



River Valley School District Budget Hearing

Date: Thursday, October 27, 2016

Time: 7:00 p.m.

Location: River Valley High School

Little Theater

660 Varsity Blvd

Spring Green, WI 53588





2016-2017 Board of Education

<u>Name</u>		<u>Address</u>	<u>Area</u>	<u>Term Expires</u>
Kathy Jennings	President	Arena	1	4/24/2017
Deborah Nelson	Clerk	Arena	2	4/24/2017
Paul Cummings		Dodgeville	3	4/25/2019
Brice McCauley		Lone Rock	4	4/24/2017
Mark Strozinsky		Lone Rock	5	4/23/2018
Sara Young		Spring Green	6	4/25/2019
Fred Iausly	Treasurer	Spring Green	7	4/25/2019
Dick Cates		Spring Green	8	4/23/2018
John Bettinger	Vice-President	Plain	9	4/25/2019



2016-2017 Administration

<u>Name</u>	<u>Position</u>
Tom Wermuth	District Administrator
Darby Blakley	High School Principal
James Radtke	Middle School Principal
Jaime Hegland	Elementary Director
Brian Krey	Director of Academic Services & Associate Elementary Principal
Lisa Kjos	Pupil Services & Special Education Director School Psychologist
Jon Novak	Business Manager

District Initiatives

- 4K at Plain Elementary and Spring Green Elementary
- Class configurations
- RVTV
- RV eSchool
- One to One Technology Initiative
- Population and Enrollment Study
- Operating Referendum
- Facilities Study (Currently on Hold)
- Energy Efficiency Programs (Next Slide)

Energy Efficiency Programs

- September 8, 2016 School Board pass a resolution to exceed 2016-2017 and 2017-2018 Revenue Limit by \$600,000 each fiscal year
- One-time, non-recurring exemption
- Roof replacement at High School over band and choir rooms as well as oldest gymnasium
- HVAC, Boiler and hot water heater replacement at High School
- Energy efficient entryway at High School
- Payback is 8.7 years



Overview of Budget

- Budget Publication
 - Budget Hearing is a Breakdown of the Budget Publication



Fund Definitions

- Fund 10: General Fund
- Fund 21: Special Projects Fund - Gifts
- Fund 27: Special Education Fund
- Fund 38: Non-Referendum Debt Service Fund
- Fund 39: Debt Service Fund
- Fund 49: Other Capital Projects Fund
- Fund 50: Food Service Fund
- Fund 72: Scholarship Trust Fund
- Fund 80: Community Service Fund
 - All funds are set by Wisconsin Uniform Financial Accounting Requirements (WUFAR) RVSD uses 5,390 different accounts
 - Funds used to help in budgets and accountability

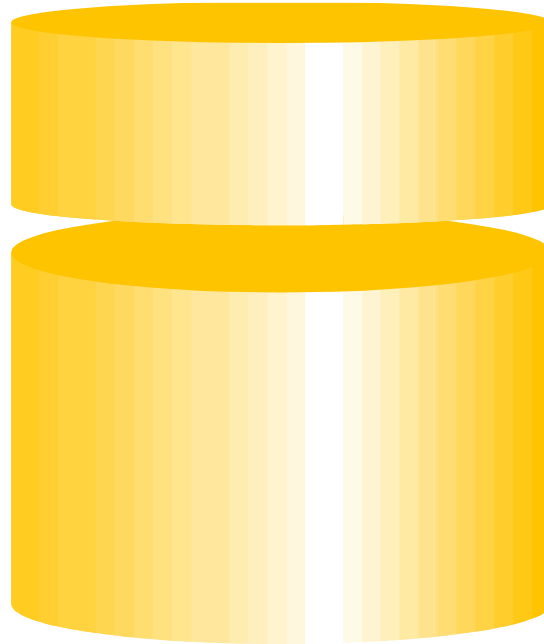


Where does the money come from?

