



BUDGET HEARING

2017-2018

July 24, 2017

7:00 p.m.

*Range Line School
Conference Room*





BUDGET HEARING

Monday, July 24, 2017

7:00 P.M.

Range Line Conference Room

11040 N. Range Line Road, Mequon, WI 53092

AGENDA

1. Call to Order by School Board President
2. Presentation of Proposed 2017-18 Budget
3. Motion to Approve the Proposed 2017-18 Budget
Move to approve the proposed 2017-18 school district budget in the total amount of \$56,164,525.
4. Discussion and Questions Regarding the Proposed 2017-18 Budget
5. Action by the School Board to Approve the 2017-18 Budget
6. Adjourn Budget Hearing



Budget Development

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



2017-18 Budget

- Strategic
- Student-Focused
- Promotes Quality Learning Environments
- Fiscally Responsible



Enrollment

MEQUON-THIENSVILLE SCHOOL DISTRICT Historical, Current and Projected Resident Enrollment Data 2008-09 Through 2017-18

Grade	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16*	2016-17	2017-18
ECH	41	44	41	38	32	32	37	9	13	10
4K	0	0	0	0	0	0	0	150	134	133
5K - 5	1,420	1,381	1,415	1,365	1,350	1,391	1,372	1,343	1,314	1,296
6 - 8	784	792	836	815	815	811	841	834	830	825
9 - 12	<u>1,442</u>	<u>1,370</u>	<u>1,332</u>	<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>1,264</u>
	3,687	3,587	3,624	3,497	3,472	3,505	3,492	3,595	3,575	3,528
Inc/Dec	-36	-100	37	-127	-25	33	-13	103	-20	-47
% Change	-0.97%	-2.71%	1.03%	-3.50%	-0.71%	0.95%	-0.37%	2.95%	-0.56%	-1.31%

*1ST year 4K program.



Budget Assumptions

2017-18

- \$0 per pupil increase in revenue limit and \$100 additional categorical aid payment
- Decrease of 47 resident students
- General Aid Estimates - \$2,200,000
- Levy to Maximum Authority
- 1% change in Equalized Property Values

