

2022-2023 Treasurer's Report

The School District of Lodi is currently engaged in the 2022-2023 annual audit process. The figures being reported today are reflective of the current status of the audit, but are not finalized.

Fund 10 which is the general operations budget, finished the year with a \$861,430 surplus. At the start of the year, the district projected a favorable budget of approximately \$775,000. A budget surplus was predicted based on the structure of the 2022 Referendum projection. A surplus budget in the first years of a referendum is designed to support the estimated deficits in the final years of the district's referendum.

Expenses in Fund 10 were within \$25,000 of original budget projections. The 2022-2023 year included such highlights as compensation for all labor groups above 4.5%, adding \$50,000 to staff health insurance, additional resources added to the district through grants, such as ESSER funding and numerous donations to the district.

Revenues in Fund 10 exceeded the projection, with the following notable highlights: Interest on investments above the initial projection by \$120,000 and open enrollment adding \$140,879 of additional funding.

Revenues in Fund 21 are from gifts, donations and fundraising proceeds. These activities in the district's co-curricular programs resulted in about \$151,570 in revenue. Expenses in Fund 21 are for student programs, such as co-curricular and classroom activities, which totaled approximately \$130,732.

All Special Education expenses are required to be coded to Fund 27. Additionally, the Department of Public Instruction requires schools to have a \$0.00 balance at the end of the fiscal year. The majority of Fund 27 expenses are incurred as labor. Of the \$4.1 million dollars in Fund 27 revenue, the district received approximately \$900,000 in state aid, approximately \$520,000 in federal aid and the remaining approximate \$2.6 million comes as an interfund transfer from Fund 10.

Debt Service is accounted for in Fund 30. The district has two debt service accounts it holds debt on, a non-referendum debt, Fund 38 and referendum debt which is accounted for in Fund 39.

School districts in Wisconsin have the authority to borrow up to one million dollars without needing voter approval. This type of debt is accounted for in Fund 38. This past year the district paid its last payment on the district's STEAM Lab, with the payments for the High School Stadium Redevelopment project remaining. Going forward the district's Fund 38 levy will be reduced from about \$100,000 to \$67,000. The district will pay off the high school stadium redevelopment project in 7 years.

The district holds debt on two loans for the construction of the new Primary School, which is required to be coded into an account titled Fund 39. In the 2022-2023 fiscal year, debt service levy totaled approximately \$1.0 million.

The 40 Fund's are capital projects accounting funds. The expenses in this account are board guided through budgetary pre-approval. Utilizing Fund 40 to its greatest extent allows the School District of Lodi to maximize the amount of State Aid the district receives.

In the 2022-2023 fiscal year, the first year of the district's current referendum, the district levied \$2,180,000 into its Fund 41 account to cover current referendum projects. Currently the district's track project is underway, as well as several technology initiatives that were completed in the 2022-2023 fiscal year.

Food Service, accounted for in Fund 50, experienced an ending deficit budget in the 2022-2023 fiscal year. The food service budget realized \$835,000 in revenue and approximately \$960,000 expenses. The district is rebounding from a prior year where all meals were free to public students as a benefit from federal legislation. The district and its contracted service partner, Taher Incorporated, are actively bringing exciting food choice options to our students, such as "The Great Apple Crunch, Pig Roast, Exotic Cuisine, Sweet Corn (from Scott Ness), potatoes from The Little Potato Factory.

Fund 80 is composed mainly of the activities associated with the Lodi Indoor Community Pool, School District of Lodi CREW program, and The Lodi Community Action Team. Fund 80 received revenues of approximately \$737,000, which include \$400,000 in Community Services Tax Levy, \$140,000 in grants for the program, and approximately \$170,000 from program revenues, facility rentals and other miscellaneous receipts. The Fund 80 expenses were

approximately \$535,000 and the account has a year-end balance of approximately \$555,000.

And now I will turn the presentation to Mr. Richter to present the 2023-2024 budget presentation.