

KIMBERLY AREA SCHOOL DISTRICT



2023 BUDGET HEARING & ANNUAL MEETING

Monday, September 25, 2023

6:30 PM - Budget Hearing

7:15 PM - Annual Meeting

**KIMBERLY AREA SCHOOL DISTRICT
Kimberly Administrative Building
425 S. Washington Street
Combined Locks, WI 54113**

Budget Hearing Agenda

1. 2022-2023 Year in Review – High Achieving/Low Spending
2. 2023-2024 Budget Development
3. What does the future hold?

Presented by:

Becky Hansen

Director of Business Services

KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

THE YEAR IN REVIEW – 2022-2023



Kimberly Area School District



PARKVIEW
LEARNING
CENTER



KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

STUDENT ACHIEVEMENT

- Kimberly High School provided over 740 AP tests in 2022-2023.
- The AP Classes along with dual credit courses taken through FVTC, CAPP courses, and CAPP Spanish have saved students over \$1.3 million in 2022-2023.
- 145 KHS students were recognized by the Advance Placement Program
 - 53 of the students were recognized as an AP Scholar with Distinction, 39 as an AP Scholar with Honor and 53 as AP Scholars



KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

STUDENT ACHIEVEMENT

- In 2023...
 - There were 1,456 enrollments in our family and consumer science courses which includes our child care program through FVTC as well as our CAPP Education course that saves our students dollars in Post-graduate costs.



KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

STUDENT ACHIEVEMENT

- In the 2022-2023 school year at KHS there were...
 - 1469 enrollments in Technical Education courses
 - 516 enrollments in Business and Marketing Courses and
 - 399 enrollments in Computer Science Courses
- In addition, our Building and Construction 2 classes began working on the new construction lab addition which will be completed by the end of the 23-24 school year. – They are building their own classroom!



KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

- In 2023...
 - Kimberly High School and the Heart of the Valley Chamber of Commerce continued their success with the InCubator program, a program aimed at inspiring young entrepreneurs.
 - The InCubator program partners with many local businesses who volunteer their time to provide this learning opportunity for KHS students.



INCubator Business Partner & Prize Sponsor

- Abby Bank

Community Champion

- Nicci Sprangers, Heart of the Valley Chamber of Commerce

Student Business Team Mentors

- Dr. Rachel Elliot, Flow Family Chiropractic
- Sydney Hummel, Wellness 360
- Josh Russell, Joss Russell Studios
- Travis Schumann, Thrivent Financial
- Mamie Toppe, Kaukauna Coffee and Tea

Preliminary Pitch Judges

- Jackie DePeau, Kimberly High School Principal
- Nicci Sprangers, Heart of the Valley Chamber of Commerce
- Mason Sterr, Digital Fever Media

Board of Advisors (AKA – Sharks)

- Kimberly Stoeger, Nutritional Healing
- Lora Glasel, Recyclist Bicycle
- Susie Van Ekeren, Wisconsin Swim Academy



Classroom Coaches

- Lynn Ebben, Team Industries
- Ryan Kauth, The Business Scaling Blueprint
- Angela Skrobotanas, Community First Credit Union
- Kelli Clussman, Unison Credit Union
- Chris Burns, Digital Media Consultant
- John Hendrickson
- Josh Russell, Josh Russell Studios
- Malarie Griese, HOV Chamber of Commerce
- Mike Bendel, Amundsen Davis, LLC
- Cory Nackers, Ahlstrom
- Todd Brokl, Abby Bank
- Julia Olsen, Abby Bank
- Gary Vaughan, Guident Business Solutions, LLC
- Dan Brosman, UWU, Small Business Development Center

KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

STUDENT ACHIEVEMENT

- In 2023...
 - A total of 24 KHS students earned 40 scholastic Art Awards.
 - 44 Students passed over 100 tests in Word, Excel, and Powerpoint. 31 of the students completed Microsoft Office Specialists Certifications. Accounting students competed in the Junior Achievement Business Challenge, where they received a scholarship and qualified for state competition.
 - JR Gerrrits Middle School held their Annual Microsoft Girls Who Code Event in partnership with Kimberly-Clark.
 - 14 KHS Students intending to pursue a career in education earned recognition at the second annual Kimberly Area School District Papermaker Promise Luncheon.
 - The Triumph Program, a partnership between Kimberly, Kaukauna, and Little Chute School Districts, celebrated 6 years of providing educational and on-site mental health services for students.

KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

2022 ASSESSMENT RESULTS

- The Wisconsin Forward Exam was given to students in grades 3-8 and 10.
- Kimberly exceeded state averages at every grade level and had the highest scores in the area in both ELA and Math.

KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

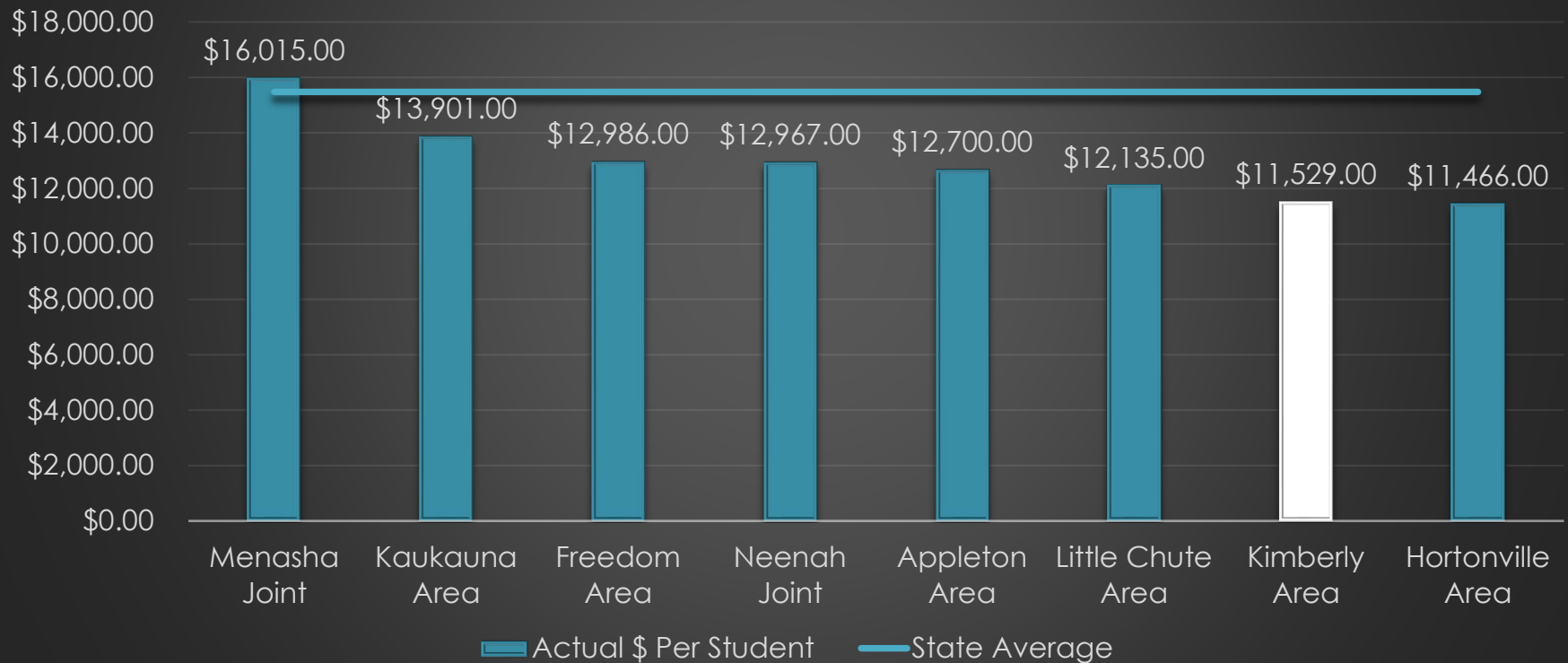
2022 REPORT CARDS

- The District report card garnered an Exceeds Expectations Rating and the Highest Overall Score in the area.
- 5 of our 8 schools received a Significantly Exceeds Rating, which is the highest rating given.



KIMBERLY AREA SCHOOL DISTRICT
BUDGET MESSAGE: HIGH ACHIEVING/LOW SPENDING
YEAR IN REVIEW – 2022-2023

2022 Fund 10 Expenditures Per Student(Headcount)



KIMBERLY AREA SCHOOL DISTRICT

THE YEAR IN REVIEW – 2022-2023

ADDITIONAL REVENUE:



The district received no additional revenue under the revenue limit in 2022-2023.

There was no increase in the categorical per pupil aid.

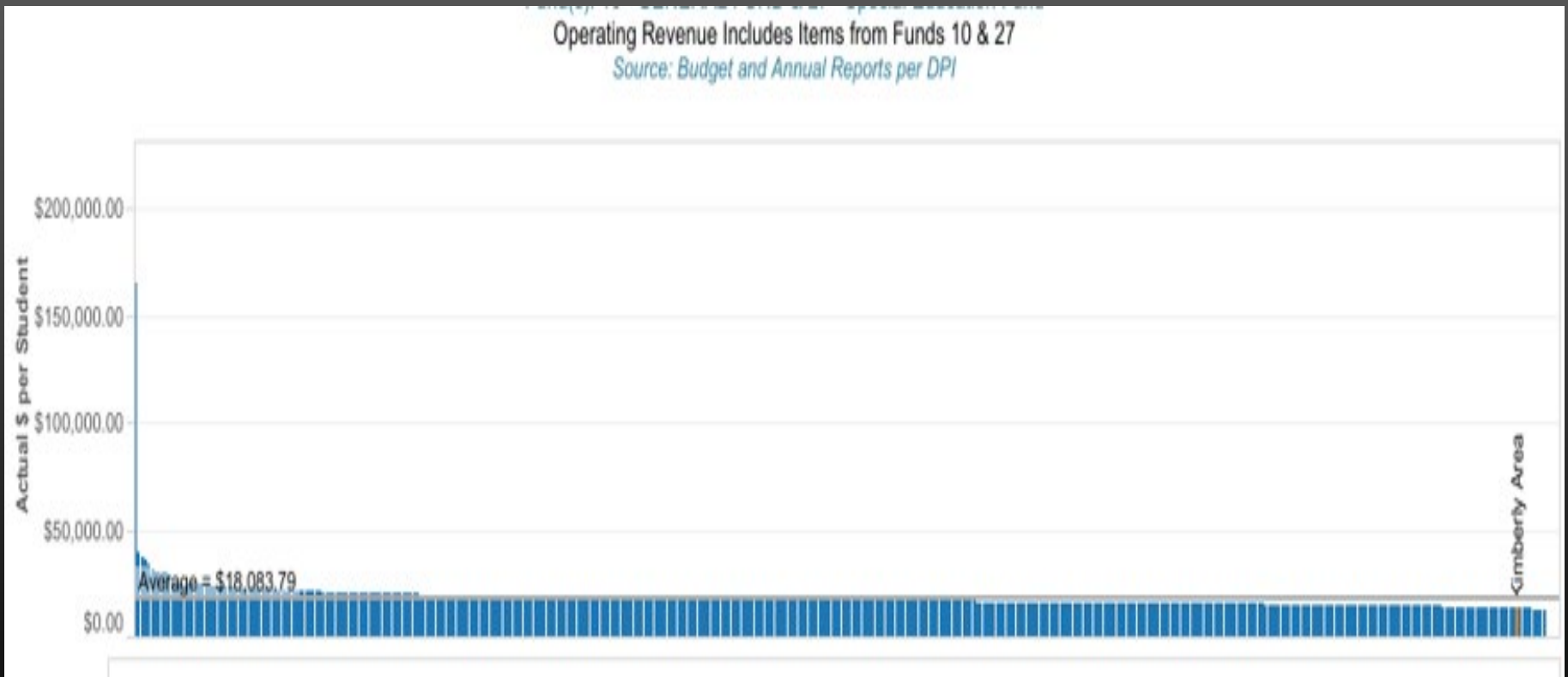
Federal ESSR Funds were used to supplement no additional revenue increases.

KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

YEAR IN REVIEW – 2022-2023

Overall Ranking Revenue - 2022



KIMBERLY AREA SCHOOL DISTRICT

BUDGET MESSAGE

THE YEAR IN REVIEW – 2022-2023

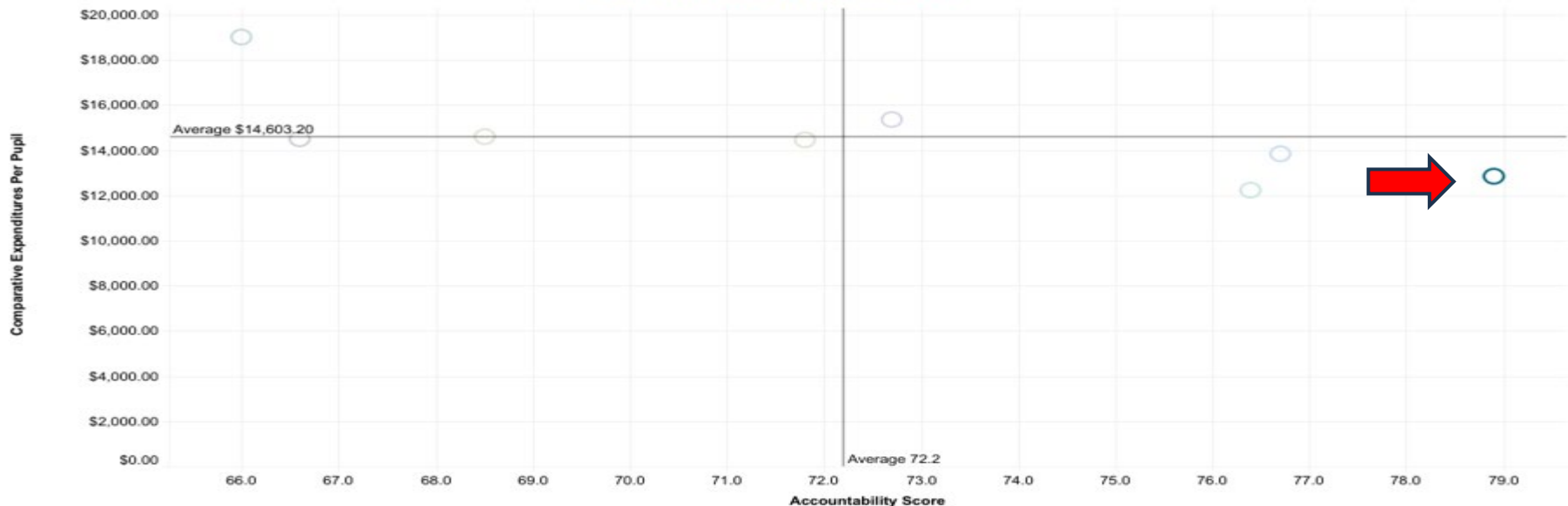
Per Student Spending and Performance

2022

Comparative Expenditures (as defined by the Wisconsin Taxpayers Alliance) consists of all expenses for Funds 10 and 27, excluding Sub Function 490000 and Detail Function 256000

Source – Wisconsin Department of Public Instruction report cards and annual financial reports

Note: Report cards were not issued for 2015.



This graph shows Per student Spending and Performance for the school districts in the Fox Valley Area in 2022. The red arrow points to Kimberly. **The Kimberly Area School District is a high achieving, low spending district.**

IMPORTANCE OF FUND BALANCE

- Fund Balance is the cash reserve that is available to the district at the end of the fiscal year to be used as a contingency fund.
- School districts need to maintain adequate financial cash reserves in order to demonstrate a strong fiscal position, solid financial planning, and sound fiscal management.
- Cash reserves must be adequate to protect the short-term and long-term educational opportunities for our children against some type of financial disruption.
- Insufficient cash reserves will result in the district borrowing more to meet our cash flow needs, which will result in an additional interest expense for taxpayers and fewer taxpayer dollars available for educational programming.

KIMBERLY AREA SCHOOL DISTRICT

YEAR IN REVIEW – 2022-2023

FUND BALANCE

The District's fund balance increased by \$190,222 in 2022-2023 to \$10.526 million or 15.9% of Budgeted 2023-2024 Expenses.

- It is important to spend what we have budgeted as we are a highly aided district and any aid that we do not receive will cause an increase in taxes.

\$1,527,583 of the District's Fund Balance will be assigned to future expenditures

- Unspent School Budgets can be carried over into the future to encourage better spending
- Employees who did not spend all the money in their Health Care Reimbursement Accounts can spend down the remaining balance of the 2021-2022 school year.
- Our self funded dental insurance has been running very well and the fund balance is reflected in the assigned amount. (This balance is being held to assist with any shortfalls if we move to self funded health)
- The Remainder is used for Working Capital Needs(reduce the need for short term borrowing)

QUESTIONS ON 2022-2023
YEAR IN REVIEW?

KIMBERLY AREA SCHOOL DISTRICT

2023-2024 BUDGET DEVELOPMENT

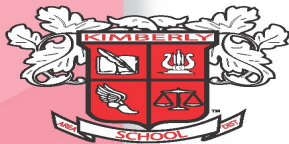
PLAN FOR 2023-2028 *Excellence*

BELONGING STATEMENT

The Kimberly Area School District will strive to create a positive environment where each unique individual is affirmed and listened to for who they are. We will continuously reach out to better understand our differences, to broaden our perspective, and to create a community-wide culture of belonging.

OUR VISION

Students will grow as problem solvers to reach their potential in academics, arts and co-curriculars.



**Kimberly Area
School District**



KIMBERLY AREA SCHOOL DISTRICT

2023-2024 BUDGET DEVELOPMENT

The Plan for Excellence has been updated for 2023 and is the guide for our work during the next 5 years. It outlines our vision, values and goals for student achievement. It is our promise to the community about what children who attend our schools can expect when they come here.

The Plan for Excellence is used in all areas of Kimberly Area School District work and will therefore be the key driver for budget decision making and planning in the future.

PLAN FOR *Excellence*

KIMBERLY AREA SCHOOL DISTRICT 2023-2028

Our vision, values, and goals for student achievement; our promise to the community about what children who attend our schools can expect



RAISING ACHIEVEMENT AND GROWTH

Our broad and rigorous education program is supported by highly qualified educators who meet our students' ever-evolving needs by implementing current research-based best practices.



PREPARING STUDENTS FOR CAREER PATHWAYS

Through a K-12 approach to career exploration, students leave the District knowing their strengths, interests, and career opportunities, and graduate with a plan to guide their unique next steps in learning and life.



To learn more about the Plan for Excellence go to www.kimberly.k12.wi.us or scan the QR code.



DEVELOPING PROBLEM SOLVERS

Our students excel as problem solvers by mastering the skill of conflict resolution, communication, time management, perseverance and developing a growth mindset. Dedicated educators work together to ensure our students get what they need when they need it.



STUDENT WELLNESS: MENTAL, SOCIAL AND PHYSICAL

In collaboration with parents and community providers, we invest in the mental, social and physical health of our students with the goal of creating a learning environment of belonging where students feel comfortable taking risks while surrounded by trusted adults.

KASD OUR VALUES

We expect our students, staff and citizens to display:

RESPECT

By being courteous, sensitive and civil to other people, property and the environment.

HONESTY

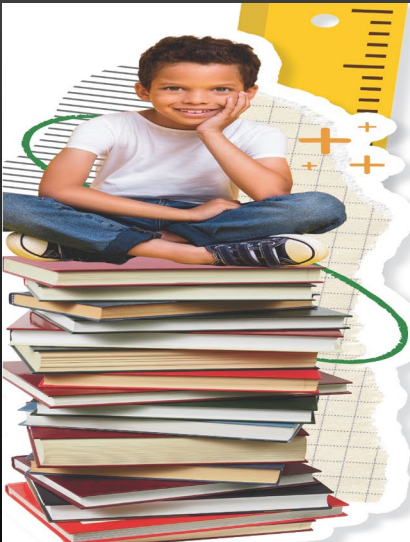
By demonstrating a commitment to the truth in our principles, intentions and actions. Honesty builds and maintains trusting relationships. Honesty requires courage and integrity.

RESPONSIBILITY

By fulfilling obligations to ourselves, our family, our community and the environment. We will be held accountable for the choices we make and for the tasks we have accepted or have been assigned.

KINDNESS

By being gentle, compassionate, empathetic, friendly and caring toward ourselves and others.



Revenue Limit

State statute limits the amount of revenue that a school board may acquire via the local property tax levy and state equalization aid. On average state wide, the state funds about 66% of school district budgets while local property tax funds about 34%.

Factors that impact the revenue limit:

- Student Enrollment
- Per Student spending in prior years
- Additional funding allocated by the state

Equalized Aid

The primary way the state supports schools is via equalized aid. The state aid formula ranks the wealth of a school district community based on their property wealth per student. “Wealthier” districts receive less aid and “Poorer” districts receive more aid.