Budget Challenges

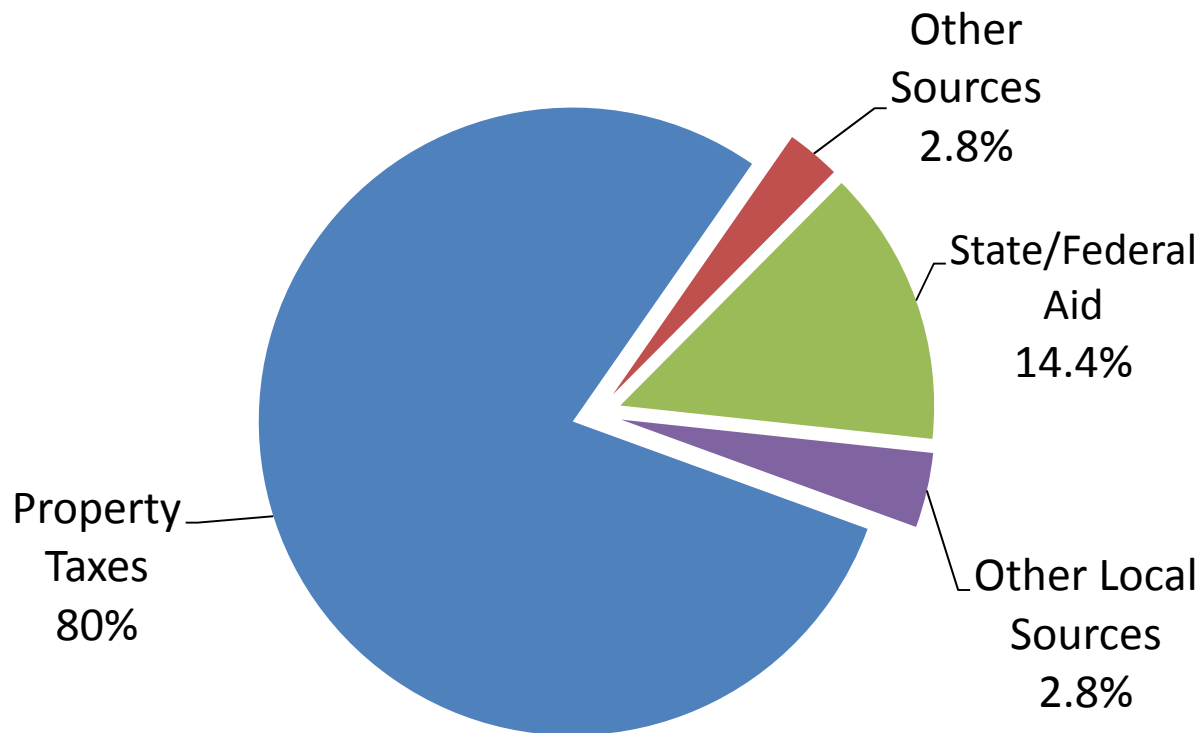


Revenue Limits

- Restricts amount a school district can levy to community
- Based on a formula using district resident enrollment and annual per pupil factor
- + 80% of revenue needed to support district budget comes from local tax levy
- More than 80% of revenue fixed by law
- Declining enrollment means declining revenue to support district budgets

