

SCHOOL DISTRICT OF FORT ATKINSON,  
WISCONSIN

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ANNUAL FINANCIAL REPORT

**1**FORT

**School District of Fort Atkinson**

FOR THE FISCAL YEAR ENDED  
JUNE 30, 2025

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# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

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## **FINANCIAL SECTION**

This section includes:

- Independent Auditor's Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

## **INDEPENDENT AUDITOR'S REPORT**

This section includes the opinion of the District's independent auditing firm.



## **INDEPENDENT AUDITOR'S REPORT**

January 14, 2026

Members of the Board of Education  
School District of Fort Atkinson  
Fort Atkinson, Wisconsin

### **Report on the Audit of the Financial Statements**

#### *Opinion*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District of Fort Atkinson (the District), Wisconsin, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School District of Fort Atkinson, Wisconsin, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules, and supplementary pension and other post-employment benefit (OPEB) schedule, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District of Fort Atkinson, Wisconsin's basic financial statements. The other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2026, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# **SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

## **Management's Discussion and Analysis**

**June 30, 2025**

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The discussion and analysis of School District of Fort Atkinson's (the District) financial performance provides an overall review of the District's financial activities as of and for the year ended June 30, 2025. The management of the District encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the District's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

### **FINANCIAL HIGHLIGHTS**

- Total District assets plus deferred outflows exceeded its liabilities plus deferred inflows at June 30, 2025 by \$38,814,330. Of this amount, \$11,233,446 was unrestricted net position.
- The District's net position increased by \$3,548,543. This represents a 8.9% increase from June 30, 2024.
- The District's combined fund balances at June 30, 2025 were \$18,645,508, a decrease from the prior year of \$12,122,353.
- Revenues for the year were \$52,985,396, as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances. Property tax revenues were 40.5% of the total revenues of the District. Expenditures for the year were \$63,862,749. Instruction and support services were 90.4% of the total expenditures.
- The District has \$36,603,105 in capital assets and \$9,835,000 outstanding long-term debt.
- Beginning net position was restated due to completion of a capital asset appraisal in the current year.

### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the government.

#### **Government-Wide Financial Statements**

The government-wide financial statements provide readers with a broad overview of the District's finances, in a matter similar to a private-sector business.

The Statement of Net Position reports information on all of the District's assets/deferred outflows and liabilities/deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the District's property tax base and the condition of the District's infrastructure, is needed to assess the overall health of the District.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**Management's Discussion and Analysis**

**June 30, 2025**

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**USING THIS ANNUAL REPORT - Continued**

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

**Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The District maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Referendum Debt Service Fund and Capital Projects Fund, which are considered major funds. Data from the other five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for all of the governmental funds except the Capital Projects Fund. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

**Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other Information**

Required supplementary information (RSI) includes a budget to actual comparison that provides readers with information about the accuracy with which management was able to project the District's revenues and expenditures. In addition, the RSI includes information concerning the District's other post-employment benefits (OPEB) liability, and certain details of the District's net pension liability/(asset).

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Management's Discussion and Analysis

June 30, 2025

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the District, assets/deferred outflows exceeded liabilities/deferred inflows by \$38,814,330.

|                                    | Net Position  |            |
|------------------------------------|---------------|------------|
|                                    | 2025          | 2024       |
| Current Assets                     | \$ 23,621,405 | 34,852,569 |
| Capital Assets                     | 36,603,105    | 27,200,934 |
| Total Assets                       | 60,224,510    | 62,053,503 |
| Deferred Outflows                  | 13,227,523    | 18,160,960 |
| Total Assets/Deferred Outflows     | 73,452,033    | 80,214,463 |
| Long-Term Debt                     | 20,870,699    | 24,065,028 |
| Other Liabilities                  | 6,645,672     | 5,081,819  |
| Total Liabilities                  | 27,516,371    | 29,146,847 |
| Deferred Inflows                   | 7,121,332     | 11,019,948 |
| Total Liabilities/Deferred Inflows | 34,637,703    | 40,166,795 |
| Net Position                       |               |            |
| Net Investment in Capital Assets   | 25,256,718    | 29,830,290 |
| Restricted                         | 2,324,166     | 1,766,296  |
| Unrestricted                       | 11,233,446    | 8,451,082  |
| Total Net Position                 | 38,814,330    | 40,047,668 |

A large portion of the District's net position, \$25,256,718 or 65.07%, reflects its investment in capital assets (for example, land, construction in progress, buildings, vehicles, furniture and equipment), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Management's Discussion and Analysis