Factors that impact equalized aid:

- Student Enrollment
- Local equalized value (property value)
- Local Spending

Revenue Limit 2023-2024

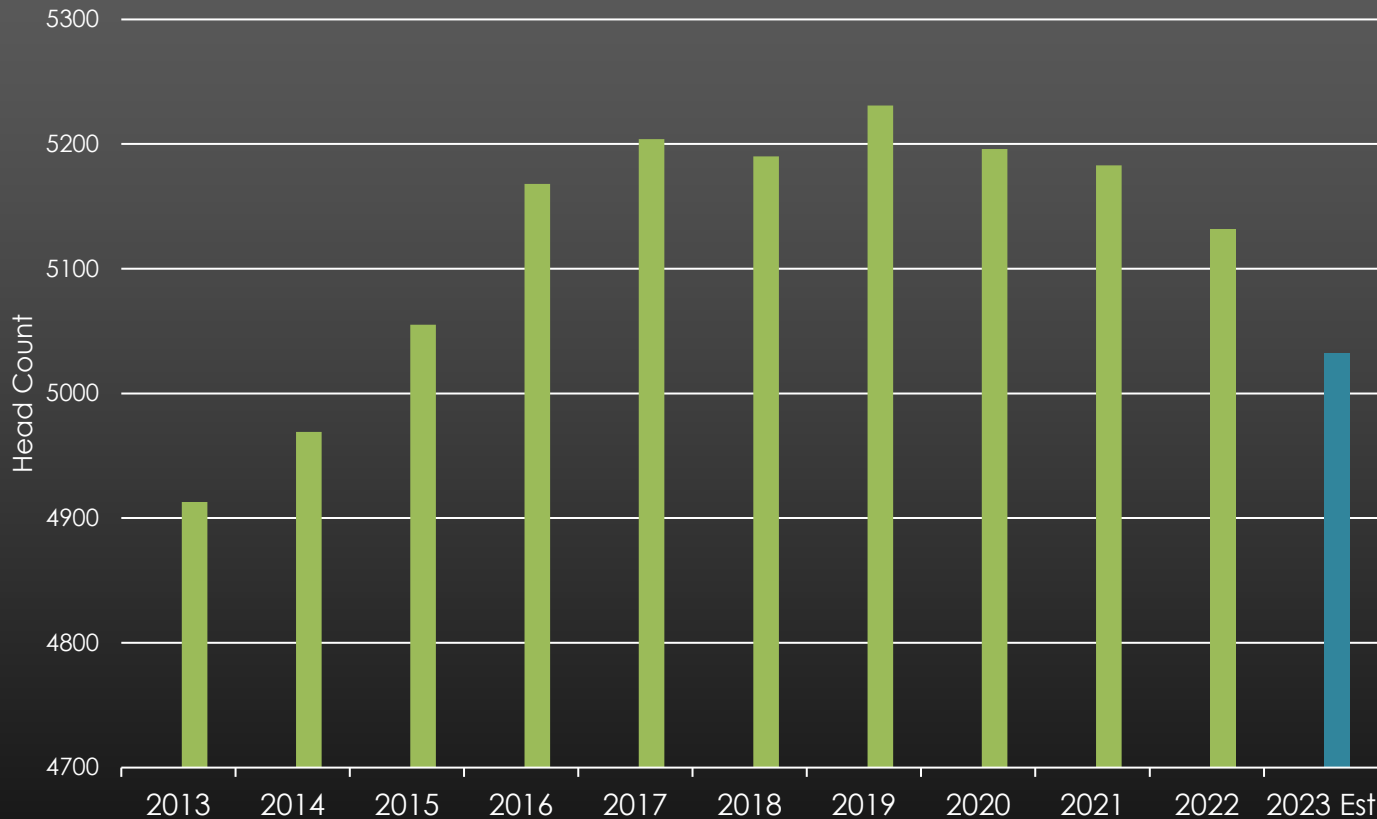
- The state budget included an increase of \$325/student under the revenue limit. In addition, because Kimberly is a low spending district, we have the ability to increase an additional \$648/student to get to the new low revenue ceiling of \$11,000.
- There is additional Equalized Aid allocated by the state, however, not nearly enough to help with the large increase in the revenue limit.
- This additional aid does not allow the district to spend any more money per student.
- It only allows the tax levy to be lower than it would be without.

The Revenue Limit is a combination of equalized aid and property tax. As one value goes up the other will go down.



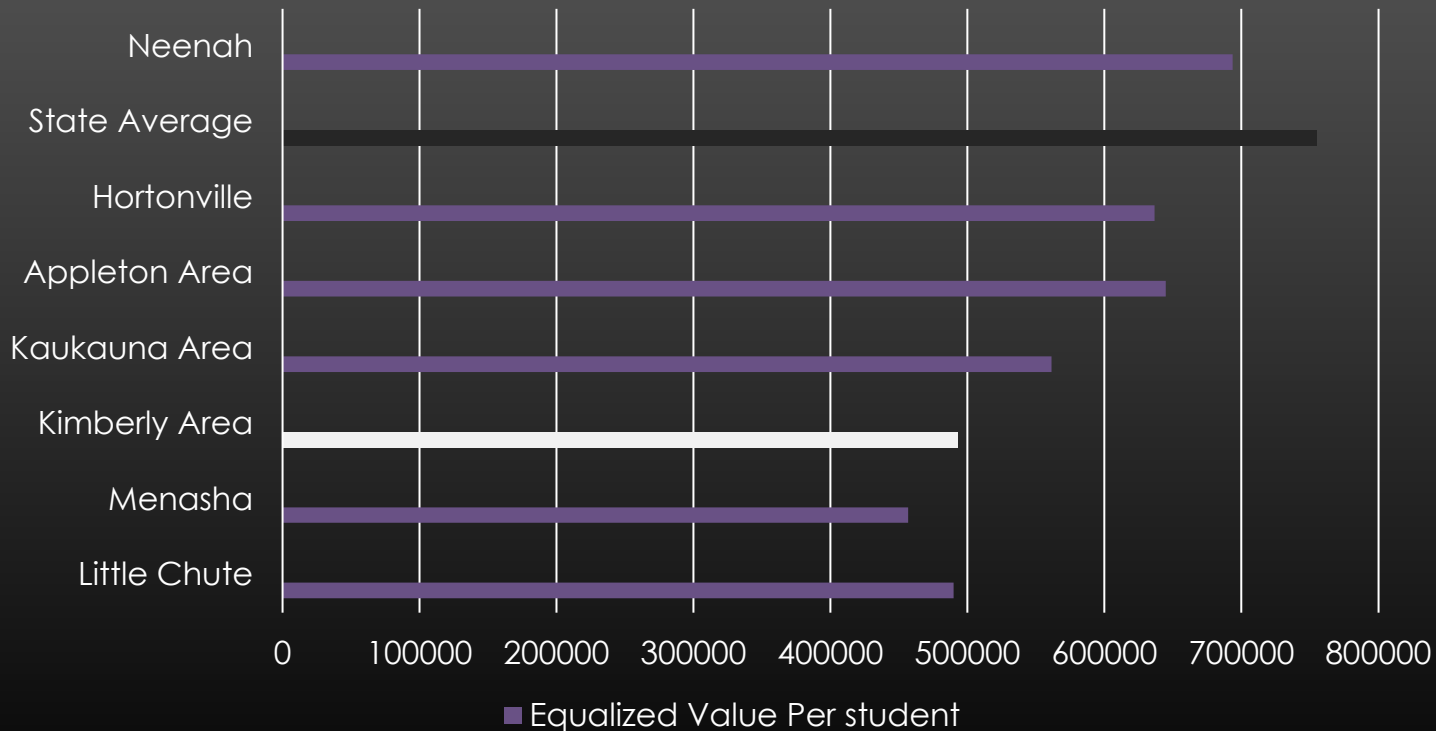
Building the 2023-2024 Budget – Enrollment

The district is estimating enrollment to decrease 100 resident students for 2023-2024.



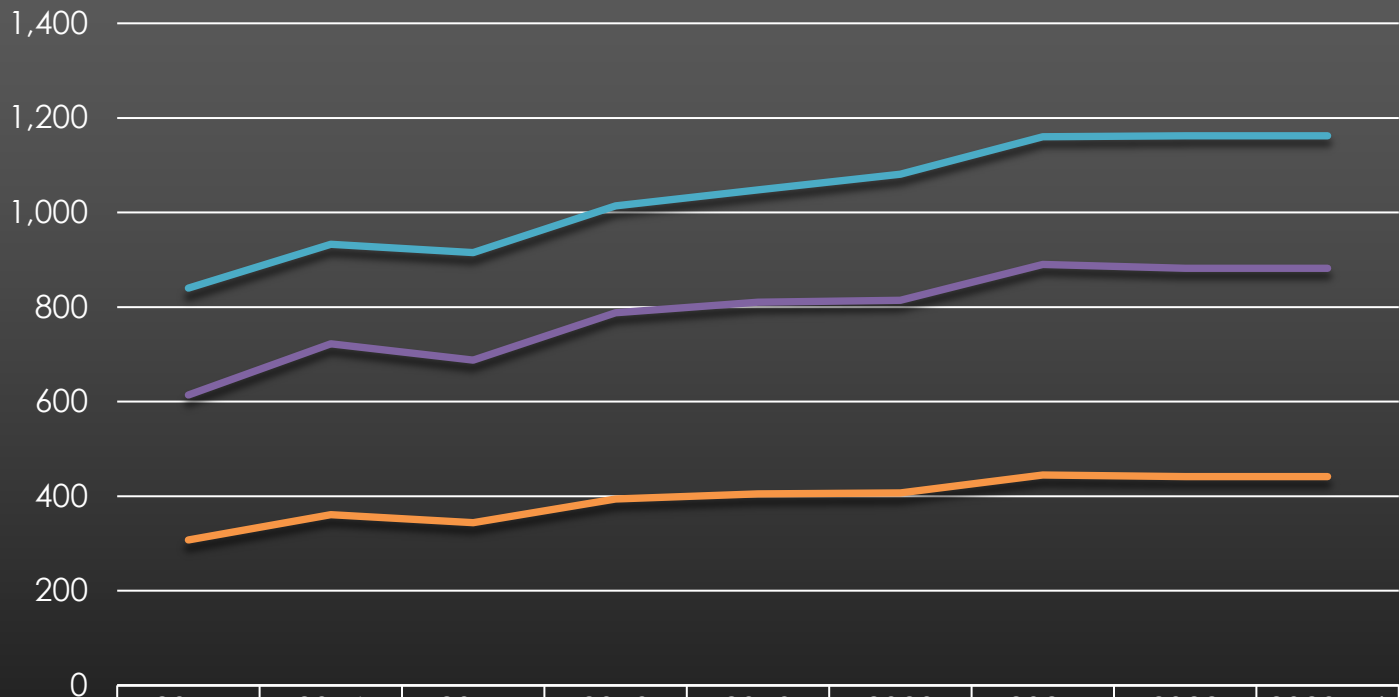
Building the 2023-2024 Budget – Equalized Value

The state aid formula ranks the wealth of a school district community based on their property wealth per student. Kimberly's equalized value per student was \$492,693 used for the 2022-2023 Aid Calculation. The state average was \$754,773 in 2022-2023. Higher value ("Wealthier District") = Less Aid & Lower Value ("Poorer District") = More Aid



Building the 2023-2024 Budget – Open Enrollment

The district is estimating students open enrolling into and out of the district will remain the same.