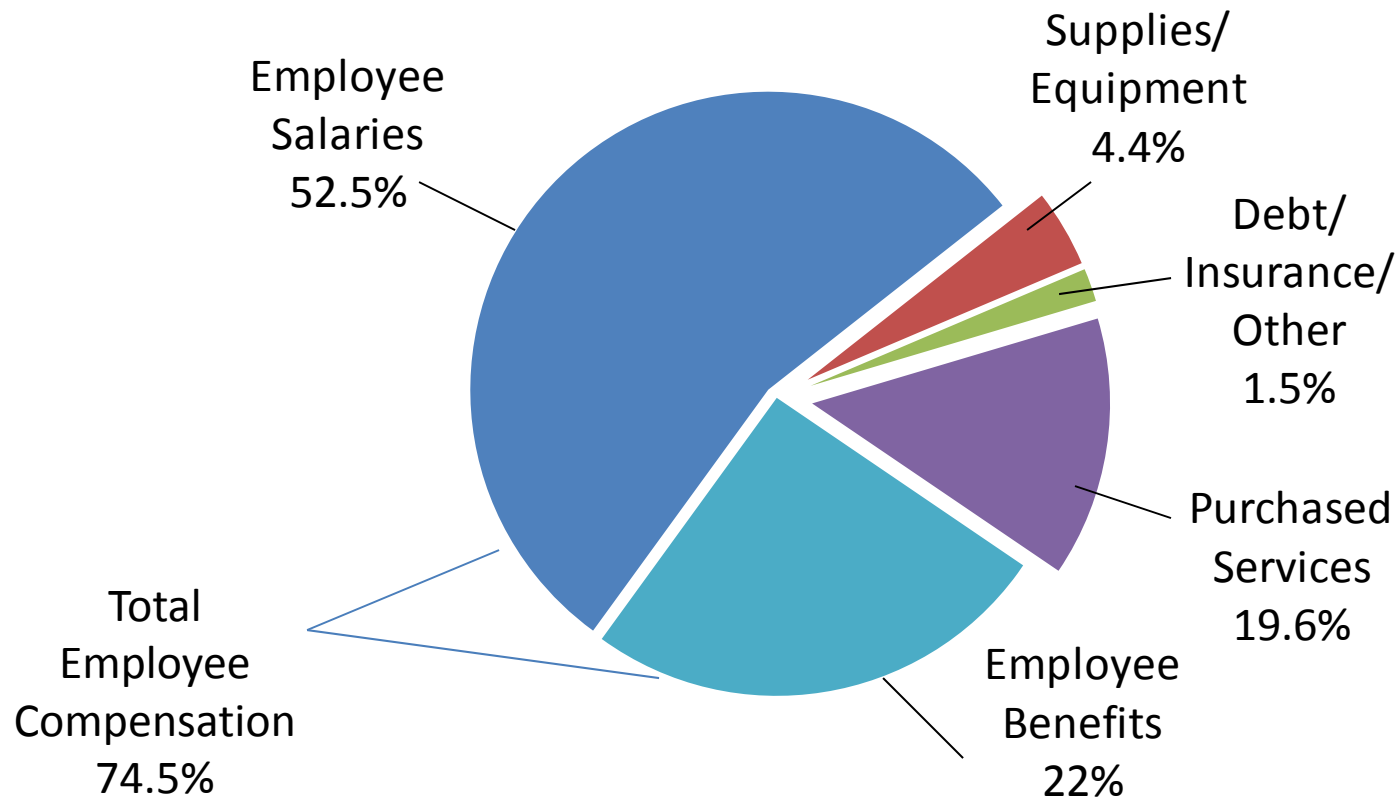
General & Special Education

Revenue Sources 2017-2018



General & Special Education

Expenditures 2017-2018



General Fund



Total Budget - \$43,509,578

- Increase of .03%
- Includes \$1.8 million – Fund Balance

Total Levy - \$35,310,321

- Increase of 0.76%

Special Projects Fund



Total Budget -

- Fund 21 – Special Revenue Trust - \$600,000

Special Education Fund



Total Budget -

- Fund 27 – Special Education -
\$6,876,956

Debt Service Fund



Fund 39 – Referendum Approved Debt

- Total Budget – \$3,048,849
- Tax Levy - \$3,025,749 or \$0.63/\$1000
- Includes 2015 Referendum & 1998 Referendum Payments
- Outstanding Long Term Debt \$22,120,000

Capital Projects Fund



- Capital Improvement Trust Fund – balance as of 6/30/17 - \$185,559.80

Food Service Fund



Fund 50

- National School Lunch Program
- Operated by Aramark Education
- Self-sufficient – no tax or budget subsidy from district
- Total Budget - \$1,252,000
- Surplus funds must remain in food service account

Community Service



Fund 80 -

- Activities that serve the “Community”
- MT Recreation Department
- Provides Recreation, Leisure and Enrichment activities for youth, adults and seniors.
- Summer Youth Academy

Community Service



Fund 80 -

- Proposed Budget - \$877,142
- Supported Primarily by User Fees (74%)
- Proposed Tax Levy - \$227,580
- MTSD Levy – No increase since 2009-10

Community Service

Community Service	Actual 2015-16	Unaudited 2016-17	Budget 2017-18	Inc/(Decr)
Ending Fund Balance	\$133,061	\$157,592	\$157,592	\$0