June 30, 2025

### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

An additional portion, \$2,324,166 or 5.99%, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining \$11,233,446 or 28.94%, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

|                                                 | Change in Net Position |            |
|-------------------------------------------------|------------------------|------------|
|                                                 | 2025                   | 2024       |
| Revenues                                        |                        |            |
| Program Revenues                                |                        |            |
| Charges for Services                            | \$ 3,081,132           | 3,060,750  |
| Operating Grants/Contributions                  | 4,856,087              | 6,203,549  |
| General Revenues                                |                        |            |
| Property Taxes                                  | 21,434,310             | 21,434,310 |
| General State Aid                               | 19,408,972             | 19,294,169 |
| Other General Revenues                          | 4,204,895              | 4,028,377  |
| Total Revenues                                  | 52,985,396             | 54,021,155 |
| Expenses                                        |                        |            |
| Instruction                                     | 27,343,230             | 24,410,651 |
| Support Services                                | 16,679,649             | 16,950,740 |
| Community Services                              | 10,676                 | 10,481     |
| Nonprogram Transactions                         | 4,957,228              | 4,731,324  |
| Interest on Long-Term Debt                      | 446,070                | 849,097    |
| Total Expenses                                  | 49,436,853             | 46,952,293 |
| Change in Net Position                          | 3,548,543              | 7,068,862  |
| Net Position - Beginning as Previously Reported | 40,047,668             | 32,978,806 |
| Restatement - Error Correction                  | (4,781,881)            | —          |
| Net Position - Beginning as Restated            | 35,265,787             | 32,978,806 |
| Net Position - Ending                           | 38,814,330             | 40,047,668 |

Net position of the District's governmental activities increased by \$3,548,543 (restated \$38,814,330 in 2025 compared to restated \$35,265,787 in 2024). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$11,233,446 at June 30, 2025.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

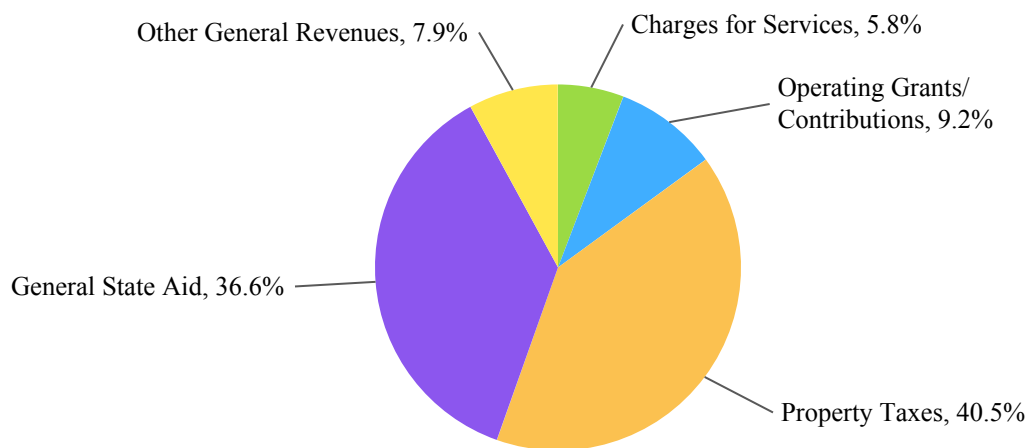
## Management's Discussion and Analysis

June 30, 2025

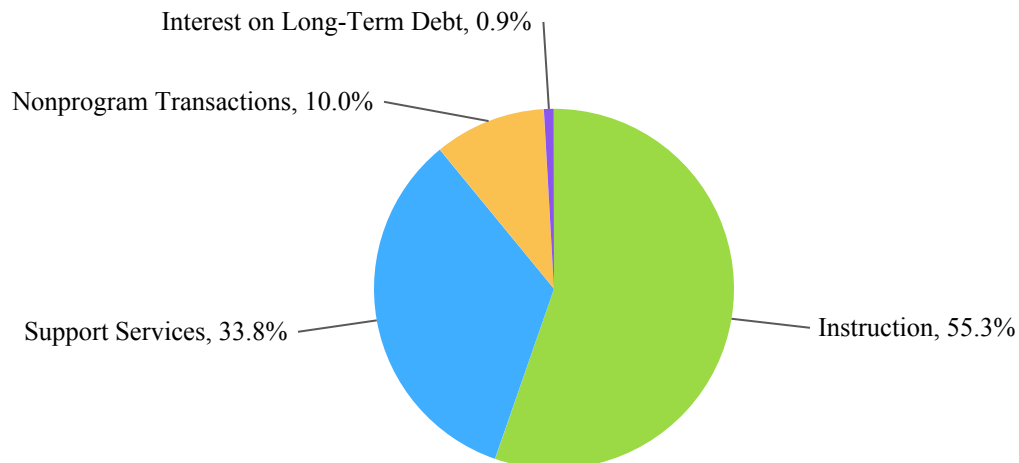
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### GOVERNMENT-WIDE FINANCIAL ANALYSIS - Continued

#### District-Wide Revenues by Source



#### District-Wide Expenses by Function



Revenues for governmental activities totaled \$52,985,396, while the cost of all governmental functions totaled \$49,436,853. This results in a surplus of \$3,548,543. In 2024, revenues of \$54,021,155 exceeded expenses of \$46,952,293, resulting in a surplus of \$7,068,862.