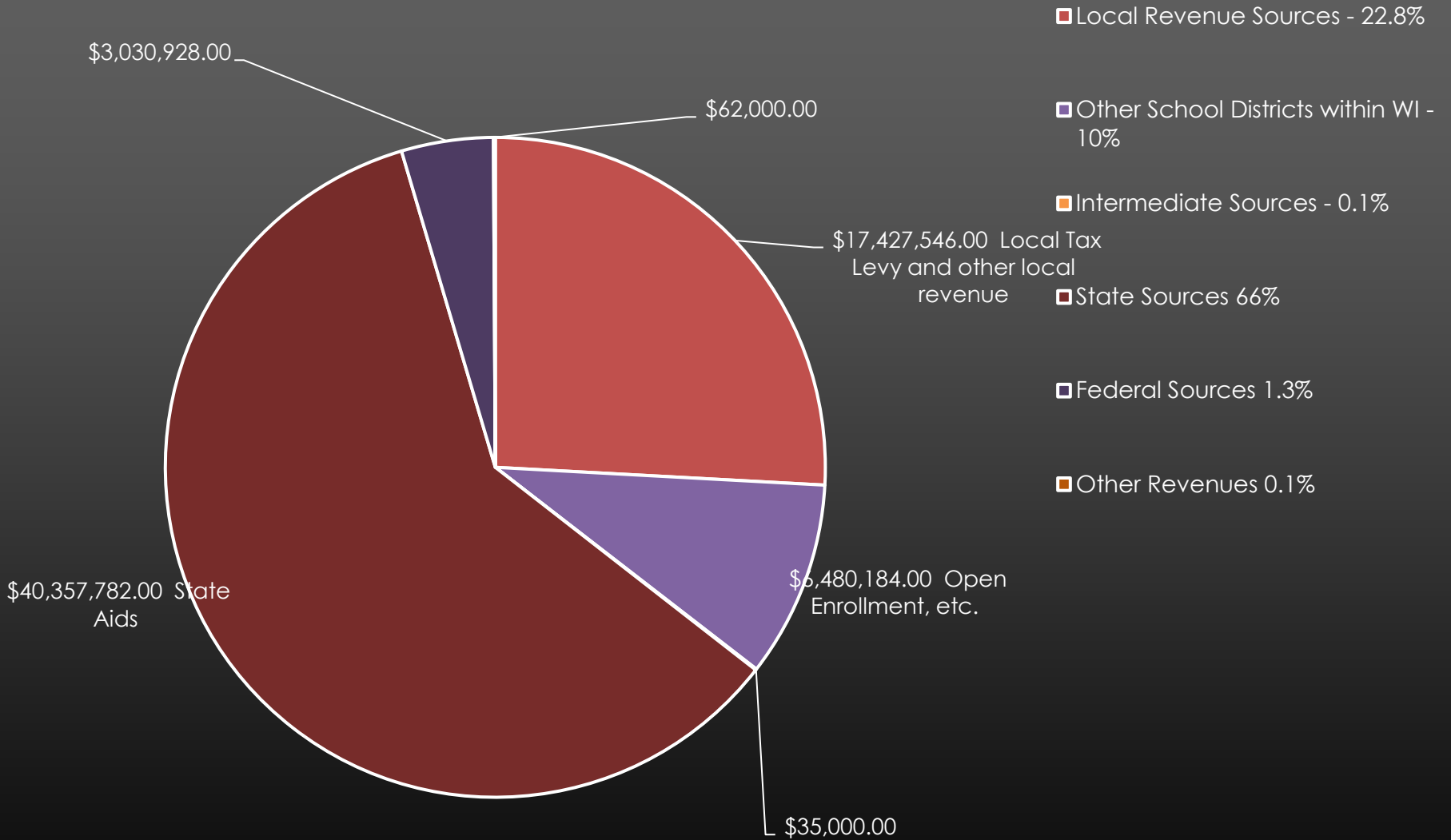


	2015	2016	2017	2018	2019	2020	2021	2022	2023 Est
Transfers Out	-226	-211	-227	-226	-238	-267	-270	-280	-280
Transfers In	533	572	571	620	643	674	715	721	721
Net Transfers	307	361	344	394	405	407	445	441	441

— Net Transfers — Transfers In — Transfers Out

Building the 2023-2024 Budget – Fund 10 Major Revenues

Fund 10 Revenues by Source



Building the 2023-2024 Budget

2021-2024 Federal ESSR Funds

- The district has approximately \$3 million in Federal ESSR Funds to spend down by September 2024. The funds were set aside to balance the budget should we have not received enough revenue from the state budget.
- A large portion of these funds have very specific direction in how they can be spent.
- We will be spending the majority of these funds down in the 2023-2024 budget year and a small portion in the first couple months of the 2024-2025 budget year.

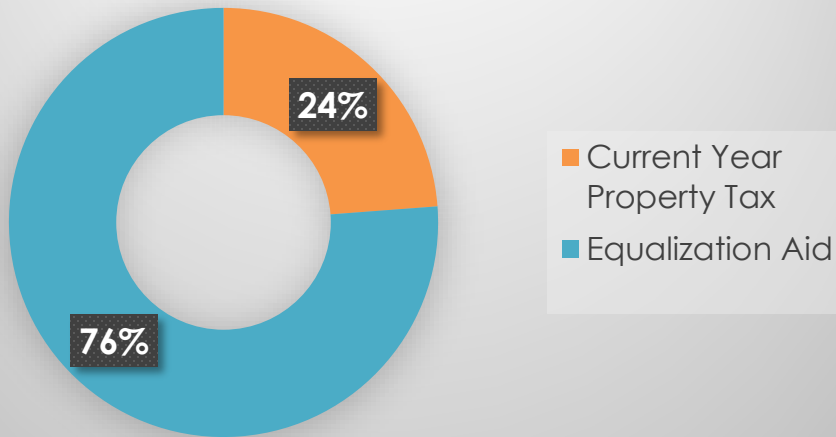
Building the 2023-2024 Budget

2023-2024 TID Revenue

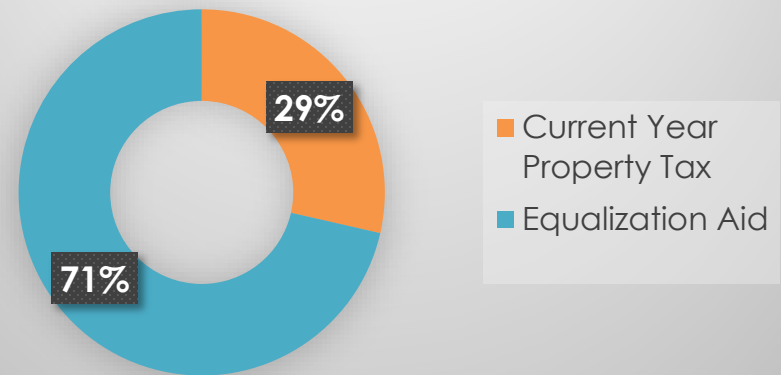
- The district will also receive an additional \$1.4 million from the City of Appleton due to the closing of their TID.
- When we spend these dollars, the expenses are not aidable and will not reduce our tax levy.
- Therefore, the budget that is being presented carries these dollars over to be used for health insurance reserves should the district decide to go self funded.

Building the 2023-2024 Budget – Revenue Limit (State Aid and Fund 10 Property Tax)

2022-2023 State Aid and Property Taxes



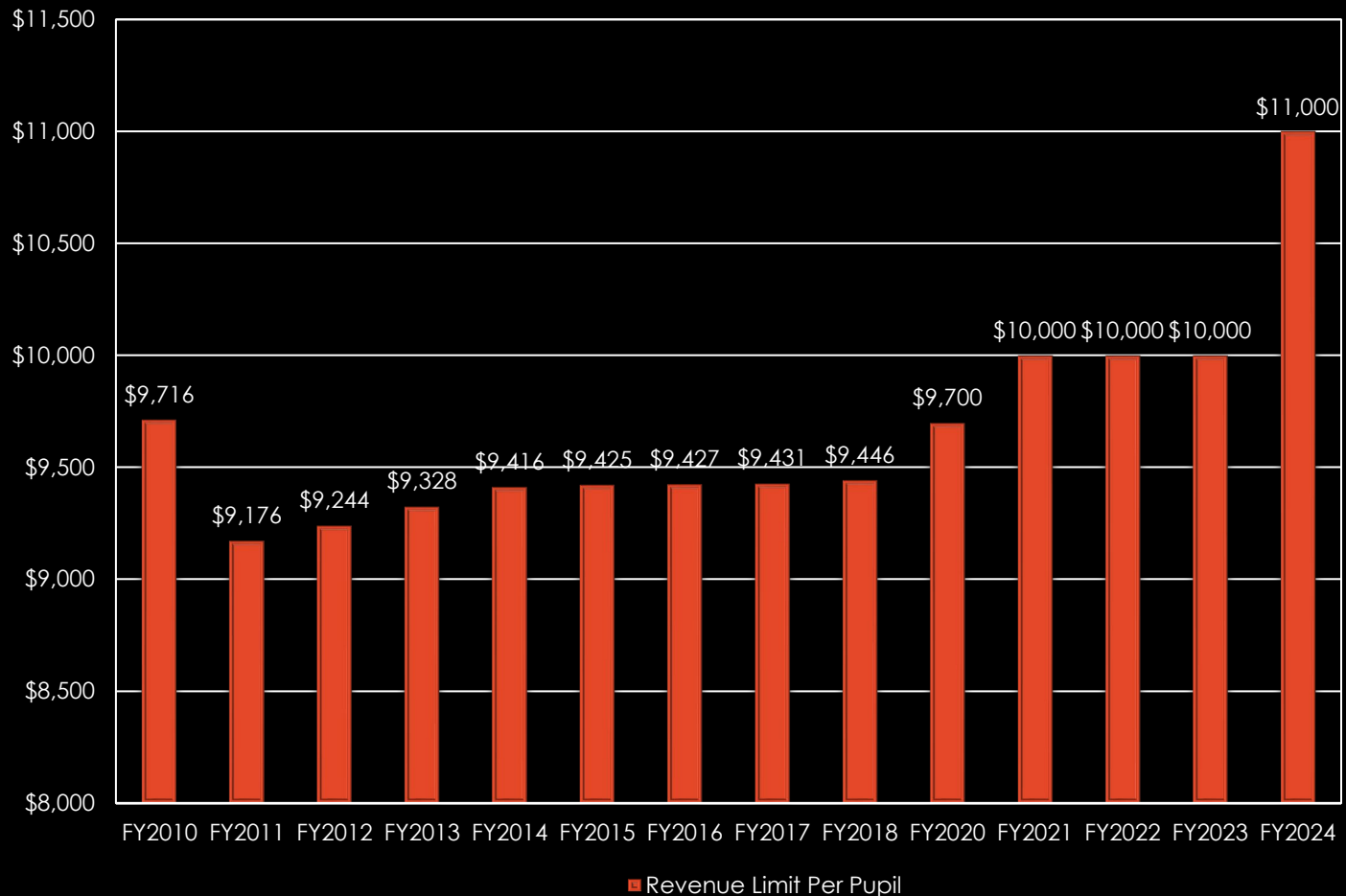
2023-2024 Projected State Aid and Property Taxes



Building the 2023-2024 Budget – Revenue Limit

The state gave the ability to increase the revenue limit per pupil to **\$11,000/student** due to the fact that we are a low spending district.

