



River Valley School District

61st Annual Budget Hearing

2020-2021

Date: Monday, October 26, 2020

Time: 7:00 p.m.

Location: River Valley High School
Little Theater
660 Varsity Blvd
Spring Green, WI 53588





Current Board of Education

<u>Name</u>		<u>Address</u>	<u>Area</u>	<u>Term Expires</u>
Kathy Jennings	President	Arena	1	4/24/2023
Deborah Nelson	Clerk	Arena	2	4/24/2023
Jeff Maier		Avoca	3	4/25/2022
Dan McGuire		Lone Rock	4	4/24/2023
Mark Strozinsky		Lone Rock	5	4/26/2021
Sara Young		Spring Green	6	4/25/2022
Fred Iausly	Treasurer	Spring Green	7	4/26/2021
Kiley Cates		Spring Green	8	4/26/2021
John Bettinger	Vice-President	Plain	9	4/25/2022



2020-2021 Budget Goals

→ To present a budget that:

- Is developed under the guiding principles as outlined in the [policies of the River Valley School District](#).
 - Aligns resources with the [strategic plan](#).
 - Continues to move the District forward with current programs and offerings, while always looking for efficiencies.
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- *Thank you to the entire School Board and the Budget/ERC committee for your commitment, effort, and dedication in building this budget.*



Referendum & State Budget

- **If the April 2019 referendum had not passed, the District would have to address a budget deficit of \$2,300,000 in 2020-2021.**
 - Next year (2021-2022) is the final year of our 3 year operating referendum (Amount = \$3,213,000)
 - *Based on current funding formula and financial projection, River Valley will need to consider an operational referendum for the 2022-2023 school year and beyond.*
- **2021-2023 State Budget**
 - Current uncertainty, but expectation from planning perspective that it will not be kind to K-12 education funding.



Enrollment Comparison

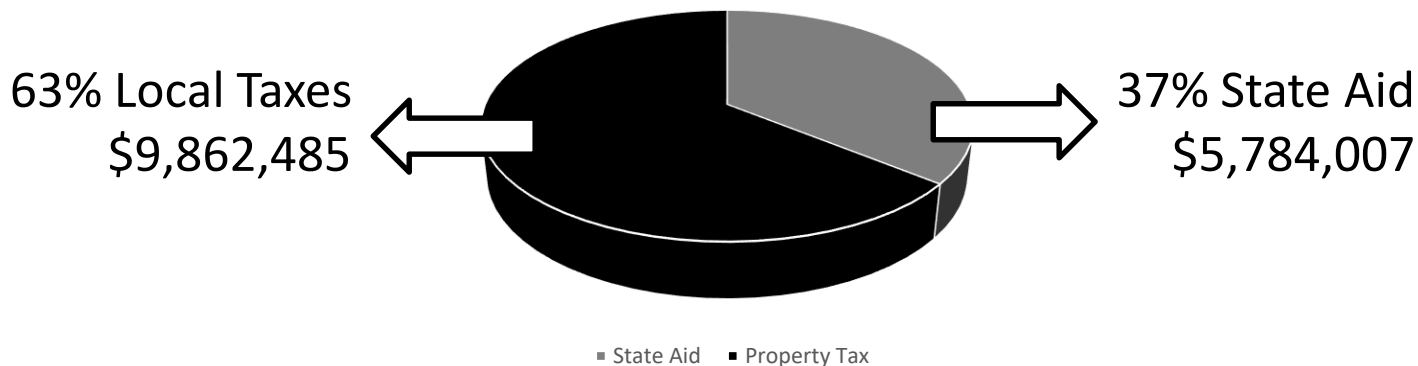
3rd Friday Headcount Comparison			
<i>Headcount = Actual Students in School</i>			
	<u>Sept. 2019</u>	<u>Sept. 2020</u>	<u>Cohort Change</u>
Early Childhood	6	5	
4K	56	57	
5K	61	50	-6
RVELC Total	123	112	
RVMS			
Grade 1	71	62	1
Grade 2	68	66	-5
Grade 3	68	66	-2
Grade 4	70	61	-7
RVE Total	277	255	
RVHS			
Grade 5	91	66	-4
Grade 6	88	88	-3
Grade 7	105	88	0
Grade 8	92	103	-2
RVMS Total	376	345	
RVHS			
Grade 9	100	98	6
Grade 10	105	91	-9
Grade 11	112	107	2
Grade 12	109	112	0
RVHS Total	426	408	
TOTAL HEADCOUNT	1202	1120	