Revenue*	\$730,926	\$881,180	\$877,142	(\$4,038)
Expenditures	\$755,457	\$881,180	\$877,142	(\$4,038)
*Includes Tax Levy	\$227,580	\$227,580	\$227,580	\$0

2017-18 Budget Summary

MEQUON-THIENSVILLE SCHOOL DISTRICT 2017-18 BUDGET SUMMARY

The following table summarizes the proposed 2017-18 Budget, dollar change and percent increase as compared to the 2016-17 Budget:

	2016-17 Budget	2017-18 Proposed	Dollar Change	Percent Change
General Fund (10)	\$43,494,494	\$43,509,578	\$15,084	0.03%
Special Projects Fund (21)	\$532,643	\$600,000	\$67,357	12.6%
Special Education Fund (27)	\$6,996,861	\$6,876,956	-\$119,905	-1.7%
Debt Service Fund (30)	\$3,049,148	\$3,048,849	-\$299	0.0%
Capital Projects Fund (40)	\$8,521,441	\$0	-\$8,521,441	-100.0%
Food Service (50)	\$1,260,000	\$1,252,000	-\$8,000	-0.6%
Community Service Fund (80)	\$881,180	\$877,142	-\$4,038	-0.5%
Gross Total Expenditures - All Funds	\$64,735,767	\$56,164,525	-\$8,571,242	
Less: Interfund Transfers- All Funds	\$4,583,806	\$4,473,825	-\$109,981	
Net Total Expenditures - All Funds	\$60,151,961	\$51,690,700	-\$8,461,261	
Percentage Increase - Net Total Fund Expenditure from Prior Year				-14.07%

Tax Levy & Rate Information

Fund	2017-18 Levy	Rate*	2016-17 Levy	Rate	Inc/(Dec)	% Change
General	\$35,310,321	7.45	\$35,043,597	7.47	\$266,724	0.76%
Debt Service	3,025,749	0.64	2,957,712	0.63	\$68,037	2.30%
Community Service	227,580	0.05	227,580	0.05	\$0	0.00%
TOTALS	\$38,563,650	8.14	\$38,228,889	8.15	\$334,761	0.88%

*Assumes a 1% increase in equalized valuation.