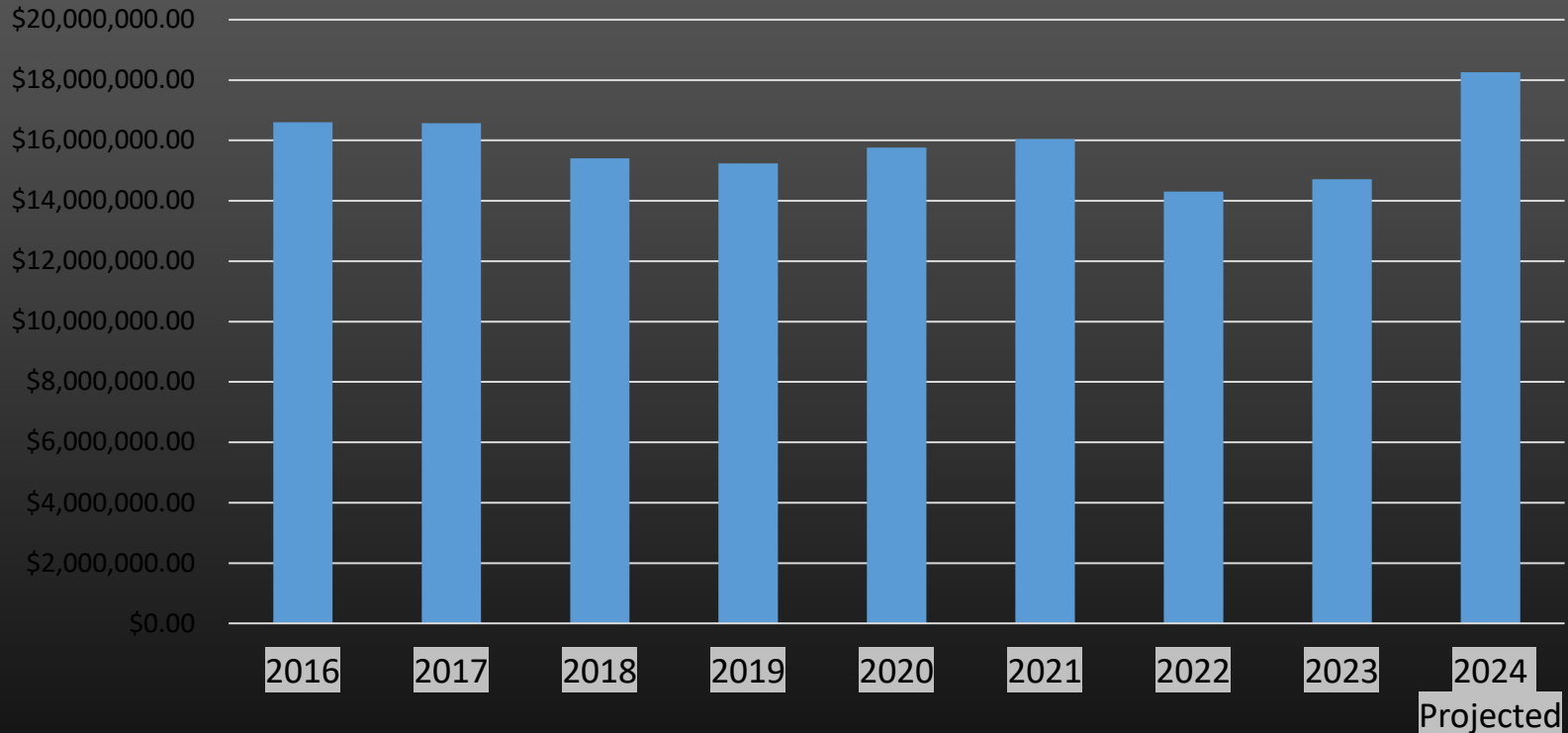
Revenue Limit per Member



Building the 2023-2024 Budget

In addition to the allowable per pupil increase, there is a significant increase in the state wide voucher amount, which will cause the tax levy proposed to increase.

Kimberly School District Tax Levy



Building the 2023-2024 Budget

Proposed Tax Levy Projected to Increase

<u>TAX LEVY</u>	<u>Actual</u> <u>2022-2023</u>	<u>Budget</u> <u>2023-2024*</u>	<u>DOLLAR</u> <u>CHANGE</u>	<u>PERCENT</u> <u>CHANGE</u>
GENERAL FUND - Kimberly Public Schools	\$11,273,412	\$14,560,444	\$3,287,032	29.16%
GENERAL FUND - Private Schools	\$801,788	\$1,049,402	\$247,614	30.88%
DEBT SERVICE	\$2,634,222	\$2,648,313	\$14,091	0.53%
COMMUNITY SERVICE	\$0	\$0	\$0	0.00%
TOTAL	\$14,709,422	\$18,258,159	\$3,548,737	24.13%

- The proposed KASD General fund tax levy will go up due to the increase in the low spending revenue limit. These increases have not happened incrementally over time, therefore there is a larger impact in the tax levy doing it all in one year.
- The private school levy has more than quadrupled since the program went into place 8 years ago. The percent increase this year is more than the public school increase.
- Still need to determine enrollment including number of voucher students, equalized values and equalized aid dollars before setting the final levy.
- The state does not provide us with these numbers until October 15th.
- We are already 4 months into our budget year.

BUILDING THE 2023-2024 BUDGET

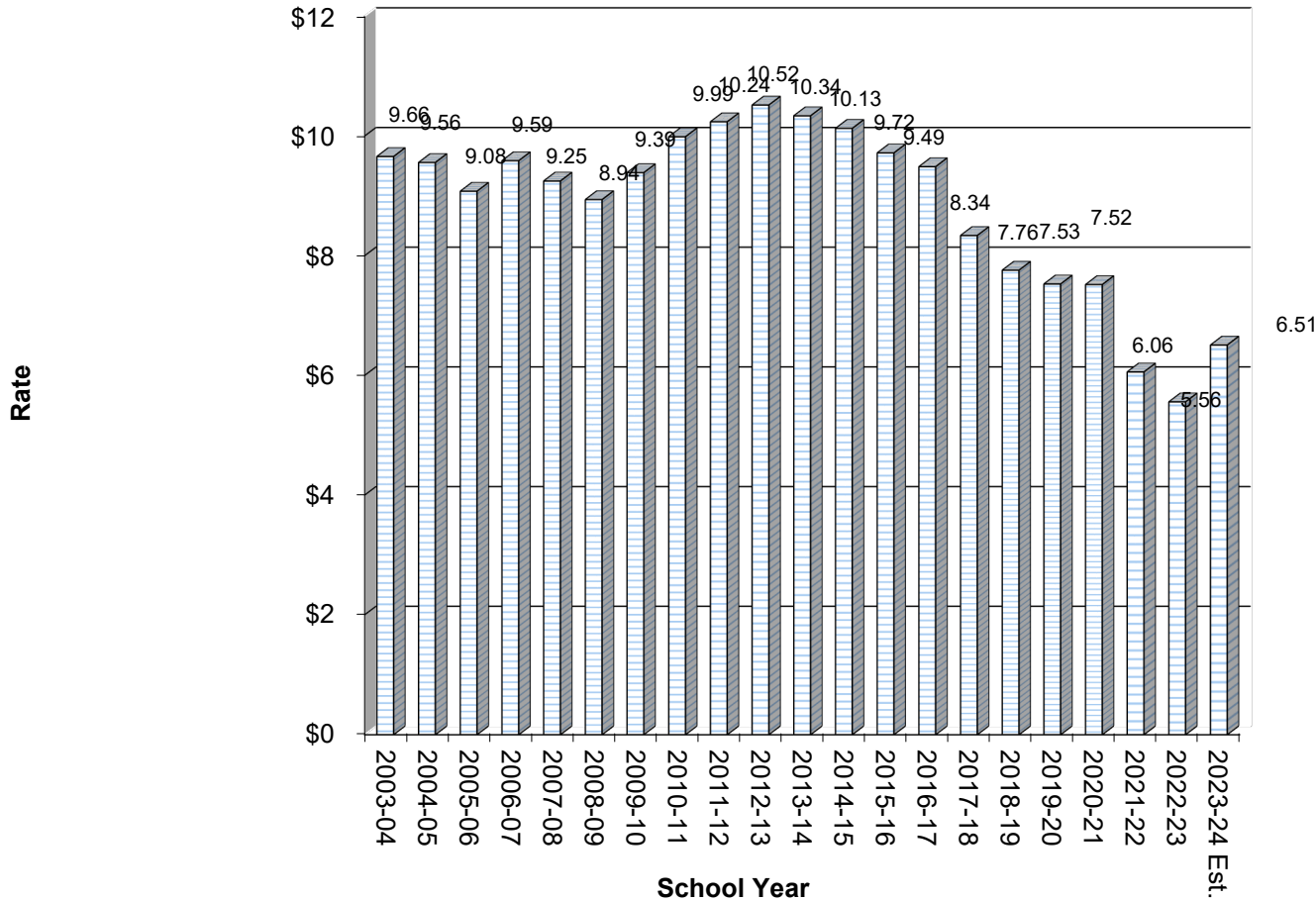
TAX RATE PER \$1,000 OF EQUALIZED ASSESSED VALUATION

Estimating Property Values in the district to increase by 6%. Statewide average is higher, so anticipate this could be higher. Higher equalized value drives the tax rate for the district down.

The tax rate is expected to increase by 95 cents. The tax rate is the portion of a property owner's taxes that they pay for the school district.

	2022-2023 Actual	2023-2024 Budget*	Dollar Change	Percent Change
Kimberly Public School	\$4.26	\$5.19	\$0.93	21.83%
Kimberly Private School	\$0.30	\$0.37	\$0.07	23.33%
Debt Service Fund	\$1.00	\$0.94	(\$0.06)	(6.0%)
Community Service Fund	\$0.00	\$0.00	\$0.00	0.00%
<i>Total Tax Rate</i>	<i>\$5.56</i>	<i>\$6.51</i>	<i>\$0.95</i>	<i>17.09%</i>