**Cohort change is grade level in September 2019 compared to one grade later in 2020.



2020-2021 Revenue Limit

- Revenue Limit = \$15,646,492



	2017	2018	2019	2020	2021
State Aid	\$ 4,909,790	\$ 4,939,467	\$ 5,222,836	\$ 5,352,937	\$ 5,784,007
Property Tax	\$ 9,432,680	\$ 9,095,976	\$ 8,891,993	\$ 9,573,154	\$ 9,862,485
Total	\$ 14,342,470	\$ 14,035,443	\$ 14,114,829	\$ 14,926,091	\$ 15,646,492
State Aid %	34%	35%	37%	36%	37%
Property Tax %	66%	65%	63%	64%	63%



Total Funds School Tax Levy

- *Total Funds Tax Levy includes Fund 80, an additional \$80,000 outside of the revenue limit.*

	2,015	2016	2017	2018
Total Funds Tax Levy	9,251,320	9,339,745	9,491,378	9,154,892
Total Funds % Change		0.96%	1.62%	-3.55%
Tax Rate	\$ 11.18	\$ 10.78	\$ 10.73	\$ 10.04
Tax Rate % Change		-3.56%	-0.49%	-6.36%
		2019	2020	2021
Total Funds Tax Levy		8,971,993	9,653,154	9,792,485
Total Funds % Change		-2.00%	7.59%	1.44%
Tax Rate		\$ 9.71	\$ 10.09	\$ 9.64
Tax Rate % Change		-3.33%	3.91%	-4.46%

- <https://dpi.wi.gov/sfs/statistical/longitudinal-data/property-valuation>
 - *Click on Multi-Year History of Property Valuation, Levies, and Tax Rates*
- ***\$9.64 Levy Rate is lowest since 2008***
- ***River Valley Levy Rate has decreased 6 of the last 7 years***



Tax Rate Impact

School Portion Only

<u>Assessed Value</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>Projected Impact</u>
\$100,000	\$ 1,073	\$ 1,004	\$ 971	\$ 1,009	\$ 964	\$ (45)
\$200,000	\$ 2,145	\$ 2,009	\$ 1,942	\$ 2,018	\$ 1,928	\$ (90)
\$300,000	\$ 3,218	\$ 3,013	\$ 2,913	\$ 3,027	\$ 2,892	\$ (135)
\$400,000	\$ 4,291	\$ 4,018	\$ 3,884	\$ 4,036	\$ 3,856	\$ (180)

- Projected impact on taxpayers is \$45 less than last year per \$100,000 of assessed value
- ***River Valley did not levy to the full amount this year, saving taxpayers \$0.15 on the tax levy***
 - When the referendum was passed, we stated we would only use the funds necessary to operate.
 - ***This year 2020-2021, the District did not use \$150,000 of the approved referendum dollars.***