- Revenue Cap Limit 2016-2017

- 34.3% State Aid

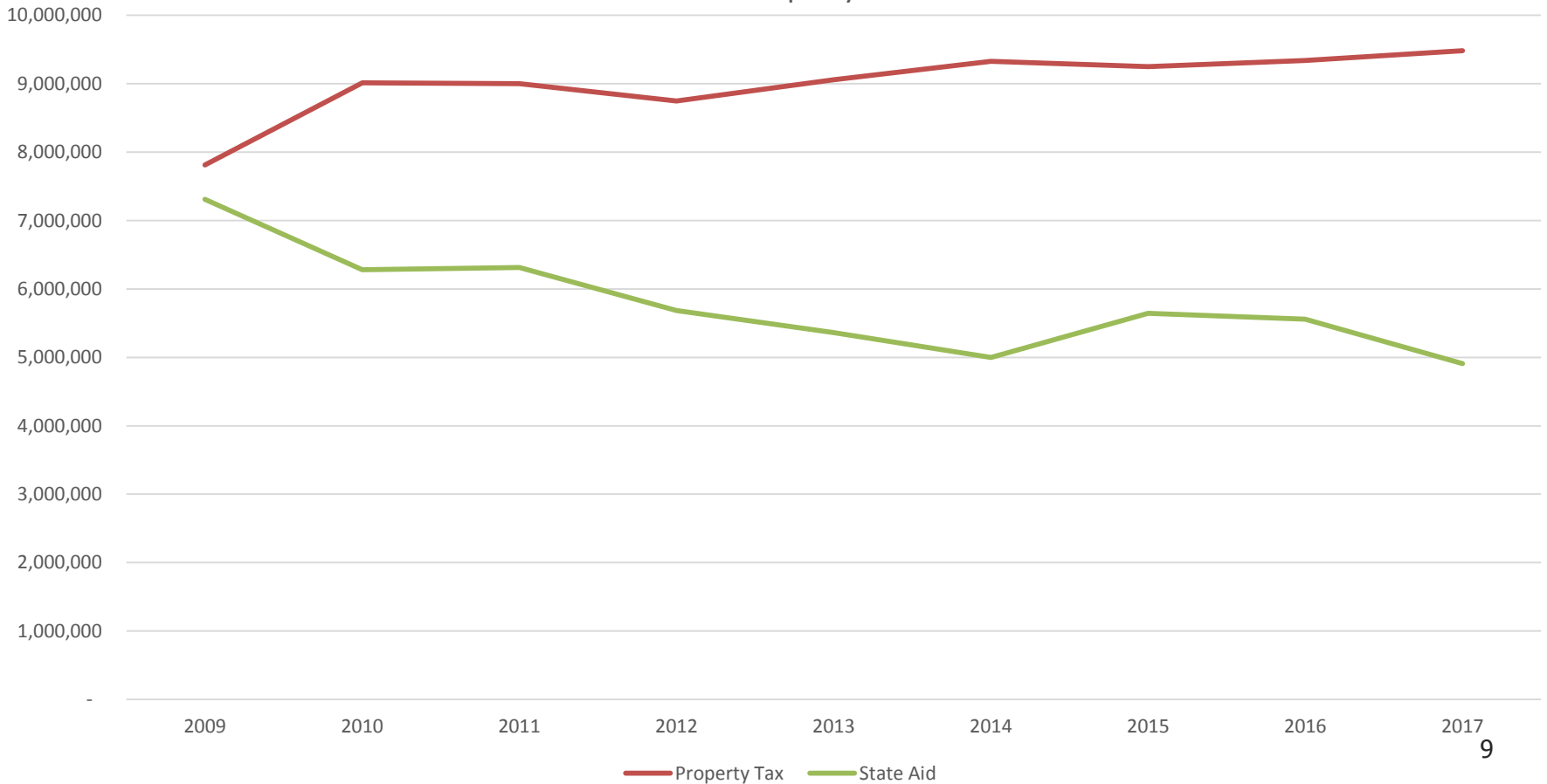
- 65.7% Local Taxes



Revenue Limit Trend

	2009	2010	2011	2012	2013	2014	2015	2016	2017
Total	14,317,722	14,478,555	14,520,503	13,692,000	13,607,545	13,513,427	14,084,833	14,162,443	14,332,395
Property Tax	7,814,687	9,013,033	9,000,042	8,749,914	9,058,377	9,329,011	9,251,320	9,339,745	9,481,378
State Aid	7,311,176	6,281,438	6,314,310	5,683,921	5,362,202	4,997,580	5,645,659	5,560,313	4,909,790