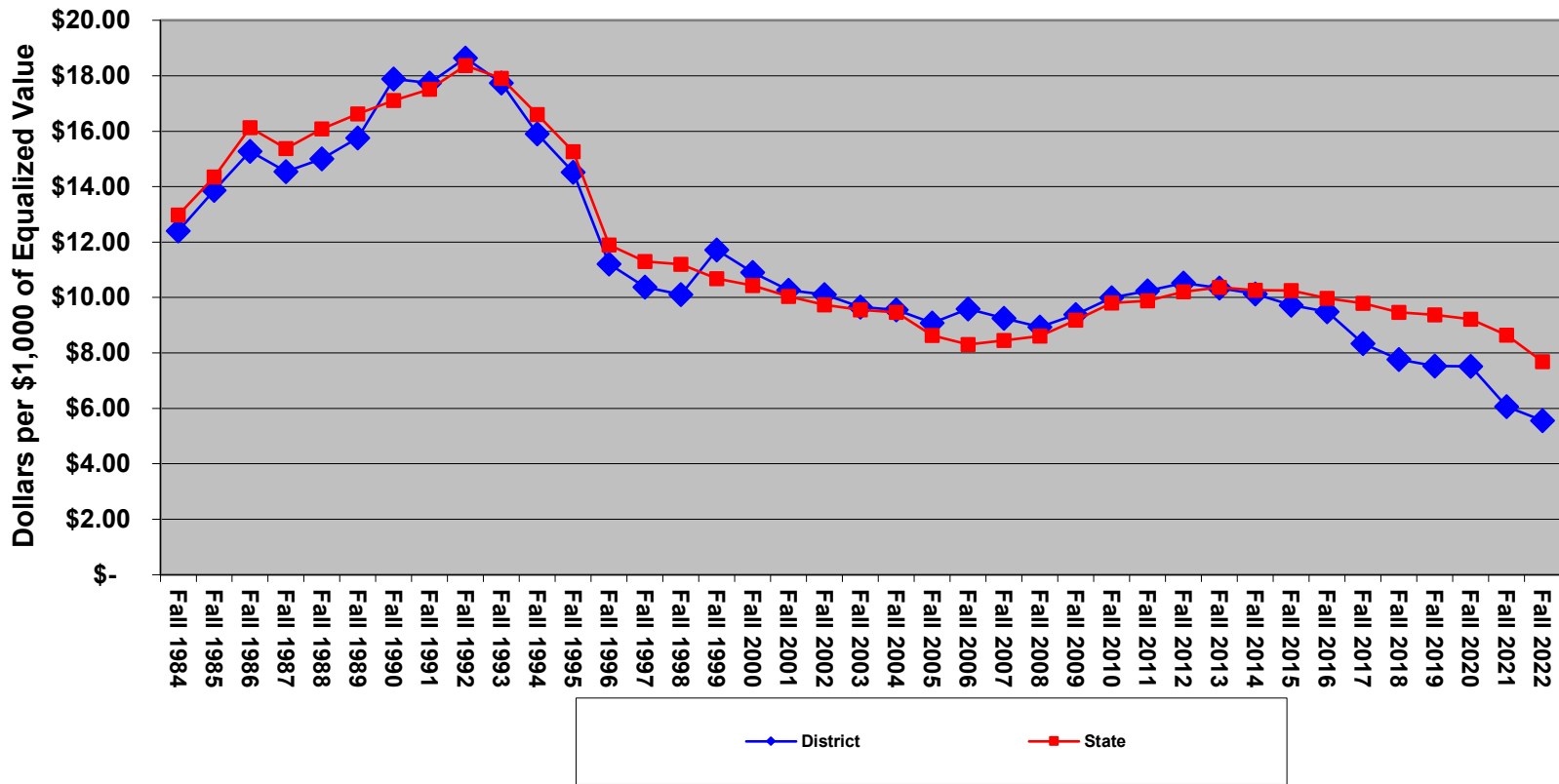
TAX RATE PER \$1,000 OF EQUALIZED PROPERTY VALUE



* 2023-2024 Property Valuations and the corresponding Tax Rate are estimated. Actuals can not be determined until property valuation is certified by the Department of Revenue in October.

Kimberly Area School District Tax Rate Compared to State Average

Survey of Equalized Tax Rates



BUILDING THE 2023-2024 BUDGET TAX LEVY IS BASED ON ASSUMPTIONS AT THIS POINT

- Revenue Limit
 - Enrollment estimated to decrease by 100 students. If more students, Revenue Cap and Tax Levy may increase.
 - If there is an increase in voucher students, the tax levy and tax rate could also increase.
- Property Valuation
 - Estimated 6.0% Increase. If higher, tax rate may decrease.
- Equalization (State) Aid
 - If less than projected, Tax Levy will increase.

The above estimates will be finalized
in October!

TAX LEVY IS BASED ON ASSUMPTIONS AT THIS POINT

The tax levy and rates can not be finalized until after the 3rd Friday in September when enrollment numbers are finalized and approved by the State in October.

Tax rate increases are based on equalized (market) value. Equalized values will not be available until mid-October.

Municipalities are taxed based on assessed value not market value. The assessed value will vary between the 6 municipalities within the District's boundaries. The assessed value increasing also causes taxes to go up.

The property owner also needs to subtract out the "School Levy Credit" to determine the net school levy.

The legislature provided tax relief this year through the school levy credits, but these go to the highest tax levy districts, not necessarily the low spending districts who need it.

However, the school levy credit for each municipality is also not determined until December and is often overlooked on the tax bill.

Building the 2023-2024 Budget

Total Fund 10 Revenues & Expenses

Total Fund Revenues				
	Unaudited 2022-2023	Budgeted 2023-2024	\$ Change	% Change
Fund 10 Revenues	\$61,746,227	\$67,393,440	\$5,647,212	8.4%
Total Fund Expenses				
	Unaudited 2022-2023	Budgeted 2023-2024	\$ Change	% Change
Fund 10 Expenses	\$61,655,528	\$65,883,520	\$4,227,992	6.86%

The budget is balanced, but does include carrying over the \$1.4 million TID payout from the City of Appleton to be held for health insurance reserves if the district decides to go self funded.

Building the 2023-2024 Budget

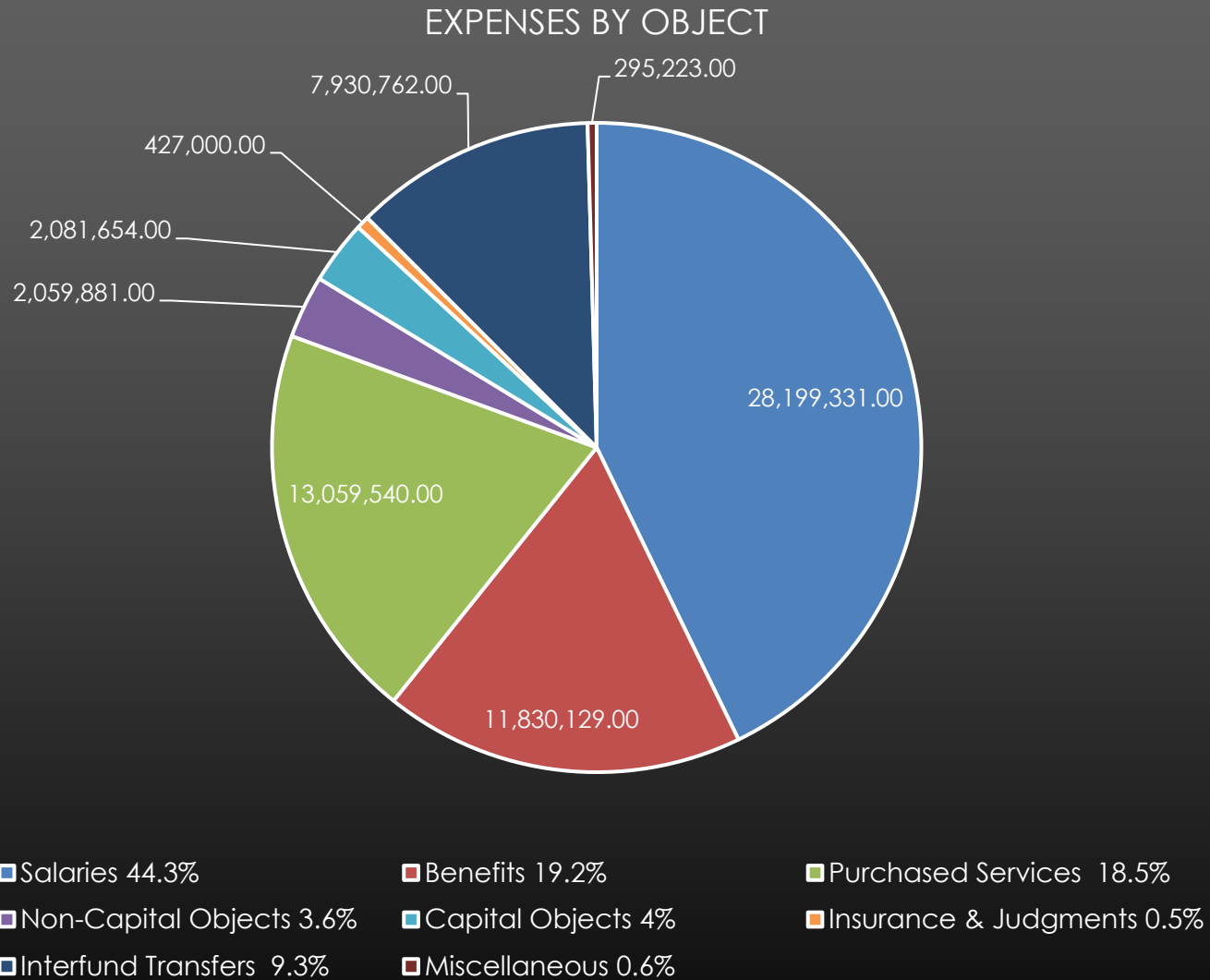
General Fund Major Expense Changes

Expenditures by Object	<u>Audited</u> <u>2021-2022</u>	<u>Unaudited</u> <u>2022-2023</u>	<u>Budget</u> <u>2023-2024</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>
100 Salaries	26,533,192.38	27,263,190.07	28,199,331.00	936,140.93	3%
200 Benefits	10,488,465.39	11,224,765.55	11,830,129.00	605,363.45	5%
300 Purchased Services ¹	11,264,800.06	12,089,595.69	13,059,540.00	969,944.31	8%
400 Non-Capital Objects ²	2,184,112.30	2,134,791.25	2,059,881.00	(74,910.25)	-4%
500 Capital Objects ³	2,157,624.47	2,298,131.84	2,081,654.00	(216,477.84)	-9%
600 Debt Retirement ⁴	0.00	0.00	0.00	0.00	100%
700 Insurance & Judgments	290,909.00	311,339.63	427,000.00	115,660.37	37%
800 Interfund Transfers ⁵	6,553,108.99	6,047,423.51	7,930,762.00	1,883,338.49	31%
900 Miscellaneous	284,563.71	286,290.37	295,223.00	8,932.63	3%
TOTAL EXPENDITURES	59,756,776.30	61,655,527.91	65,883,520.00	4,227,992.09	6.86%

- Salaries and Benefits are anticipated to increase 4%. Salaries were approved to increase 4.7% and health insurance by 9%. There was a reduction in staffing due to enrollment leading to less of an increase overall.
- Purchased Services are projected to increase 8%. This category includes open enrollment, utilities, bussing, cleaning services and maintenance services and capital needs.
- Non-Capital Objects had a slight decrease.
- Capital Objects are projected to decrease 9%. This is based on the various projects that happened last year vs this upcoming year in this object code.
- Risk Insurances will increase due to an increase in property insurance and unemployment insurance.
- Interfund transfers increased 31% due to allocating additional money to Fund 46 for future capital projects.

