of the electors present at the Annual Meeting of the Mequon-Thiensville School District, to establish a tax levy for the operation of the District, and

WHEREAS, the School Board has the legal authority to modify this tax levy on or before November 1.

NOW, THEREFORE, BE IT RESOLVED that a tax in the amount of \$42,773,657 be approved for the 2020-21 school year to include: a General Fund levy in the amount of \$38,085,481; Debt Service tax levy in the amount of \$4,460,596; and Community Service tax levy in the amount of \$227,580.

10. Discussion on the 2020-21 Operational, Debt Service and Community Service Fund Tax Levy
11. Action by Electorate to Adopt Resolution for the 2020-21 Operational, Debt Service and Community Service
12. Action to Authorize School Board to Establish Date for 2021 Annual Meeting
13. Adjournment

2020 Annual Meeting



Reading of Published Notice of
the Meeting by School Board Clerk
Paula Taebel

2020 Annual Meeting

Election of Chairperson



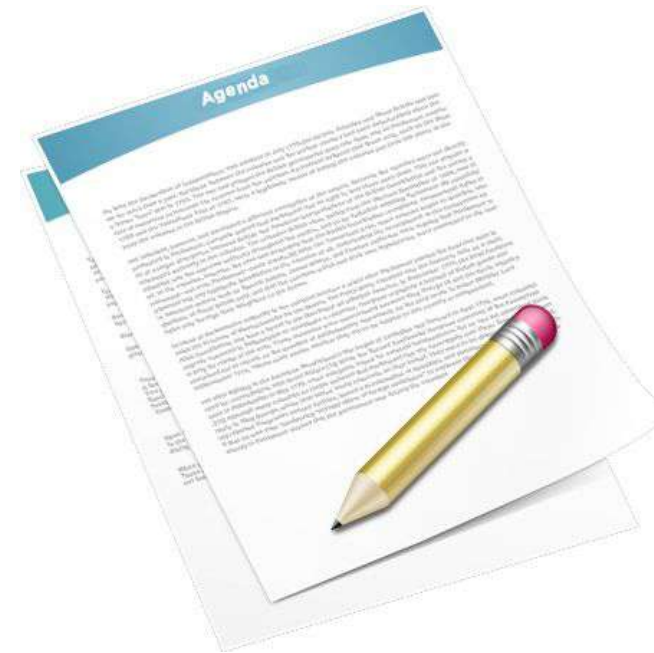
2020 Annual Meeting

Explanation of Rules Governing
Annual Meeting and Adoption
of Rules for Use at the Annual
Meeting



2020 Annual Meeting

Approval of the Agenda



2020 Annual Meeting

Approval of Minutes from
2019 Annual Meeting



2020 Annual Meeting



Report from the Superintendent
Dr. Matthew Joynt

2020 Annual Meeting



Report of the Treasurer
John Daniels III

2020 Annual Meeting

Treasurer's Report For Period Ending June 30, 2020

Fund	Assets	Liabilities	Balance	Change in Balance	Fund Balance as % of Expenditures	Change in Fund Balance Percentage
General	13,963,012.00	2,711,977.00	11,251,035.00	493,524.00	25.54%	0.97%
Special Projects	421,946.00	138,957.00	282,989.00	79,424.00 -		
Debt Service	2,292,197.00	0.00	2,292,197.00	1,291,809.00 -		
Capital Projects	42,156,905.00	0.00	42,156,905.00	524,908.00 -		
Food Service	707,754.00	178,124.00	529,630.00	40,837,939.00	43.83%	7.83%
Community Service	7,485.00	509.00	6,976.00	(238,003.00)	0.75%	-18.50%
OPEB Trust	1,443,592.00	0.00	1,443,592.00	112,567.00 -		

2020 Annual Meeting

OPEB Trust Fund (73)

- Trust Fund Balance as of 6/30/20 – \$1,443,952
- Investment Return Earned Since Last Annual Meeting - \$37,566
- Total Disbursements Made Since Last Annual Meeting - \$0
- Investments managed by PMA Financial Network, Inc.

2020 Annual Meeting

Resolution to Approve the 2020-21 Operational, Debt Service and Community Service Fund Tax Levy:

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Annual Meeting

Discussion on the 2020-21 Operational, Debt Service and Community
Service Fund Tax Levy

2020 Annual Meeting

Procedures for Addressing the Chair:

- Any person wishing to speak should please rise, proceed to nearest microphone and wait to be recognized by Chair.
- When recognized by Chair, state your name and address.
- Limit comments to *no more than 3 minutes*.
- Limit comments to the substance of the agenda item being discussed.
- Once all speakers who have indicated any interest to speak have had an opportunity, persons wishing to speak again on the agenda item being discussed will be given an additional opportunity to speak.

2020 Annual Meeting

Action by Electorate to Adopt Resolution for the
2020-21 Operational, Debt Service and
Community Service Fund Tax Levy

2020 Annual Meeting

2020-21 Proposed Tax Levy

- General Fund - \$38,085,481
- Debt Service - \$4,460,596
- Community Service - \$227,580
- Total 2019-20 Levy - \$42,773,657
- Increase of \$2,292,917 or 5.66% from 2019-20 levy

2020 Annual Meeting

Action to Authorize School Board to Establish Date
for 2021 Annual Meeting

PROPOSED
2021 Annual Meeting
July 26, 2021
7:00 p.m.
Location - TBD

2020 Annual Meeting

Adjournment