State Aid and Property Tax

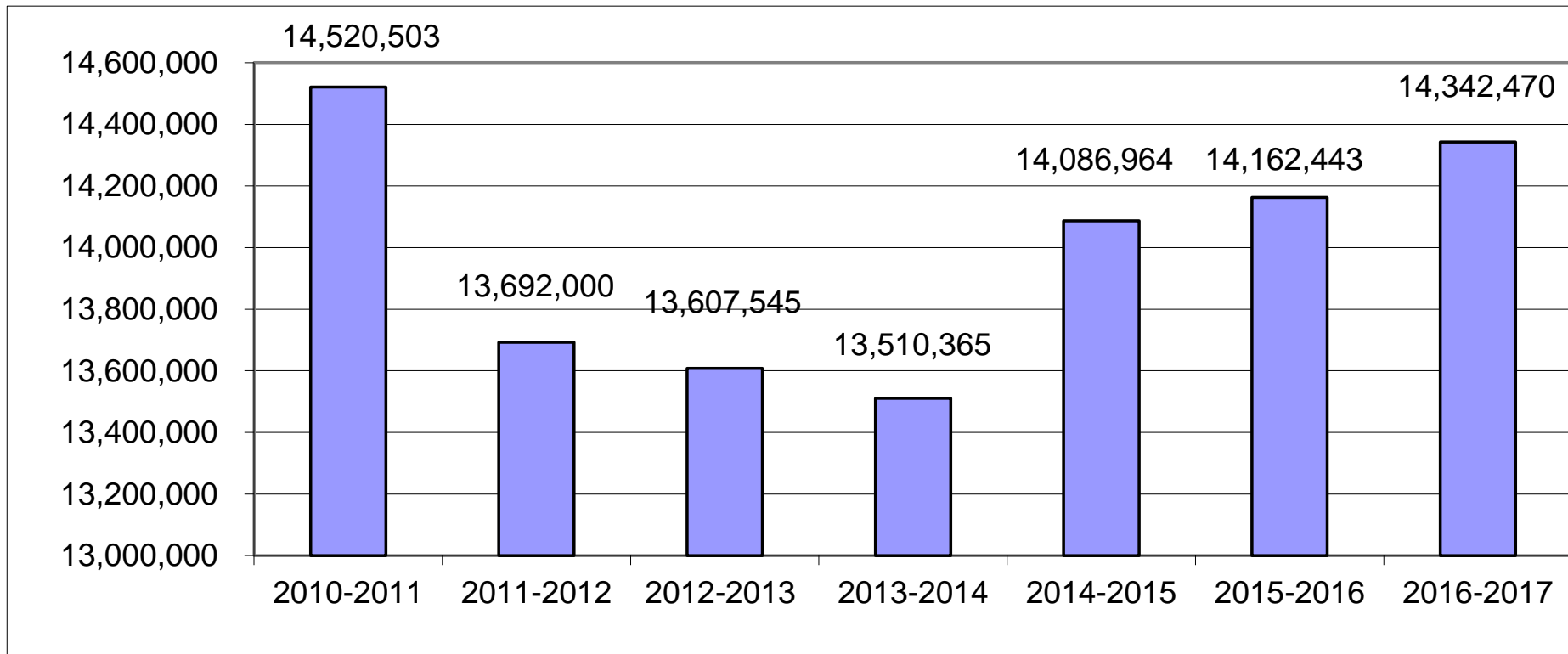




2016-2017 State Budget Decisions

Revenue Cap

- 1.3% or \$180,027 increase from 2015-2016.





2016-2017 State Budget Decisions

State General Aid

- State General Aid increased by 2.81% in 2016-2017.
- RVSD state aid decreased 11.7 %.