EFFECT OF CHANGES IN EQUALIZED VALUATION ON TAX RATE

<i>Percent Increase</i>	<i>Equalized Valuation</i>	<i>Mill Rate</i>
-5%	\$4,454,343,837	\$8.66
-4%	\$4,501,231,667	\$8.57
-3%	\$4,548,119,496	\$8.48
-2%	\$4,595,007,326	\$8.39
-1%	\$4,641,895,156	\$8.31
0%	\$4,688,782,986	\$8.22
1%	\$4,735,670,816	\$8.14
2%	\$4,782,558,646	\$8.06
3%	\$4,829,446,476	\$7.99
4%	\$4,876,334,305	\$7.91
5%	\$4,923,222,135	\$7.83

2017-18 Proposed Tax Rate

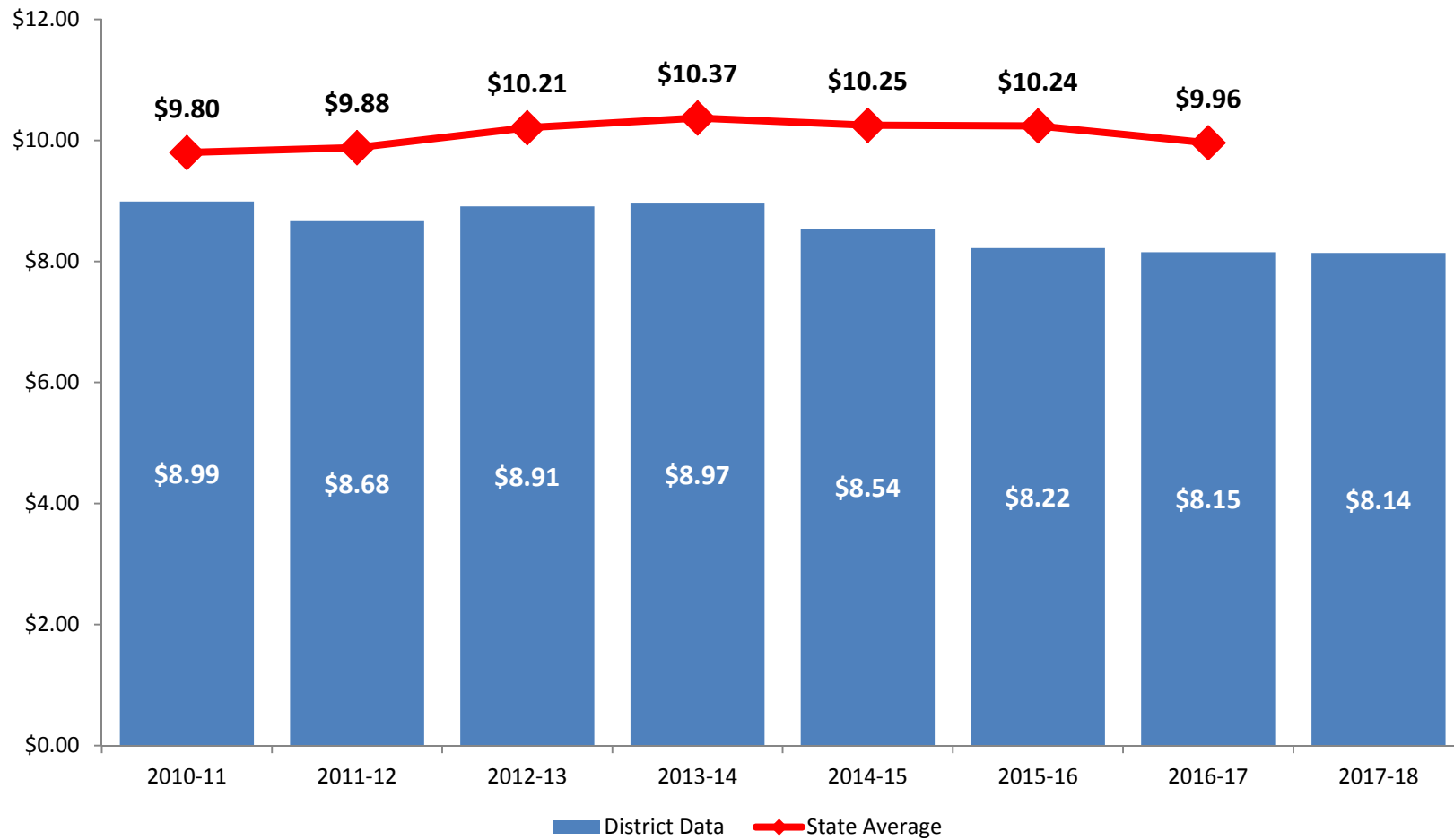
IMPACT OF SCHOOL TAX LEVY

Value of Home	2016 (actual)	2017* (projected)	Change (+/-)
200,000	\$ 1,630	\$ 1,628	-2.00
400,000	\$ 3,260	\$ 3,256	-4.00
600,000	\$ 4,890	\$ 4,884	-6.00
800,000	\$ 6,520	\$ 6,512	-8.00

*Assumes 1% increase in property values.