Building the 2023-2024 Budget

BREAKDOWN OF EXPENSES BY OBJECT



Building the 2023-2024 Budget

General Fund Major Expense Changes

2023-2024 Staffing Costs

Current Staffing Net Changes include:

- Decrease of 5.23 Teachers at the Elementary level due to enrollment reductions.
- Decrease of 1.5 Teachers at the Intermediate level
- Increase of 2.0 Mental Health Providers at Triumph(this replaced contracted service personnel and is split between the 3 school districts)
- District-wide increase of 110.75 Paraprofessional hours per week

Building the 2023-2024 Budget

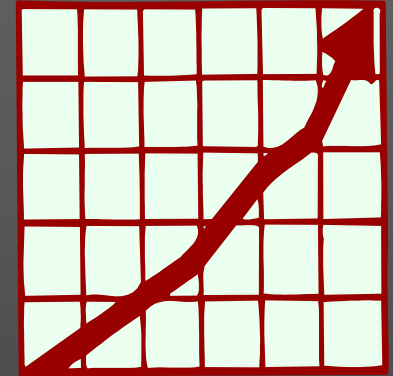
General Fund Major Expense Changes

Net Staffing: Decrease of 6.73 teaching Positions due to declining enrollment; Increase of 110.75 paraprofessional hours; Increase of 2.0 Triumph positions split between the 3 districts

BUILDING THE BUDGET 2023-2024

Continued Health Insurance Cost Containment

- The Rising cost of health insurance continues to be a major concern!
- The district stayed with the same health care provider this year and absorbed a 9% increase in costs
- We will continue to find ways to maximize the use of our Health and Wellness Center to help our employees and the district save money.
- The future plan for health insurance is to present a self funding option that will allow the district the ability to better control costs.



Building the 2023-2024 Budget

OTHER FUNDS

Special Project Funds – Includes Fund 21 (Gifts and donations), and Fund 27(Special Education Funds)

Debt Service Funds – Includes Fund 38 and 39 which accounts for the principal and interest payments related to the district's energy efficiency debt and referendum debt

Capital Projects Funds – Includes Fund 41, 46, & 49 which account for financial resources involving district maintenance projects and construction of capital facilities

Building the 2023-2024 Budget

OTHER FUNDS

Food Service Fund – Fund 50 is used to record all revenues and expenditures related to our food service program.

Employee Benefit Trust – Fund 73 accounts for the district established trust that funds employee retirement benefits the District has been obligated to pay in the future.

KIMBERLY AREA SCHOOL DISTRICT

Fund 73 Post Retirement Benefit Trust



The district has continued to fund our Post Retirement Trust to the maximum amount allowable.

Funding the trust assures that we have enough dollars to pay out all Retirement benefits for eligible employees.

Our Post Retirement Benefit Trust has a few partners that help us invest and manage the trust. We are part of the CESA 6 OPEB Trust Consortium of School Districts. Our Investment Advisor is PMA Financial Group and our Custodian and Trustee is BMO Financial.

The return on investments within the OPEB Trust has been 4.75% since PMA took over the account 4 years ago.



KIMBERLY AREA SCHOOL DISTRICT

Post Retirement Benefit Trust Performance

Beginning 2022-2023 Balance	\$ 14,585,784
District and Employee Contributions	\$ 1,317,237
Interest Income, Unrealized & Realized Gains	\$ 1,295,276
<u>Expenses and Benefit Payments</u> (\$52,329 were fees related to the management of the trust)	<u>-\$ 1,025,919</u>
Ending 2022-2023 Balance	\$ 16,172,378

Community Service Fund (Fund 80)

- Used to account for Community Activities that are not directly related to School Educational Programs
- Smallest District Fund in terms of Budget
- Has a separate Tax Levy if needed.
- The revenue in Fund 80 for 2023-2024 will be Outagamie Cty. sales tax to be shared with schools.



<u>COMMUNITY SERVICE</u>	<u>Unaudited</u>	<u>Budget</u>	<u>Dollar</u>
	<u>2022-2023</u>	<u>2023-2024</u>	<u>Change</u>
Revenue			
Tax Levy \$			
Outagamie Cty Sales Tax	\$ 72,107	\$ 65,000	(\$ 7107)
<u>Fees and Other Sources</u>	<u>\$ 1,147</u>	<u>\$ 1,300</u>	<u>\$ 153</u>
Total	\$ 73,254	\$ 66,300	(\$ 7044)



COMMUNITY SERVICE FUND

EXPENDITURES

The District maintains a Community Fitness Center that is open to all community members 6 days a week throughout the year

\$17,900 has been set aside to pay Fitness Center Supervisors, \$13,000 for equipment maintenance and replacement.

All District Facilities (i.e. Gyms, auditoriums, commons, classrooms) are open to the Public

Over 10,000 separate events are scheduled in a normal year.

A portion of an employee's salary and benefits (\$30,468) are paid out of fund 80 to schedule and coordinate these events.



COMMUNITY SERVICE FUND

EXPENDITURES

The District provides several Community Outreach Programs such as Community Connections and Little Free Libraries as well as community marketing and communication.

A portion of the employees' salary and benefits (\$9,972) has been set aside in the Community Service Fund to coordinate these programs.

\$3,100 has been set aside for Supplies for these Programs.



TOTAL BUDGETED COMMUNITY SERVICE FUND EXPENDITURES - \$74,395

BUILDING THE BUDGET 2023-2024

WHAT'S NEW IN 2023-2024?

FACILITY IMPROVEMENTS



BUILDING THE BUDGET 2023-2024

- The District completed the energy efficiency projects approved by the board using the Act 32 Energy Efficiency Revenue Limit Exemption in the summer of 2018.
- We spent \$3.9 million on projects throughout the district.
- The debt for these dollars is part of our debt service levy.
- Completed projects included:
 - Westside and Janssen Window replacements
 - Roofing upgrades at Mapleview and Janssen
 - Building Automation upgrades
 - Westside Exterior Door Replacement
 - LED Lighting Upgrades throughout the district
 - Water Conservation Toilets at KHS
 - PVC Solar Panels at KHS

ENERGY EFFICIENCY UPGRADES

REALIZED ANNUAL UTILITY SAVINGS FROM THE VARIOUS PROJECTS ARE AS FOLLOWS:

FIM Name	Project Location	Expected \$	Realized \$
04.01 Building Automation Upgrades	JRG, Westside ES, Sunrise ES	\$1,779	\$3,053
09.01 LED Lighting Upgrades	Janssen ES, HS, Mapleview ES & IM, Stadium	\$42,339	\$45,070
10.01 Renewable Energy	Kimberly High	\$10,123	\$8,635
13.01 Window Replacements	Janssen ES, Westside ES	\$557	\$620
13.02 Exterior Door Replacement	Westside ES	\$25	\$28
13.03 Roofing Improvements	Janssen ES, Mapleview ES & IM	\$1,427	\$1,585
18.01 Water Conservation	Kimberly High	\$3,817	\$4,672
Total		\$60,067	\$63,663
EXCESS SAVINGS		\$3,596	

**Utility Cost Savings are reduced from the total tax levy amount for the debt payment.

CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Improvements as part of our 10-year Capital Plan

- The Board approved \$1,195,00 in building maintenance projects as part of our 10-year Capital Improvement Plan for 2023-2024.
- In addition, due to additional revenue, the remainder of the LaCrosse/Soccer field project has been built into the budget as well as money to move some projects forward in the plan to help with budgeting in future years will less revenue.
- Many school districts have to go to referendum to ask the taxpayer for additional funding for major facility improvements. Our comprehensive 10- year Capital planning allows us to plan and budget for these items.
- In addition, due to additional Food Service Funds, additional capital projects were done using these dollars.

CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Improvements as part of our 10-year Capital Plan

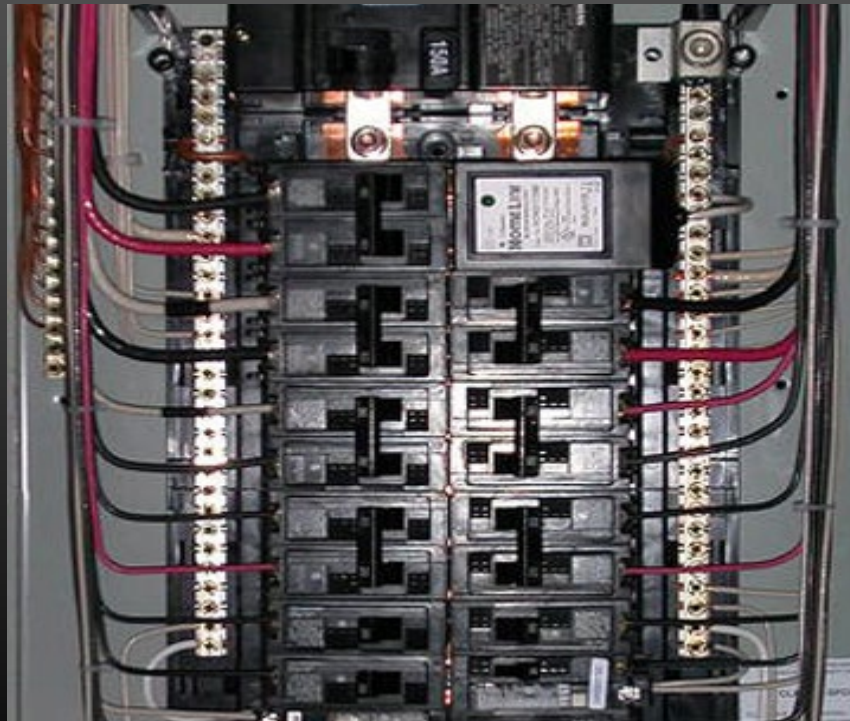
Replacement of classroom cabinetry in all 27 classrooms at Janssen



CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Upgrade all Electrical Service at JRG



CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Janssen Kitchen Remodel and Update



CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Final Phase of Carpet Replacement at Westside



CAPITAL IMPROVEMENT PLAN

WHAT'S NEW IN 2023-2024?

Many Other Capital and Summer Improvements Including:

- Plumbing upgrades in Janssen Classrooms
- Various Restroom Upgrades throughout the district
- Asphalt repairs in various areas of the district
- Various carpet replacements throughout the district
- Tech Ed Addition to KHS – done by our Building Construction II classes






BUILDING THE BUDGET 2023-2024

WHAT'S NEW IN 2023-2024?