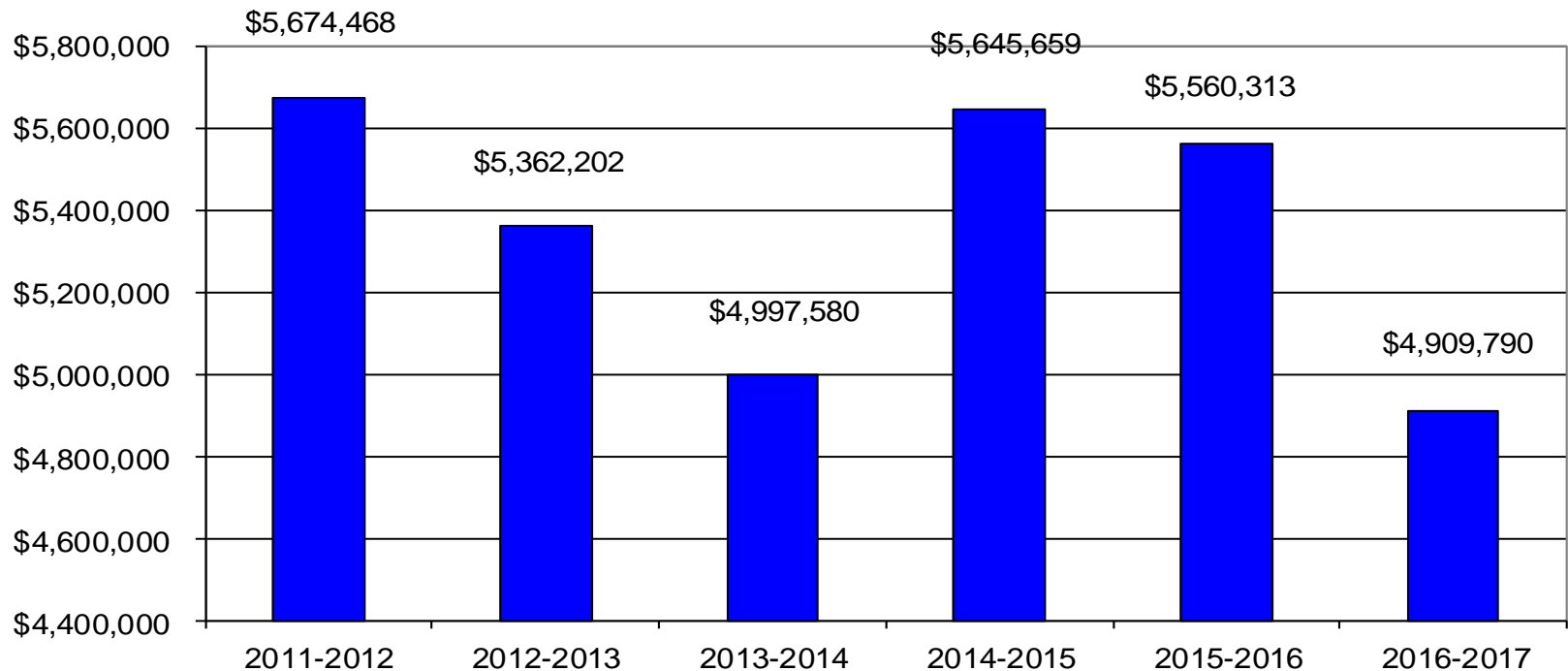


2016-2017 Budget Decisions

State General Aid

- 2016-2017 budget plan based on state general aid decrease of \$650,523 (-11.7%)

General State Aid





Total Funds Tax Levy

	2012- 2013	2013- 2014	2014- 2015	2015- 2016	2016- 2017
Total Funds Tax Levy	\$9,058,377	\$9,329,011	\$9,251,320	\$9,339,745	\$9,491,431
Total Funds Tax Levy Change	3.53%	2.99%	-0.08%	1.00%	1.60%
Tax Rate	\$10.69	\$11.19	\$11.18	\$10.78	\$10.73



Tax Rate Impact

School Portion Only

Property Value	2013-2014	2014-2015	2015-2016	2016-2017	Projected Impact
\$100,000	\$1,119.00	\$1,118.00	\$1,078.00	\$1,073.00	-\$5.00
\$200,000	\$2,238.00	\$2,236.00	\$2,156.00	\$2,146.00	-\$10.00
\$300,000	\$3,357.00	\$3,354.00	\$3,234.00	\$3,219.00	-\$15.00
\$400,000	\$4,476.00	\$4,472.00	\$4,312.00	\$4,292.00	-\$20.00

FIVE YEAR BREAKDOWN OF SCHOOL DISTRICT EQUALIZED VALUES

	2012	2013	2014	2015	2016	2016
	EQUALIZED	EQUALIZED	EQUALIZED	EQUALIZED	EQUALIZED	Percent
<u>MUNICIPALITY</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>Change</u>
T BLACK EARTH	1,675,306	1,455,039	1,451,590	1,445,609	1,406,909	-2.68%
T ARENA	134,051,932	132,604,151	134,339,789	136,100,479	135,640,367	-0.34%
T CLYDE	34,132,666	33,660,015	34,097,607	33,947,604	40,426,985	19.09%
T DODGEVILLE	280,556	275,538	278,170	273,829	276,866	1.11%
T RIDGEWAY	983,752	1,016,648	994,332	1,068,698	1,129,971	5.73%
T WYOMING	67,917,483	67,259,628	65,572,502	65,553,514	65,182,378	-0.57%
V ARENA	40,045,300	37,286,500	37,705,400	39,706,700	40,201,700	1.25%
T BUENA VISTA	42,924,150	39,679,931	40,711,117	42,638,357	43,673,601	2.43%
T ITHACA	1,006,798	1,053,993	1,039,787	1,050,403	1,093,988	4.15%
V LONE ROCK	31,203,300	28,867,000	31,376,000	32,881,900	34,093,900	3.69%
T BEAR CREEK	48,964,199	51,023,449	49,144,540	52,617,117	54,113,725	2.84%
T FRANKLIN	50,094,439	52,378,607	50,924,450	52,743,195	54,724,082	3.76%
T HONEY CREEK	146,805	147,858	147,004	166,684	164,844	-1.10%
T SPRING GREEN	155,166,900	155,016,100	154,998,600	165,584,000	171,617,900	3.64%
T TROY	21,284,837	20,923,481	21,017,095	21,959,503	22,857,334	4.09%
V PLAIN	66,518,800	64,930,200	64,534,500	65,710,000	64,378,200	-2.03%
V SPRING GREEN	<u>150,944,400</u>	<u>146,072,000</u>	<u>139,351,100</u>	<u>153,001,500</u>	<u>153,863,200</u>	0.56%
	847,341,623	833,650,138	827,683,583	866,449,092	884,845,950	2.12%
INCREASE/(DECREASE)	-0.90%	-1.62%	-0.72%	4.68%	2.12%	
Five Year Average					4.43%	