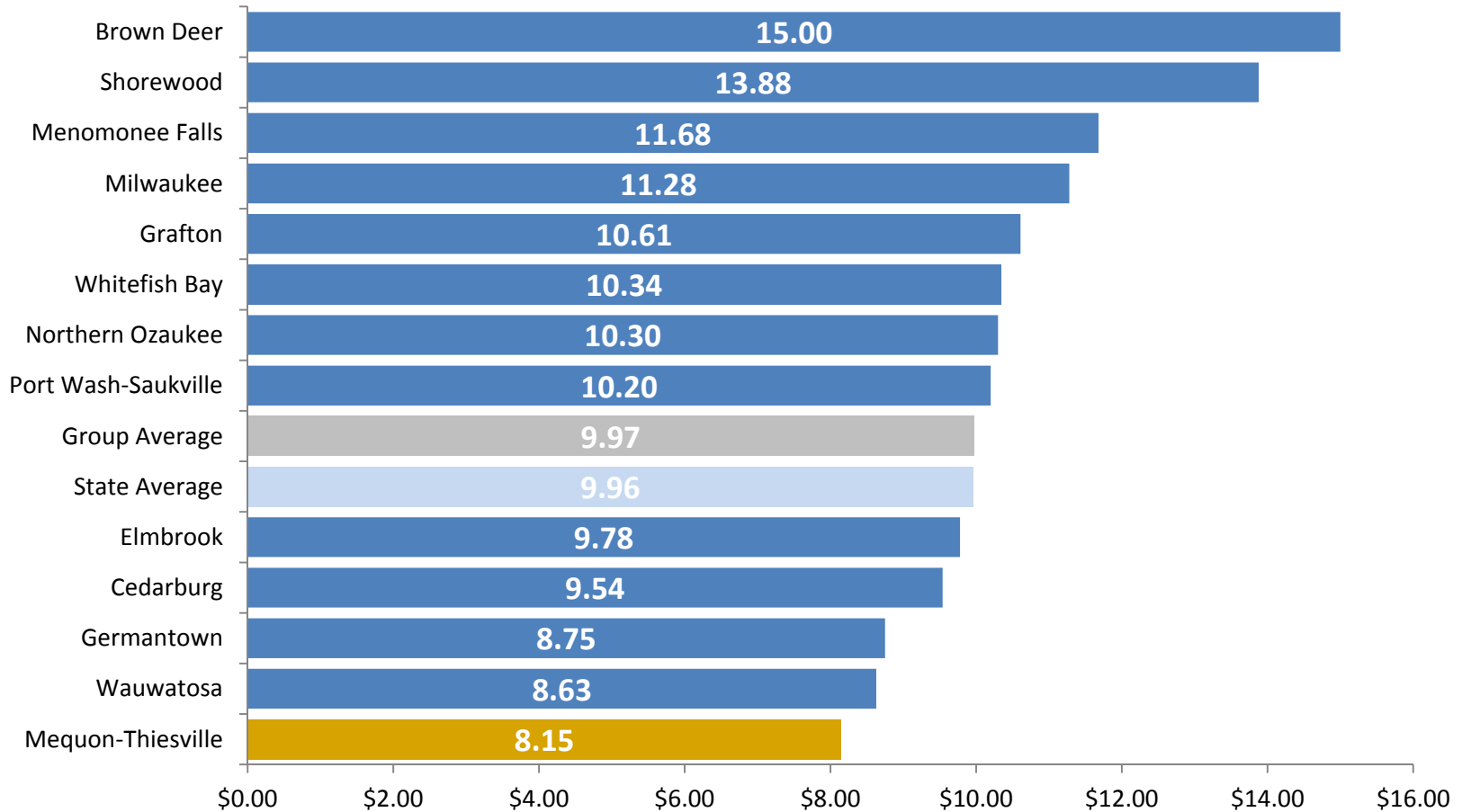


Historical Mill Rate Analysis



Source: DPI Website

Mill Rate Comparison 2016-17



Source: DPI Website

2017-18 Proposed Budget & Tax Levy



- 2017-18 Proposed Total Budget - \$56,164,525 –
 - ✓ Decrease of 14.07%
- 2017-18 Total Levy - \$38,563,650
 - ✓ Increase of \$334,761 or 0.88%
- Maximum tax levy allowed based on current projections in state aid, state budget assumptions and enrollment

2017-18 Budget

- Strong Academics
- Updated Facilities
- Solid Financial Position
- Fiscally Responsible



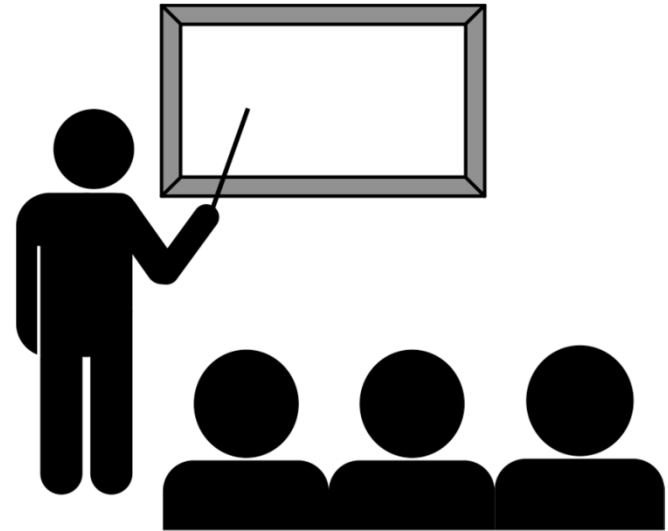
Budget Hearing

Motion to Approve Proposed 2017-18 Budget

Move to approve the proposed 2017-18 school district budget in the total amount of \$56,164,525.

Budget Hearing

Discussion and Questions
Regarding the Proposed
2017-18 Budget



Budget Hearing

Action by the School Board to
Approve the 2017-18 Budget



Budget Hearing

Adjourn 2017-18 Budget Hearing



Annual District Meeting



July 24, 2017

Immediately Following Budget Hearing

Range Line Conference Room



ANNUAL MEETING

Monday, July 24, 2017

Immediately Following Budget Hearing

Range Line Conference Room - Mequon, WI 53092

AGENDA

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 2016 Annual Meeting
7. Report from the Superintendent
8. Report of the Treasurer
9. Resolution to Approve the 2017-18 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 \$38,563,650 be approved for the 2017-18 school year to include: a General Fund levy in the amount of \$35,310,321; Debt Service tax levy in the amount of \$3,025,749; and Community Service tax levy in the amount of \$227,580.
10. Discussion on the 2017-18 Operational, Debt Service and Community Service Fund Tax Levy
11. Action by Electorate to Adopt Resolution for the 2017-18 Operational, Debt Service and Community Service Fund Tax Levy
12. Action to Authorize School Board to Establish Date for 2018 Annual Meeting
13. Adjournment