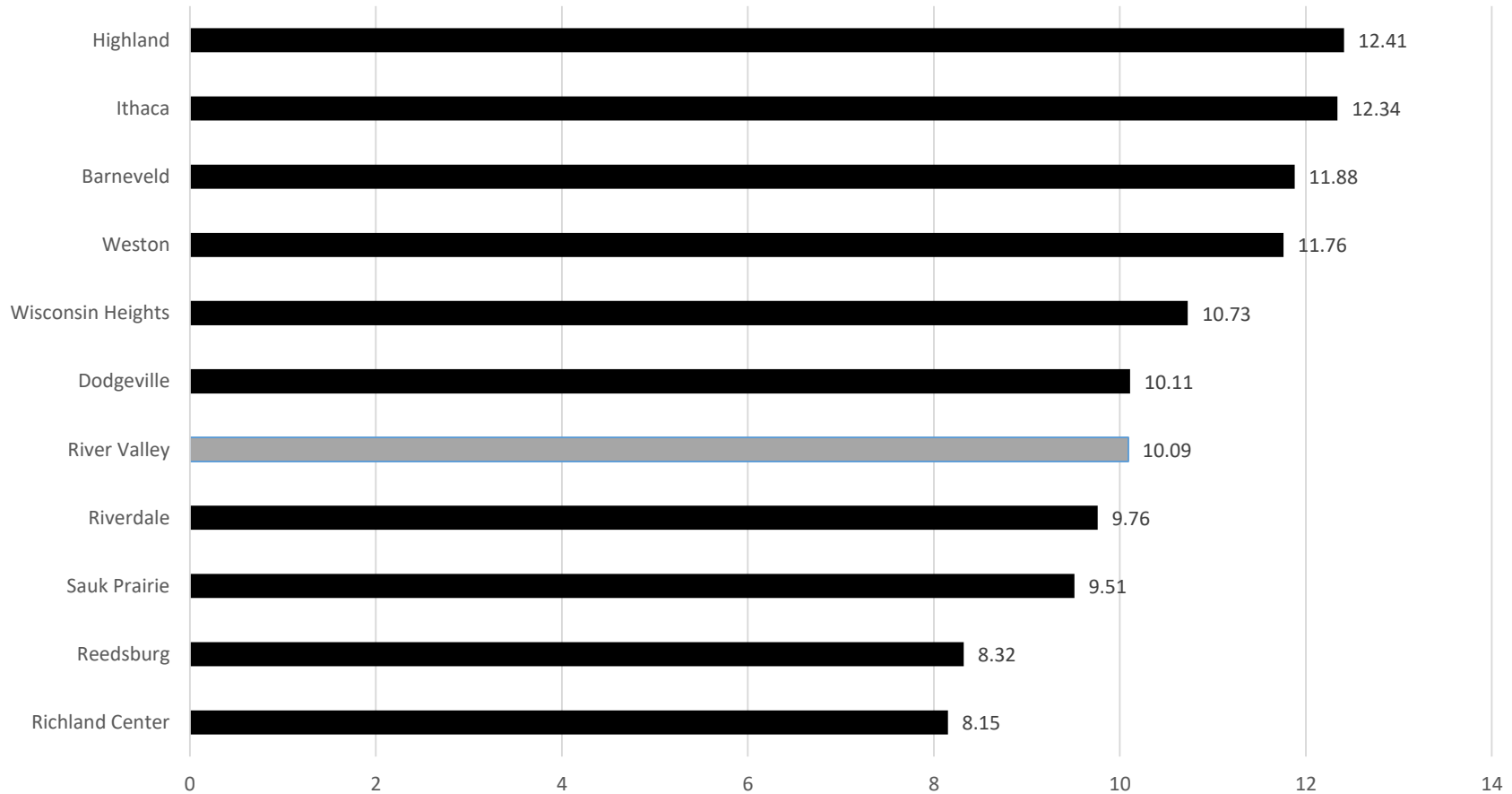
Tax Levy & Referendum Campaign

	<u>Actual Levy Rate</u>	<u>Projected Levy Rate during Referendum Campaign</u>
2019-2020	\$10.09	\$10.70
2020-2021 (current year)	\$9.64	\$10.97

- 2018-2019 Tax Rate was 9.71
- 2019-2020 Levy Rate was \$0.61 less than projected during referendum campaign.
 - **Impact of \$61 less per \$100,000 of assessed value for RV Taxpayers**
- 2020-2021 Levy Rate is \$1.33 less than projected during referendum campaign.
 - **Impact of \$133 less per \$100,000 of assessed value for RV Taxpayers**
- *River Valley did not levy to the full amount this year, only using the amount necessary to operate.*



Tax Rate Comparison to Surrounding Districts (2019-2020)



River Valley School District Tax Rate for 2020-2021 = \$9.64



Recent History of River Valley School District Equalized Values

	2017	2018	2019	2020	2020
	EQUALIZED	EQUALIZED	EQUALIZED	EQUALIZED	Percent
<u>MUNICIPALITY</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>VALUATION</u>	<u>Change</u>
T BLACK EARTH	1,389,445	1,444,429	1,551,531	1,657,324	6.82%
T ARENA	141,426,706	142,279,187	149,973,770	162,546,728	8.38%
T CLYDE	38,817,360	38,892,392	40,600,897	43,113,788	6.19%
T RIDGEWAY	1,147,418	1,197,134	1,242,248	1,337,760	7.69%
T WYOMING	66,558,859	67,294,987	69,596,255	74,270,544	6.72%
V ARENA	41,033,900	42,611,500	44,256,500	47,527,300	7.39%
T BUENA VISTA	45,145,406	46,031,831	47,892,476	50,800,557	6.07%
T ITHACA	1,121,383	1,136,132	1,177,850	1,203,692	2.19%
V LONE ROCK	34,716,400	33,930,800	35,989,000	38,334,000	6.52%
T BEAR CREEK	55,815,002	57,670,661	57,297,849	60,258,522	5.17%
T FRANKLIN	55,509,747	57,559,077	58,494,174	60,706,051	3.78%
T HONEY CREEK	164,271	167,751	173,287	207,735	19.88%
T SPRING GREEN	180,393,700	186,232,100	185,982,400	198,238,800	6.59%
T TROY	23,204,142	23,550,555	24,134,375	25,199,556	4.41%
V PLAIN	66,558,800	58,054,100	67,830,700	67,205,200	-0.92%
V SPRING GREEN	158,159,700	165,259,400	170,308,600	182,682,900	7.27%
TOTAL	911,440,102	923,607,299	956,501,912	1,015,290,457	6.15%