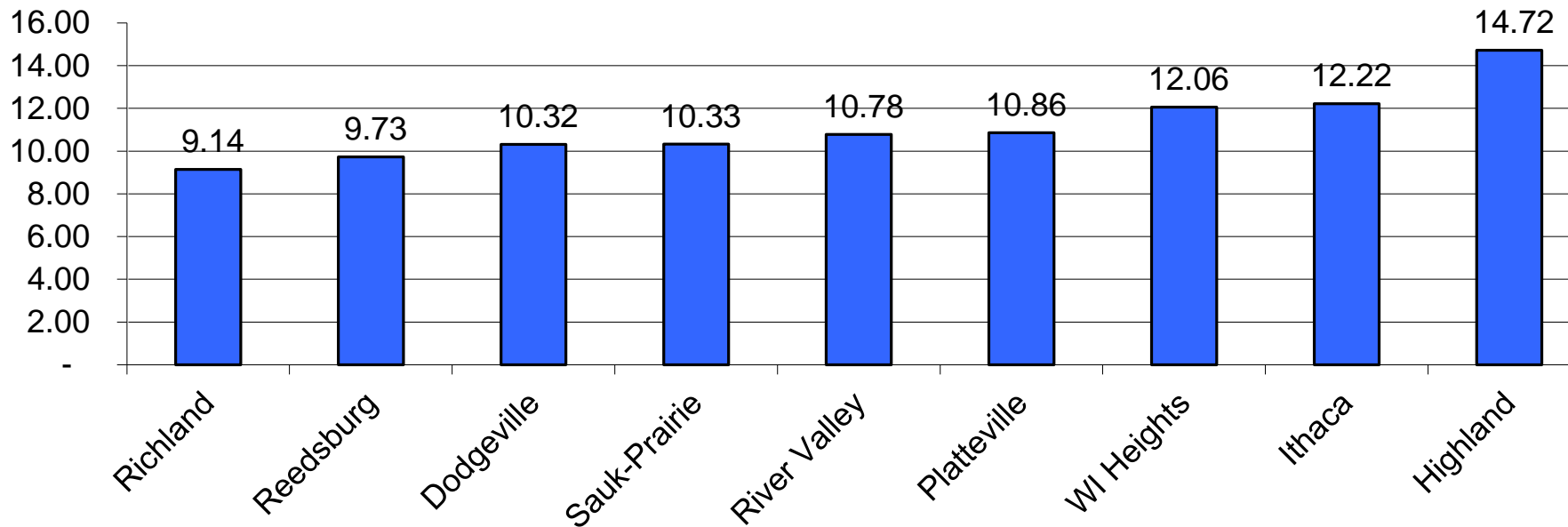
TAX LEVY COMPARISON BY MUNICIPALITY

	<u>2015-2016</u>	<u>2016-2017</u>	<u>PERCENT</u>	<u>LEVY</u>	
	<u>TAX LEVY</u>	<u>TAX LEVY</u>	<u>OF LEVY</u>	<u>CHANGE</u>	
T BLACK EARTH	\$ 15,582.70	\$ 15,091.42	0.16%	(491.29)	-3.2%
T ARENA	1,467,072.65	\$1,454,966.47	15.33%	(12,106.19)	-0.8%
T CLYDE	365,932.60	\$ 433,646.04	4.57%	67,713.44	18.5%
T DODGEVILLE	2,951.69	\$ 2,969.84	0.03%	18.15	0.6%
T RIDGEWAY	11,519.85	\$ 12,120.80	0.13%	600.95	5.2%
T WYOMING	706,623.29	\$ 699,188.42	7.37%	(7,434.86)	-1.1%
V ARENA	428,011.82	\$ 431,229.48	4.54%	3,217.66	0.8%
T BUENA VISTA	459,613.13	\$ 468,471.34	4.94%	8,858.21	1.9%
T ITHACA	11,322.65	\$ 11,734.82	0.12%	412.18	3.6%
V LONE ROCK	354,445.01	\$ 365,713.26	3.85%	11,268.25	3.2%
T BEAR CREEK	567,177.53	\$ 580,458.88	6.12%	13,281.35	2.3%
T FRANKLIN	568,536.57	\$ 587,005.96	6.18%	18,469.40	3.2%
T HONEY CREEK	1,796.74	\$ 1,768.22	0.02%	(28.52)	-1.6%
T SPRING GREEN	1,784,885.40	\$1,840,884.80	19.40%	55,999.39	3.1%
T TROY	236,708.84	\$ 245,182.58	2.58%	8,473.74	3.6%
V PLAIN	708,310.10	\$ 690,562.29	7.28%	(17,747.81)	-2.5%
V SPRING GREEN	<u>1,649,254.42</u>	\$1,650,436.38	17.39%	<u>1,181.96</u>	<u>0.1%</u>
	\$9,339,745.00	\$9,491,431.00	100.00%	\$151,686.00	1.6%



Tax Rate Comparison to Surrounding Districts (2015-2016)

2015-2016 TAX RATES





Definition of Fund Balance

Fund balance represents the fund's total assets minus its liabilities.

The fund may have liabilities, such as an accounts payable amount due to a supplier, and it may include receivables, a promise of receipt of future payments.



District Fund Balance

	2013- 2014	2014- 2015	2015- 2016	2016-2017 Projected
Beginning Fund Balance	\$5,771,166	\$5,647,059	\$5,963,198	\$5,921,792
Ending Fund Balance	\$5,647,059	\$5,963,198	\$5,921,792	\$5,910,209
Fund Balance as % of Total Expenditures	30.4%	31.9%	31.8%	30.0%



Fund 10 – General (Operating) Fund

- Purpose is to account for daily activities of the district business.