2017 Annual Meeting



Reading of Published Notice of
the Meeting by School Board Clerk
Chris Schultz

2017 Annual Meeting

Election of Chairperson



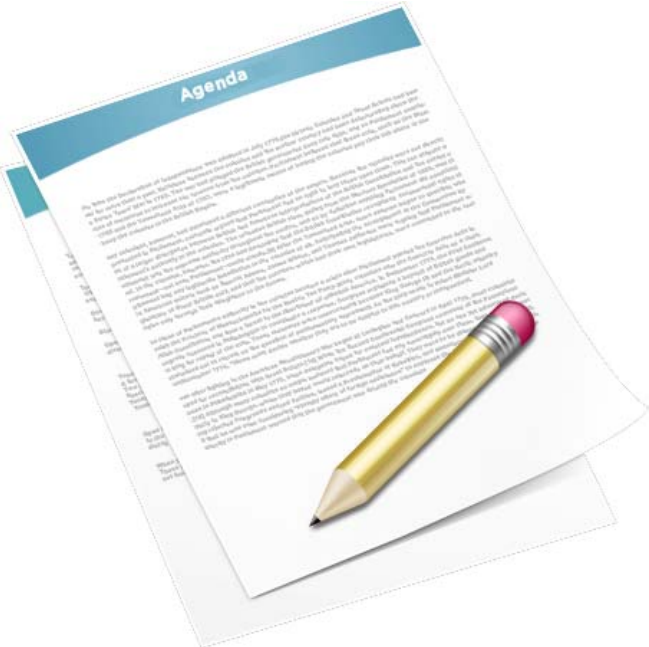
2017 Annual Meeting

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



2017 Annual Meeting

Approval of the Agenda



2017 Annual Meeting

Approval of Minutes from
2016 Annual Meeting



2017 Annual Meeting



Report from the Superintendent Mr. Matthew Joynt

2017 Annual Meeting

MTSD Strategic Plan Goals

Goal #1:
Maximize the
academic
achievement and
personal growth
of each M-T
student.

Goal #2:
Maximize
operational
effectiveness of
organizational
systems and
processes.

Goal #3:
Ensure fiscal
stability and
appropriate
resources for
programming and
facilities.

Goal #4:
Ensure a climate
and culture to
sustain
excellence.

2017 Annual Meeting



Report of the Treasurer Wendy L. Francour

2017 Annual Meeting

Treasurer's Report For Period Ending June 30, 2017

Fund	Assets	Liabilities	Balance	Change in Balance	% of Fund Balance
General	\$14,482,300	\$3,668,021	\$10,814,279	\$1,607,106	25%
Special Projects	\$425,983	\$232,446	\$193,537	-\$55,710	-
Debt Service	\$510,383	\$0	\$510,383	-\$86,933	-
Capital Projects	\$185,560	\$0	\$185,560	-\$8,503,920	-
Food Service	\$454,900	\$131,210	\$323,690	\$2,851	25%
Community Service	\$175,716	\$12,275	\$163,441	\$30,380	19%
OPEB Trust	\$1,134,037	\$0	\$1,134,037	\$82,453	-

2017 Annual Meeting



OPEB Trust Fund (73)

- Trust Fund Balance as of 6/30/17 – \$1,134,037.18
- Investment Return Earned Since Last Annual Meeting - \$6,705.18
- Total Disbursements Made Since Last Annual Meeting - \$0
- Investments managed by PMA Financial Network, Inc.

2017 Annual Meeting



Resolution to Approve the 2017-18 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 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 \$38,563,650 be approved for the 2017-18 school year to include: a General Fund levy in the amount of \$35,310,321; Debt Service tax levy in the amount of \$3,025,749; and Community Service tax levy in the amount of \$227,580.

2017 Annual Meeting



Discussion on the 2017-18
Operational, Debt Service and
Community Service Fund Tax Levy

2017 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, sign in and 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.

2017 Annual Meeting



Action by Electorate to Adopt
Resolution for the 2017-18
Operational, Debt Service and
Community Service Fund Tax Levy

2017 Annual Meeting



2017-18 Proposed Tax Levy

- General Fund - \$35,310,321
- Debt Service - \$3,025,749
- Community Service - \$227,580
- Total 2017-18 Levy - \$38,563,650
- Increase of \$334,761 or 0.88% from 2016-17 levy

2017 Annual Meeting



Action to Authorize School Board to
Establish Date for 2018 Annual
Meeting

PROPOSED

2018 Annual Meeting

July 23, 2018

7:00 p.m.

Location - TBD

2018 Annual Meeting



Adjournment -

Thank You!