- *Last three years River Valley has averaged a 3.7% increase*



Prior and Current Year Tax Levy Breakdown

	2019-2020 TAX LEVY	2020-2021 TAX LEVY		PERCENT OF TOTAL LEVY	TAX LEVY CHANGE 2020-2021	
T BLACK EARTH	15,658	15,985		0.16%	327	2.09%
T ARENA	1,513,557	1,567,765		16.01%	54,208	3.58%
T CLYDE	409,750	415,833		4.25%	6,083	1.48%
T RIDGEWAY	12,537	12,903		0.13%	366	2.92%
T WYOMING	702,375	716,340		7.32%	13,965	1.99%
V ARENA	446,643	458,401		4.68%	11,758	2.63%
T BUENA VISTA	483,338	489,972		5.00%	6,634	1.37%
T ITHACA	11,887	11,610		0.12%	(277)	-2.33%
V LONE ROCK	363,206	369,732		3.78%	6,526	1.80%
T BEAR CREEK	578,258	581,194		5.94%	2,936	0.51%
T FRANKLIN	590,332	585,510		5.98%	(4,821)	-0.82%
T HONEY CREEK	1,749	2,004		0.02%	255	14.57%
T SPRING GREEN	1,876,961	1,912,015		19.53%	35,054	1.87%
T TROY	243,568	243,050		2.48%	(518)	-0.21%
V PLAIN	684,557	648,195		6.62%	(36,362)	-5.31%
V SPRING GREEN	1,718,779	1,761,978		17.99%	43,199	2.51%
	9,653,154	9,792,485		100.00%	139,331.00	1.44%



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



Fund 10 – General (Operating) Fund

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

GENERAL FUND	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
Beginning Fund Balance	5,452,452.82	5,560,800.71	6,276,114.94
Ending Fund Balance	5,560,800.71	6,276,114.94	6,276,114.94
REVENUES & OTHER FINANCING SOURCES			
Transfers-In (Source 100)	0.00	0.00	0.00
Local Sources (Source 200)	8,987,641.71	9,588,041.30	9,626,613.00
Inter-district Payments (Source 300 + 400)	456,004.29	500,251.82	407,714.00
Intermediate Sources (Source 500)	19,831.75	19,649.99	10,180.00
State Sources (Source 600)	6,719,186.43	7,039,112.42	7,025,632.00
Federal Sources (Source 700)	240,205.06	240,738.21	381,840.00
All Other Sources (Source 800 + 900)	68,267.18	36,480.04	24,500.00
TOTAL REVENUES & OTHER FINANCING SOURCES	16,491,136.42	17,424,273.78	17,476,479.00
EXPENDITURES & OTHER FINANCING USES			
Instruction (Function 100 000)	6,957,845.18	7,253,125.88	7,400,318.00
Support Services (Function 200 000)	6,589,716.44	6,365,464.02	7,096,364.00
Non-Program Transactions (Function 400 000)	2,835,226.91	3,090,369.65	2,979,797.00
TOTAL EXPENDITURES & OTHER FINANCING USES	16,382,788.53	16,708,959.55	17,476,479.00

- Balanced Budget for 2020-2021
- *This year 2020-2021, the District did not use \$150,000 of the approved referendum dollars.*