	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Total Revenues	\$15,774,880	\$15,601,188	\$15,694,531
Total Expenditures	\$15,458,742	\$15,642,594	\$15,696.039
Revenue-Expense Total	\$316,138	-\$41,406	-\$1,508
Beginning Fund Balance	\$5,647,060	\$5,963,198	\$5,921,792
Ending Fund Balance	\$5,963,198	\$5,921,792	\$5,920,284

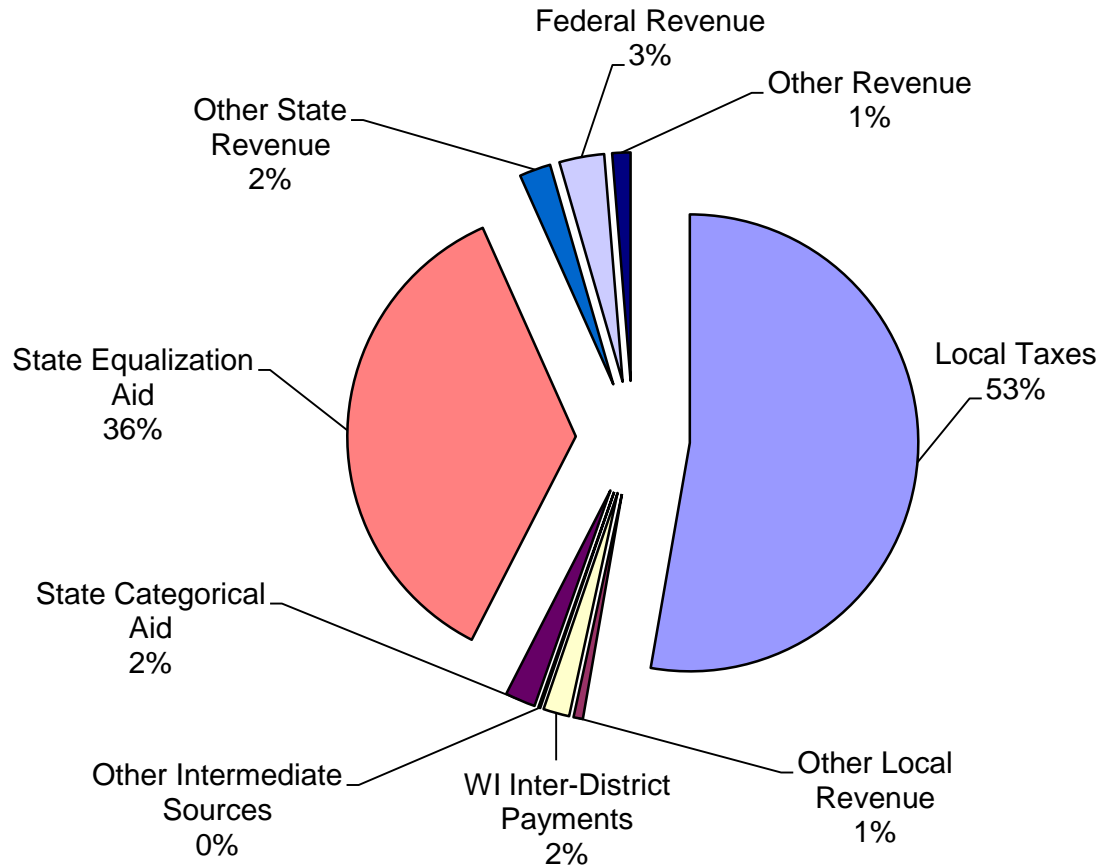


Fund 10 – General Fund Revenue

	Audited 2014-15	Unaudited 2015-16	Budgeted 2016-2017
<u>Revenues</u>			
Local Taxes	\$ 8,319,659	\$ 8,481,071	\$ 9,263,708
Other Local Revenue	\$ 104,505	\$ 149,474	\$ 140,507
WI Inter-District Payments	\$ 291,416	\$ 231,027	\$ 252,000
Other Intermediate Sources	\$ 21,688	\$ 9,276	\$ 19,000
State Categorical Aid	\$ 338,041	\$ 336,251	\$ 463,250
State Equalization Aid	\$ 5,645,659	\$ 5,560,313	\$ 4,909,790
Other State Revenue	\$ 349,630	\$ 353,109	\$ 354,249
Federal Revenue	\$ 500,889	\$ 288,788	\$ 257,027
Other Revenue	\$ 203,393	\$ 191,879	\$ 35,000
Total Revenues	\$ 15,774,880	\$ 15,601,188	\$ 15,694,531



