

## Special Meeting, Board of Education

October 26, 2022

Marshall Public Schools

### 7.a. To approve 2022-2023 budget adjustments.

As stated during the 2022-23 Budget Hearing prior to the annual meeting last month, there are a number of budgetary factors that were based upon estimates as the district awaiting final figures. These included:

- 3<sup>rd</sup> Friday in September Pupil Count results; Full Time Equivalency (FTE) membership initially projected at 944, actual = 944.
- Total Equalized Property Valuation results, initially projected to increase 15.87% to \$609,790,034, actual = \$608,961,541 a 15.7% increase, as certified by the WI Dept. of Revenue on Sept. 30.
- Certification of State Equalization Aid by the WI Dept. of Public Instruction (DPI) on Oct. 15, initially estimated at \$8,172,291, actual = \$7,927,777. (Note that this is a decrease from 2021-22 equalization aid of \$8,122,339.)

Additionally, as we have progressed through the school year to date, we have:

1. Updated our staffing budget to reflect current anticipated staffing expenditures.
2. Updated various grant budgets to refine current programmatic and budgetary plans. (Note that our three largest grants (Title I, Flow Through and ESSER III) have all had budgets submitted to DPI for review and approval, though the district is still awaiting DPI action. As such, further budgetary refinements may become necessary.)

In totality, Grand Revenue Totals (all funds) increased by \$1,827,281.61 from \$19,291,983.33 to \$21,119,264.94. Likewise, Grand Expense Totals (all funds) increased by \$2,310,525.72 from \$18,868,346.02 to \$21,178,871.74. While the expenditures for all funds/Grand Expense Totals exceeds revenues by \$59,606.80, the Fund 10 General Fund budget is projected to virtually break even, with a modest surplus of \$18.22.

Accompanying these materials, you'll find:

- October Budget Adjustments: Revenues
- October Budget Adjustments: Expenditures

Both of the above documents will notate the value of revisions in the respective row/revenue source or expense object. Reference the October 2022-23 Budget Revisions column, middle column of each page. The Original Budget column reflects the budget as adopted at the annual meeting. The 2022-23 Revised Budget column then reflects the current budget moving forward.

Major revisions to the 2022-23 budget are as follows:

- Inclusion of ESSER III grant budget, revenues & expenditures totaling \$1,181,397.94 to support select staff positions (floating substitute teachers, limited term employment teacher, additional high school counselor, etc.), HVAC repairs at the ELC (replacement of an air handler unit) and HS (boiler replacement – if approved by DPI as grant eligible), additional contracted hours for school nursing support, Teachers On Call contracted substitute staffing, etc.

## Special Meeting, Board of Education

October 26, 2022

Marshall Public Schools

- As noted previously, the October 15 final certification of equalization aid was a reduction of \$244,514 from the July 1<sup>st</sup> DPI estimate. A reminder that as equalization aid is reduced, that shifts the burden to local property taxpayers.
- The General Fund property tax levy was increased by \$583,753. This was a combination of reduced state equalization aid, our ability to recoup open enrollment revenues from the 2021-22 school year for students that were not identified & counted during the pupil count report dates and the ability to levy \$267,616 for Marshall resident students who are attending a private school through state approved voucher programs.
- Various grant budgets or categorical aides also contributed to increases in revenues and expenditures.

### PROPOSED MOTION:

I move that the 2022-23 budget adjustments be incorporated and the 2022-23 budget be finalized as presented in board materials.

Motion by: \_\_\_\_\_ Seconded by: \_\_\_\_\_ Vote: \_\_\_ - \_\_\_

### 7.b. Approval to adopt & certify 2022-23 District Tax Levy

Based upon the previously approved budget adjustments and the resulting revenue limit calculation, administration recommends that the tax levies be adopted as presented in the 2022-23 column below.

TAX LEVY by Fund/Purpose		2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
Fund	Purpose						
<b>Revenue Limit Levies</b>							
10	General Fund	\$ 3,235,259	\$ 2,823,207	\$ 3,644,291	\$ 3,969,491	\$ 3,545,926	\$ 5,143,384
38	Non-Referendum Approved Debt	\$ 486,638	\$ 486,638	\$ 386,638	\$ 306,468	\$ 317,219	\$ 1,052,714
41	Capital Expansion Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Revenue Limit Levies</b>		<b>\$ 3,721,897</b>	<b>\$ 3,309,845</b>	<b>\$ 4,030,929</b>	<b>\$ 4,275,959</b>	<b>\$ 3,863,145</b>	<b>\$ 6,196,098</b>
<b>Tax Levies outside of Revenue Limits</b>							
39	Referendum Approved Debt	\$ 969,650	\$ 1,437,300	\$ 955,200	\$ 926,425	\$ 408,087	\$ -
80	Community Service Fund	\$ 20,000	\$ 5,000	\$ -	\$ 10,000	\$ 10,000	\$ 10,000
10	Property Tax Chargeback	\$ 437	\$ -	\$ -	\$ 187	\$ 216	\$ 227
<b>Total Non-Revenue Limit Levies</b>		<b>\$ 990,087</b>	<b>\$ 1,442,300</b>	<b>\$ 955,200</b>	<b>\$ 936,612</b>	<b>\$ 418,303</b>	<b>\$ 10,227</b>
<b>TOTAL TAX LEVY</b>		<b>\$ 4,711,984</b>	<b>\$ 4,752,145</b>	<b>\$ 4,986,129</b>	<b>\$ 5,212,571</b>	<b>\$ 4,281,448</b>	<b>\$ 6,206,325</b>
Total Equalized Property Valuation		\$400,786,643	\$450,014,468	\$470,435,875	\$497,973,076	\$526,268,685	\$ 608,961,541
<b>Mill Rate/\$1,000</b>		<b>\$ 11.76</b>	<b>\$ 10.56</b>	<b>\$ 10.60</b>	<b>\$ 10.47</b>	<b>\$ 8.14</b>	<b>\$ 10.19</b>

- A reminder that the tax levy in 2021-22 was lower as a result of district efforts to prepay debt, i.e. we paid off the elementary school construction related borrowing earlier than planned, thus

**Special Meeting, Board of Education**

**October 26, 2022**

Marshall Public Schools

avoiding paying unnecessary interest expense. Further, we attempted to inform the public that the mill rate would return to a more typical value in the following (2022-23) year.

- During our April 2022 operational referendum, we indicated that if the referendum were to be approved, the mill rates for the three years (2022-23 through 2024-25) were projected to be lower than the \$10.50ish mill rates of the 2018-19 through 2020-21 school years.

**PROPOSED MOTION:**

I move that the following amounts be certified for tax purposes to support the 2022-23 budget:

General Fund levy =	\$5,143,384.00
Non-Referendum Debt Service Fund =	1,052,714.00
Capital Expansion Fund =	<u>0.00</u>
<b>Total Revenue Limit levy =</b>	<b>\$6,196,098.00</b>

Referendum Debt Service Fund levy =	\$0.00
Community Service Fund levy =	10,000.00
Property Tax Chargeback =	<u>227.00</u>
<b>Total District Tax Levy =</b>	<b>\$6,206,325.00</b>

Motion by: \_\_\_\_\_

Seconded by: \_\_\_\_\_

Vote: \_\_\_\_ - \_\_\_\_