Fund 10

General Fund Revenue

CODE & DESCRIPTION	2019-2020	2020-2021	% Increase or (Decrease)	Detailed Description
Transfers-In (Source 100)	\$ -	\$ -	0.00%	
Local Sources (Source 200)	\$ 9,588,041	\$ 9,626,613	0.40%	<i>Taxes, Resale Items, Game Receipts, Building Rentals, Fees</i>
Inter-district Payments (Source 300 + 400)	\$ 500,252	\$ 407,714	-18.50%	<i>Open Enrollment In</i>
Intermediate Sources (Source 500)	\$ 19,650	\$ 10,180	-48.19%	<i>Carl Perkins Grant (Sauk County Mental Health Grant Eliminated in FY21)</i>
State Sources (Source 600)	\$ 7,039,112	\$ 7,025,632	-0.19%	<i>General Aid, Categorical Aid, Payment in Lieu of Taxes (PILT), Computer Aid, Common School Fund Aid</i>
Federal Sources (Source 700)	\$ 240,738	\$ 381,840	58.61%	<i>Title Grants; Includes COVID/ESSER Grant for FY21</i>
All Other Sources (Source 800 + 900)	\$ 36,480	\$ 24,500	-32.84%	<i>Insurance Credits, Focus on Energy</i>
TOTAL	\$ 17,424,274	\$ 17,476,479	0.30%	BUDGET HEARING - October 26, 2020

- Overall, General Fund Revenues increased by 0.30%
- **River Valley did not levy to the full amount this year, only using the amount necessary to operate.**
 - ***A maximum tax levy would have resulted in an additional \$150,000.***



Fund 10

General Fund Expenses

- 2020-2021
 - ✓ 4.59 % increase from prior year actuals
 - ✓ 2.91 % *increase from prior year budget*
 - Includes 0.80% increase due to Open Enrollment Out
- 2.27 % = 5 Year Average General Fund Expenditures
- *We continue to move the District forward with current programs and offerings, while always looking for efficiencies.*



District Fund Balance

GENERAL FUND (FUND 10)	Audited 2018-19	Unaudited 2019-20	Budget 2020-2021
Beginning Fund Balance	5,452,452.82	5,560,800.71	6,276,114.94
Ending Fund Balance	5,560,800.71	6,276,114.94	6,276,114.94
% per Board Policy #665	31.21%	33.63%	

- ***Fund balance represents the fund's total assets minus its liabilities.***
- **Board Policy 665**
 - Because our policy uses next year's budgeted Fund 10 and Fund 27 expenditures, an updated fund balance percentage will be calculated with the first budget projection in February.
- **This is not a cash balance** – please refer to School Board Monthly Financial Report for actual cash balance.

$$\text{General Fund Balance Percentage} = \frac{\text{June 30 General Fund Balance}}{(\text{Next year's budgeted Fund 10} + \text{Fund 27 expenditures})(\text{less operating transfer})}$$



Fund 21

Special Revenue Trust Fund

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

SPECIAL PROJECT FUNDS (FUNDS 21, 23, 29)			
900 000 Beginning Fund Balance	111,774.08	119,416.31	101,351.44
900 000 Ending Fund Balance	119,416.31	101,351.44	88,851.44
REVENUES & OTHER FINANCING SOURCES	42,413.55	14,582.05	12,500.00
100 000 Instruction	10,683.42	3,345.48	5,000.00
200 000 Support Services	24,087.90	29,301.44	20,000.00
400 000 Non-Program Transactions	0.00	0.00	0.00
TOTAL EXPENDTURES & OTHER FINANCING USES	34,771.32	32,646.92	25,000.00



Fund 27

Special Education

- Accounts for special education programs and operations.

SPECIAL EDUCATION FUND (FUND 27)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
REVENUES & OTHER FINANCING SOURCES			
100 Transfers-in	1,826,821.45	2,035,723.35	1,787,448.00
TOTAL REVENUES & OTHER FINANCING SOURCES	2,950,631.60	3,144,045.40	2,971,107.00
EXPENDITURES & OTHER FINANCING USES			
TOTAL EXPENDITURES & OTHER FINANCING USES	2,950,631.60	3,144,045.40	2,971,107.00

- Fund 27 Expenditures decreased by 5.50% in 2020-2021



Fund 38

Non-Referendum Debt

- Fund 38 debt balance as of June 30, 2020 is \$1,022,190.31
 - Last payment scheduled for March 2027

DEBT SERVICE FUND (FUNDS 38, 39)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
900 000 Beginning Fund Balance	15.86	15.86	15.86
900 000 ENDING FUND BALANCES	15.86	15.86	15.86
TOTAL REVENUES & OTHER FINANCING SOURCES	172,722.00	172,722.00	172,722.00
289 000 Other Long-Term General Obligation Debt	172,722.00	172,722.00	172,722.00
TOTAL EXPENDITURES & OTHER FINANCING USES	172,722.00	172,722.00	172,722.00
842 000 INDEBTEDNESS, END OF YEAR	1,155,724.47	1,022,190.31	884,054.01

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%.