Fund 10 – General Fund Revenue 2015-2016





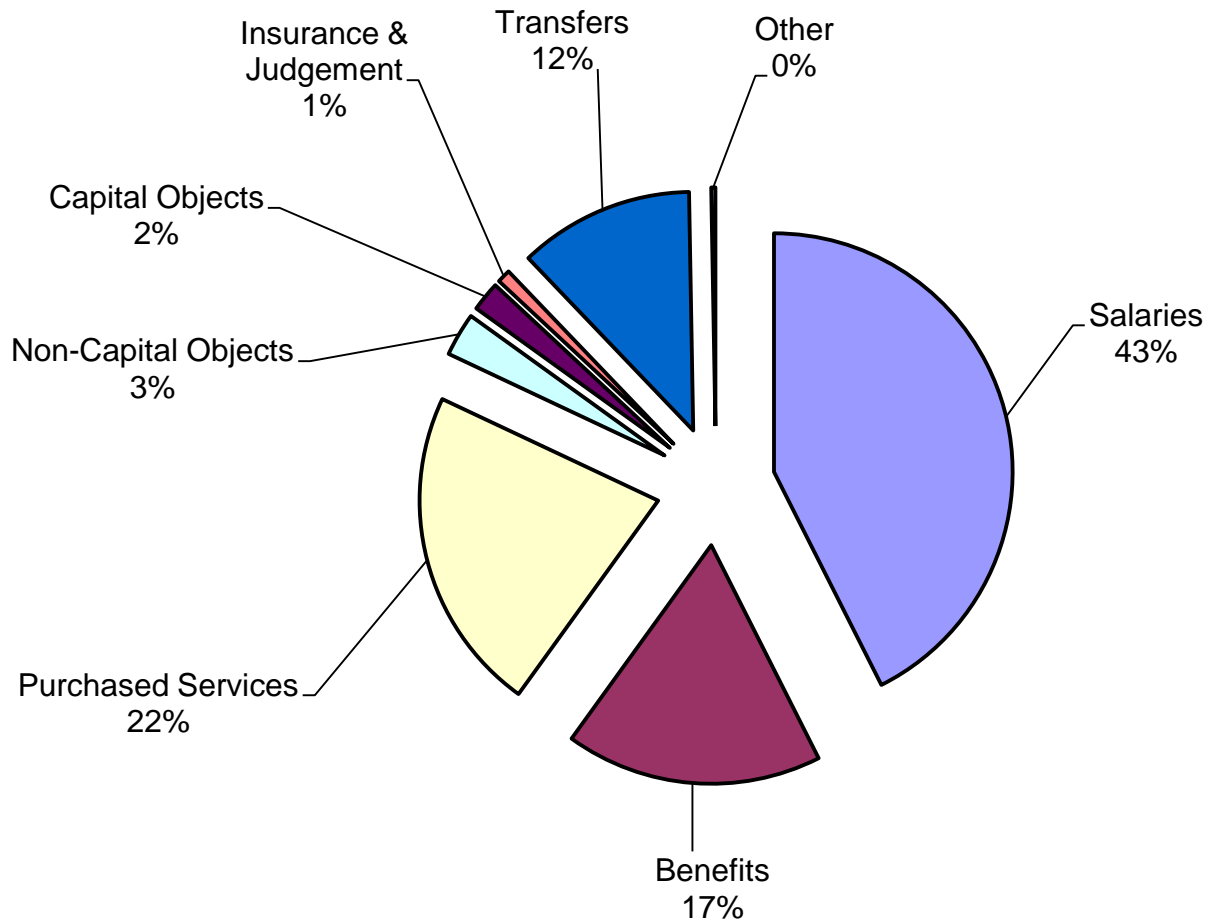
Fund 10 – General Fund Expenses

	Audited 2014-2015	Audited 2015-2016	Budgeted 2016-2017
<u>Expenditures</u>			
Salaries	\$6,789,279	\$6,658,671	\$6,712,645
Benefits	\$2,868,503	\$2,719,440	\$2,758,293
Purchased Services	\$3,057,127	\$3,448,499	\$3,644,137
Non-Capital Objects	\$458,412	\$459,271	\$480,281
Capital Objects	\$240,856	\$314,008	\$103,000
Insurance & Judgment	\$118,385	\$142,125	\$147,949
Transfers	\$1,891,473	\$1,856,610	\$1,809,394
Other	\$34,707	\$43,970	\$40,340
Total Expenditures	\$15,458,742	\$15,642,594	\$15,696,039

- ‘Transfers’ includes amounts transferred to Fund 27 and Fund 50 to cover deficits.



Fund 10 – General Fund Expenses 2015-2016





General Fund Expenditures

- \$15,696,039 in 2016-2017 (Budget)
 - 0.3% increase from 2015-2016
- 5 Year Prior Comparison
 - \$15,642,594 in 2015-2016
 - \$15,458,742 in 2014-2015
 - \$15,060,477 in 2013-2014
 - \$14,762,186 in 2012-2013
 - \$14,386,391 in 2011-2012



Fund 21 - Special Revenue Trust Fund

- Purpose is to account for donor gifts for specified uses.