TECHNOLOGY IMPROVEMENTS



2023-2024 Budget

Expenses		
	Devices	\$480,920
	Classroom AV	\$10,000
	DR/Server/Storage	\$0
	Phone System/Paging	\$0
	Network Equipment	\$705,000

5th Grade 1:1

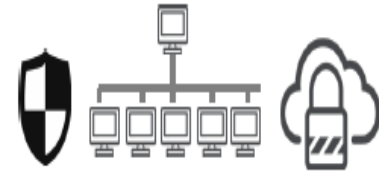
Laptop Refresh Sunrise & Westside

Projector Lifecycle

Applications



Platform



Infrastructure, Mobility, Security



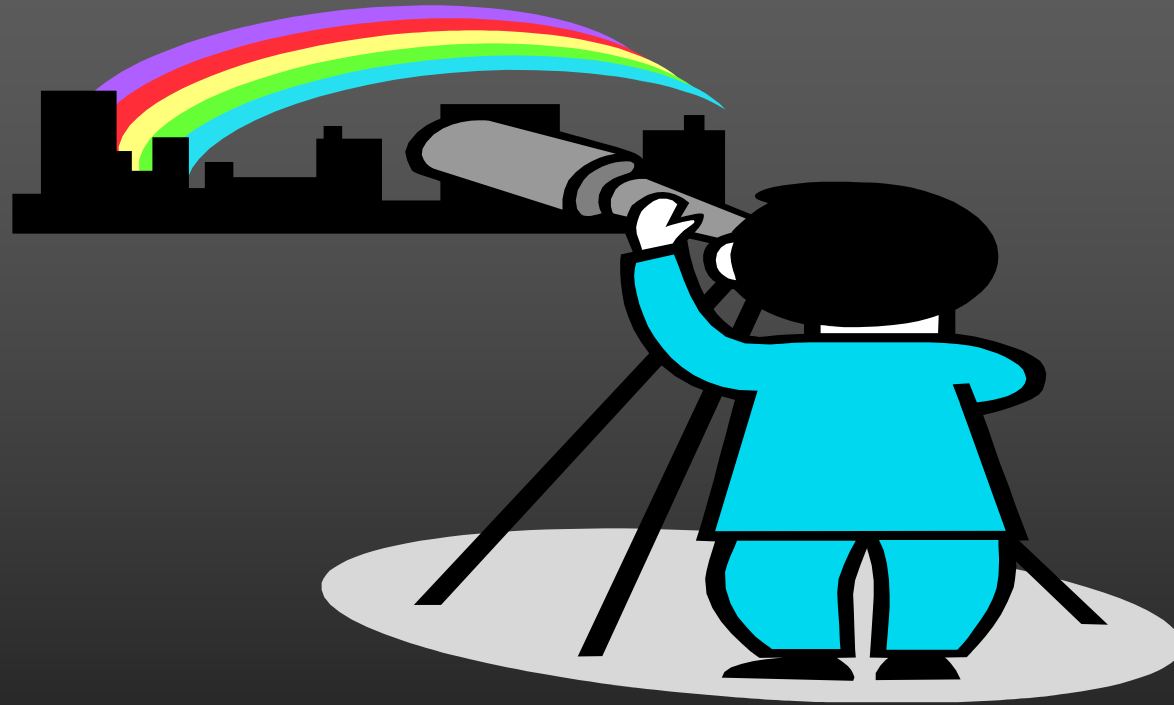
Network Refresh
JRG, Mapleview,
Woodland

Wireless Refresh
Mapleview,
Woodland

Network Cabling
Security

KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....



KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

- The 2023-2025 budget was approved with a per pupil increase of \$325 per student each year of the budget. In order to receive the full \$325 per student in the 2024-2025 budget, the district would need to levy to the \$11,000 low revenue ceiling as presented.
- The Federal ESSR Money was 1 time money that needs to be spent down by September of 2024. There maybe a small amount that we can use in the first 3 months of the 2024-2025 budget, but after that this money will not be replaced.
- The additional dollars from the TID payout from the City of Appleton, will be carried over to be used in the future for health insurance funding costs.

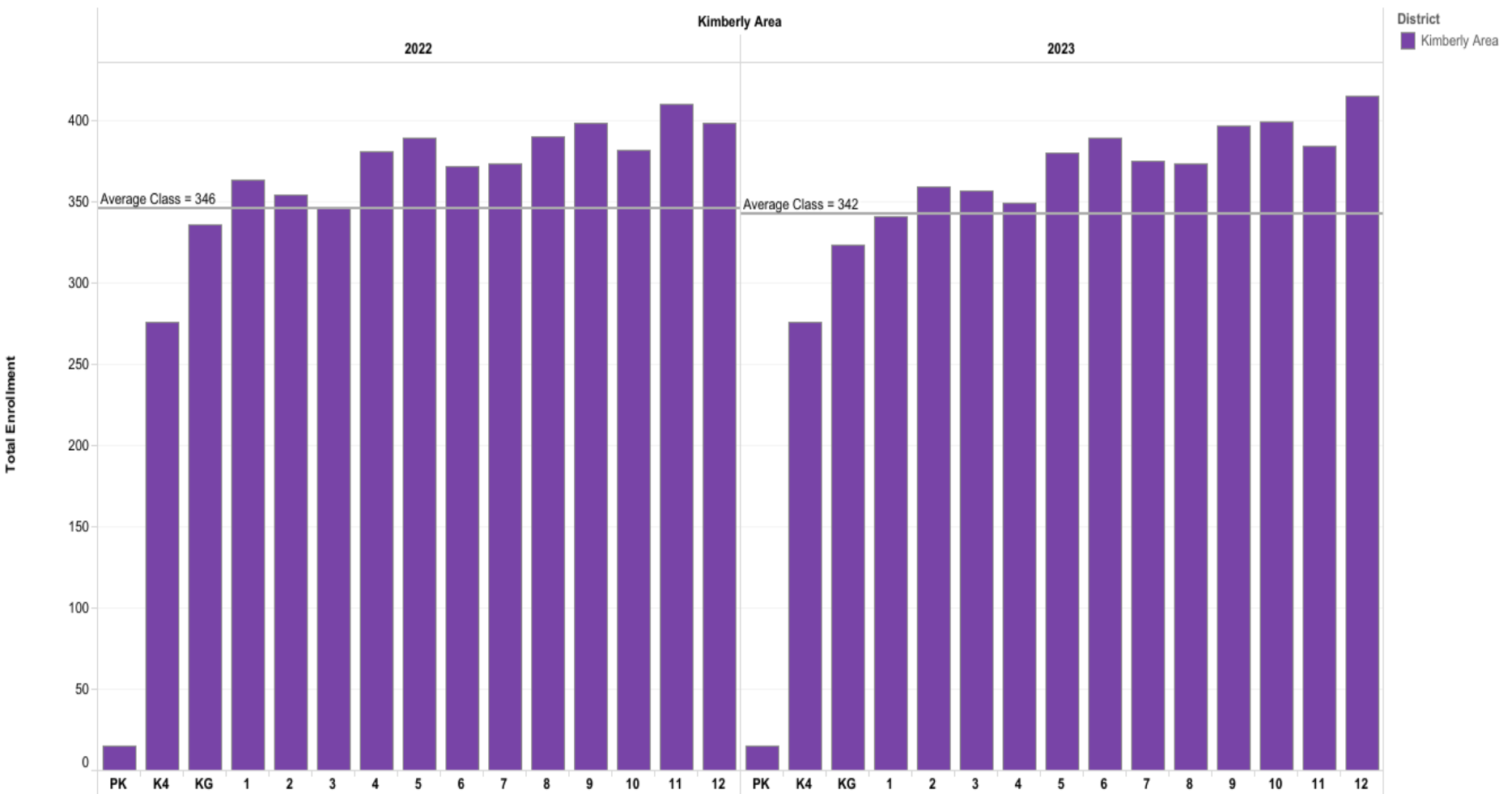
KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

Enrollment Growth

District Grade Level

Source: DPI



KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

Enrollment Growth

The district still receives less revenue per student than the state average. This has been offset by the District's rapid enrollment growth.



Enrollment has declined almost 100 students, and it is projected to decline even more rapidly in the upcoming years.

We need to continue to monitor this and plan accordingly in future budgets.

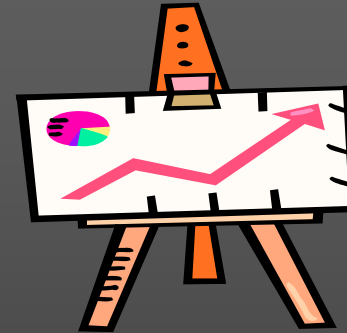


KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

Health Insurance

This is the biggest financial burden on the district.



A 10% increase in premiums is equal to \$870,000.

This equals a 3% increase in salaries district-wide.

It will become harder to increase salaries if we can't control our health insurance costs.

KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

One item that continues to impact our tax levy are vouchers for private schools. In 2022-2023, \$141.7 million was provided for 17,079 students residing anywhere in the state outside Milwaukee and Racine and attending a private school.

The dollar amount for vouchers for private schools students will increase by over \$3000 for students in grade 9-12 in 2023-2024.

The money for vouchers is reduced from the state aid the district receives and then passed on to the taxpayers of the district in which they reside.

In 2022-2023 \$0.30 cents of our \$5.56 tax rate was levied for private school vouchers. This was a 25% increase from the previous year.

KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

As of June 30, 2023 Kimberly District taxpayers have paid \$2,633,785 in voucher costs over the last 7 years. While there is very little transparency, the majority of these costs are students that never attended Kimberly Public schools and therefore are additional costs to taxpayers.

Tax Year	Total Levy	Change	Vouchers
2013	\$16,801,978		
2014	\$16,621,073	-\$180,905	
2015	\$16,598,295	-\$22,778	\$117,811
2016	\$16,564,893	-\$33,402	\$77,106
2017	\$15,407,171	-\$1,157,722	\$118,764
2018	\$15,239,861	-\$167,310	\$178,340
2019	\$15,761,576	\$521,715	\$264,578
2020	\$16,044,129	\$282,553	\$507,333
2021	\$14,299,924	-\$1,744,205	\$568,065
2022	\$14,709,422	\$409,498	\$801,788
Total		-\$2,092,556	+\$2,633,785

KIMBERLY AREA SCHOOL DISTRICT

LOOKING TOWARDS THE FUTURE.....

The increase in the per pupil amount for vouchers will have a significance impact on the district tax levy. While low revenue public school districts were given an increase over 2 years of 12%, the private school voucher increase per student equates to 22% for K-8 students and 41% for 9-12 students.

	FY23 Base	FY24	FY25	Total Increase	Percent Increase
Per Pupil Revenue Public School (Revenue Limit and Categorical Aid)	\$ 10,754.00	\$ 11,742.00	\$ 12,049.00	\$ 1,295.00	12%
Open Enrollment Regular Student	\$ 8,224.00	\$ 8,618.00	\$ 8,962.00	\$ 738.00	9%
Voucher (K-8)	\$ 8,399.00	\$ 9,893.00	\$ 10,237.00	\$ 1,838.00	22%
Voucher (9-12)	\$ 9,045.00	\$ 12,387.00	\$ 12,731.00	\$ 3,686.00	41%

KIMBERLY AREA SCHOOL DISTRICT BUDGET HEARING WRAP-UP

- There is additional revenue available under the revenue limit for low spending school districts over the next 2 years.
- This revenue is essentially getting us closer to the average, but unfortunately this was not done incrementally over time, and so the tax levy presented will increase.
- In addition, the tax levy will also increase due to the significant increase in voucher costs.
- If the tax levy does not increase the maximum amount this year, we are unable to increase the full amount next year and we will continue to fall even further behind.
- We have not received an increase in revenue for the past 2 years.



KIMBERLY AREA SCHOOL DISTRICT



2023 BUDGET HEARING

QUESTIONS?

KIMBERLY AREA SCHOOL DISTRICT



2023 ANNUAL MEETING

Motion will be made to adopt a Tax Levy of \$18,258,159 as presented to you, the electorate.

This is a projected increase of \$3,548,737 from last year's levy.