Fund 39

Referendum Debt

The last remaining referendum debt was the high school bond, which was paid in full as of June 30, 2016.



Fund 49

Other Capital Projects

CAPITAL PROJECTS FUND (FUNDS 41, 46, 48, 49)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
900 000 Beginning Fund Balance	751,140.86	457,447.63	425,105.17
900 000 Ending Fund Balance	457,447.63	425,105.17	435,105.17
TOTAL REVENUES & OTHER FINANCING SOURCES	95,263.77	6,630.54	10,000.00
100 000 Instructional Services	0.00	0.00	0.00
200 000 Support Services	388,957.00	38,973.00	0.00
300 000 Community Services	0.00	0.00	0.00
400 000 Non-Program Transactions	0.00	0.00	0.00
TOTAL EXPENDITURES & OTHER FINANCING USES	388,957.00	38,973.00	0.00

- Revenue is from prior sale of buildings, sale of land, logging revenue, interest.
- Expenditures in 2018-2019 was playground equipment and in 2019-2020 is replacement of greenhouse at RVHS.
 - No planned expenditures in 2020-2021
 - Expenditures must involve improvements to land, buildings and building improvements and infrastructure.



Fund 50

Food Service

- Accounts for food service programs and operations.

FOOD SERVICE FUND (FUND 50)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
900 000 Beginning Fund Balance	0.00	0.00	67,807.32
900 000 ENDING FUND BALANCE	0.00	67,807.32	7,415.32
TOTAL REVENUES & OTHER FINANCING SOURCES	541,130.53	581,165.20	433,500.00
200 000 Support Services	541,130.53	513,357.88	493,892.00
400 000 Non-Program Transactions	0.00	0.00	0.00
TOTAL EXPENDITURES & OTHER FINANCING USES	541,130.53	513,357.88	493,892.00

- 2019-2020 ended with a surplus of \$67,807.32
- No a la carte planned for 2020-2021 school year
 - A la carte net revenues average \$60,000 annually
- USDA is reimbursing meals until end of 2020-2021 school year



Fund 80

Community Service Fund

- Purpose is to account for activities for community uses.

COMMUNITY SERVICE FUND (FUND 80)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
900 000 Beginning Fund Balance	0.00	0.00	0.00
900 000 ENDING FUND BALANCE	0.00	0.00	0.00
TOTAL REVENUES & OTHER FINANCING SOURCES	97,895.00	96,045.00	99,984.00
200 000 Support Services	0.00	0.00	0.00
300 000 Community Services	97,895.00	96,045.00	99,984.00
400 000 Non-Program Transactions	0.00	0.00	0.00
TOTAL EXPENDITURES & OTHER FINANCING USES	97,895.00	96,045.00	99,984.00

- Expenses include: Musical, Middle School Co-Curricular Activities, School Fair, RVTv, e-School Network



Fund 93

TEACH Program Consortium

- The purpose is to account for consortia programs funded with grants from the TEACH (Technology for Educational Achievement) Wisconsin Board.

PACKAGE & COOPERATIVE PROGRAM FUND (FUNDS 91, 93, 99)	Audited 2018-19	Unaudited 2019-20	Budget 2020-21
900 000 Beginning Fund Balance	0.00	0.00	0.00
900 000 ENDING FUND BALANCE	0.00	0.00	0.00
TOTAL REVENUES & OTHER FINANCING SOURCES	5,147.26	0.00	0.00
100 000 Instruction	0.00	0.00	0.00
200 000 Support Services	5,147.26	0.00	0.00
400 000 Non-Program Transactions	0.00	0.00	0.00
TOTAL EXPENDITURES & OTHER FINANCING USES	5,147.26	0.00	0.00

- This program has been eliminated by the Federal Government, resulting in a loss of revenue for professional development opportunities for staff.



Thank You!

This information and historical information can be found on our website:

https://www.rvschools.org/district/bus_serv.cfm

- Home → District → Business Services