	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Total Revenues	\$168,342	\$32,614	\$35,170
Total Expenditures	\$166,566	\$31,912	\$28,266
Revenue-Expense Total	\$1,776	\$702	\$6,904
Beginning Fund Balance	\$91,335	\$93,111	\$93,813
Ending Fund Balance	\$93,111	\$93,813	\$100,717



Fund 27 - Special Education

- Accounts for special education programs and operations.

Revenues	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Operating Transfers-In	\$1,866,647	\$1,792,459	\$1,776,747
Intermediate Sources	\$11,613	\$45,623	\$14,000
State Sources	\$877,173	\$698,398	\$700,000
Federal Sources	\$381,145	\$448,135	\$422,968
Total Revenues	\$3,136,578	\$2,984,615	\$2,913,715

Expenses	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Salary and Benefits	\$2,693,153	\$2,609,492	\$2,483,984
Other Objects	\$443,425	\$375,123	\$429,731
Total Expenses	\$3,136,578	\$2,984,615	\$2,913,715



Fund 38 – Non-Referendum Debt

	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Total Revenues	\$128,771	\$1,649,213	\$172,723
Total Expenditures	\$128,756	\$1,649,212	\$172,723
Revenue-Expense Total	\$15	\$1	\$0
Beginning Fund Balance	\$0	\$15	\$16
Ending Fund Balance	\$15	\$16	\$16

Fund 38 debt balance as of June 30, 2016 is \$1,884,079.

State Trust Fund Loan dated 1/16/2014 to pay the Wisconsin Retirement System unfunded liability. The loan was refinanced during 2015-2016 to drop the interest rate from 4.5% to 3.5%. Prepayment is allowed without penalty.



Fund 39 – Referendum Debt

	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Total Revenues	\$750,003	\$1,340,009	\$0
Total Expenditures	\$999,000	\$1,349,996	\$0
Revenue-Expense Total	(\$248,997)	(\$9,987)	\$0
Beginning Fund Balance	\$267,239	\$18,242	\$8,255
Ending Fund Balance	\$18,242	\$8,255	\$8,255

The River Valley School District has elected to call the last two years of its Referendum Debt early, therefore the high school bonded debt is paid in full as of June 30, 2016.



Fund 50 – Food Service

Revenues	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Operating Transfer In	\$24,826	\$50,773	\$32,647
Pupil Breakfast	\$10,697	\$10,856	\$11,000
Pupil Lunches	\$189,240	\$184,873	\$200,000
Pupil a la Carte	\$104,076	\$100,139	\$100,000
Adult Lunches	\$0	\$0	\$0
Catering	\$7,247	\$7,314	\$7,000
Total Food Sales	\$311,260	\$303,182	\$318,000
Other Local	\$0	\$1,237	\$0
State Sources (Food Service Aid)	\$10,375	\$10,898	\$10,600
Fresh Fruit & Veggie Grant	\$4,290	\$4,740	\$0
Federal Sources (Food Service Aid)	\$264,662	\$253,352	\$248,000
Total Revenues	\$615,411	\$624,182	\$609,247
Expenses			
Salaries and Benefits	\$296,734	\$305,796	\$302,247
Other Expenses	\$318,677	\$318,386	\$307,000
Total Expenses	\$615,411	\$624,182	\$609,247



Fund 72 – Scholarship Trust Fund

- Purpose is to account for donor gifts for scholarships.

	Audited 2014-2015	Unaudited 2015-2016	Budgeted 2016-2017
Total Revenues	\$15,843	\$15,252	\$17,150
Total Expenditures	\$17,150	\$10,900	\$11,200
Revenue-Expense Total	(\$1,307)	\$4,352	\$5,950
Beginning Fund Balance	\$27,119	\$25,812	\$30,164
Ending Fund Balance	\$25,812	\$30,164	\$36,114



Fund 80 – Community Service Fund

- Purpose is to account for activities for community uses.

	Audited 2013-2014	Audited 2015-2016	Budgeted 2016-2017
Total Revenues	\$95,881	\$102,096	\$100,000
Total Expenditures	\$95,881	\$102,096	\$100,000
Revenue-Expense Total	\$0.00	\$0.00	\$0.00
Beginning Fund Balance	\$0.00	\$0.00	\$0.00
Ending Fund Balance	\$0.00	\$0.00	\$0.00



Fund 80 – Community Service

🍎 The purpose and dollar amount for all planned expenditures from the district's Fund 80 for the 2016-17 fiscal year

🍎 Middle School community athletics	\$54,903
🍎 RV TV	\$ 1,755
🍎 RV Eschool	\$24,500
🍎 Musical	\$10,945
🍎 School Fair	\$ 3,455
🍎 Social worker	\$ 750
🍎 Weight room supervisor	\$ 892
🍎 High School gardens	<u>\$ 2,800</u>
	\$100,000