# **SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

## **Management's Discussion and Analysis**

**June 30, 2025**

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### **FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### **Governmental Funds**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The District's governmental funds reported combining ending fund balances of \$18,645,508, which is a decrease of \$12,122,353, or 39.4%, from last year's total of \$30,767,861. Of the \$18,645,508 total, \$15,938,964, or 85.5%, of the fund balance constitutes unassigned fund balance.

The General Fund is the chief operating fund of the District. During the current fiscal year, the General Fund saw an increase in fund balance of \$2,422,668. The increase in fund balance is primarily due to the Board of Education planning a higher surplus in 2024-25 to help offset the proposed deficit budget in the 2026-27 fiscal year, which is third year and final year of the existing operational referendum.

The Referendum Debt Service fund reported a decrease of fund balance of \$112,696, resulting in an ending fund balance of \$489,502. The decrease in fund balance is primarily due to paying down debt early.

The Capital Projects fund reported a decrease in fund balance of \$14,181,281, resulting in an ending fund balance of \$1,406,629. The decrease in fund balance is primarily due to a majority of the work from the 2022 capital referendum being completed and invoiced.

#### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The General Fund is the District's largest budgeted fund and consists of the General and Special Education Accounts. The General Fund's budgeted revenues were higher than actual revenues of \$47,670,907 by \$341,602. General Fund actual revenues were higher than budgeted revenues do to the District being eligible for grants that they previously weren't eligible for as well as interest rates remaining higher than expected, which led to increased interest earnings. Actual expenditures of \$45,239,789 were lower than budgeted expenditures of \$46,514,281 by \$1,274,492. Actual expenditures were lower than budgeted expenditures due to budgeting for staff positions to be year round positions but staff members leaving mid-year and then not replacing them for the remainder of the year.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Management's Discussion and Analysis

June 30, 2025

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### CAPITAL ASSETS AND DEBT ADMINISTRATION

#### Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2025 was \$36,603,105 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, and vehicles, furniture and equipment.

|                                   | Capital Assets - Net of<br>Depreciation |            |
|-----------------------------------|-----------------------------------------|------------|
|                                   | 2025                                    | 2024       |
| Land                              | \$ 1,100,998                            | 1,100,998  |
| Construction in Progress          | 19,236,592                              | 3,529,770  |
| Buildings                         | 14,806,203                              | 16,113,316 |
| Vehicles, Furniture and Equipment | 1,459,312                               | 1,674,969  |
| Total                             | 36,603,105                              | 22,419,053 |

This year's major additions included:

|                                   |                   |
|-----------------------------------|-------------------|
| Construction in Progress          | \$ 15,706,822     |
| Buildings                         | 22,582            |
| Vehicles, Furniture and Equipment | 25,986            |
|                                   | <u>15,755,390</u> |

Additional information on the District's capital assets can be found in Note 3 of this report.

#### Debt Administration

At June 30, 2025, the District had \$9,835,000 in outstanding debt, a decrease of \$1,780,000 from fiscal year 2024. Debt of the District is secured by a tax levy adopted by the Board at the time of issuance. Wisconsin statutes require that the first property tax receipts be segregated for annual debt service payments.

|                          | Long-Term Debt Outstanding |            |
|--------------------------|----------------------------|------------|
|                          | 2025                       | 2024       |
| General Obligation Bonds | \$ 9,835,000               | 11,615,000 |

Additional information on the District's long-term debt can be found in Note 3 of this report.

# **SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

## **Management's Discussion and Analysis**

**June 30, 2025**

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### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that will significantly affect financial operations in the future:

- In Wisconsin wage increases for public school employees are largely tied to the consumer price index (CPI) increase for the preceding year. As of the writing of this report, inflationary pressures have pushed CPI towards 3%.
- The biennial budget for the 2025-27 years has increased per pupil spending under the revenue limit by \$325 per student member for each of the 2 years. This represents a 3% increase in spending for the School District of Fort Atkinson.
- The District recently completed a facilities study and community advisement process to develop a long-range facilities plan. The first phase of this plan has been completed through upgrades and energy efficiency measures being implemented at Fort Atkinson High School. The second phase has been completed. The district is reviewing and refreshing the facilities study and has been planning on phase 3.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to:

- Dr. Robert Abbott, District Superintendent at (920) 563-8707 or [abbottr@fortschools.org](mailto:abbottr@fortschools.org)
- Nathan Knitt, Director of Business Services at (920) 563-7809 or [knittn@fortschools.org](mailto:knittn@fortschools.org)

Additional information about the District and its services can also be found on the District's website at <http://www.fortschools.org/>.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Statement of Net Position**

**June 30, 2025**

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**See Following Page**

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Statement of Net Position**

**June 30, 2025**

|                                                 | <u>Governmental<br/>Activities</u> |
|-------------------------------------------------|------------------------------------|
| <b>ASSETS</b>                                   |                                    |
| Current Assets                                  |                                    |
| Cash and Investments                            | \$ 16,637,148                      |
| Receivables - Net of Allowances                 |                                    |
| Taxes                                           | 5,879,745                          |
| Accounts                                        | 16,886                             |
| Due from Other Governments                      | 883,936                            |
| Prepays                                         | 178,002                            |
| Inventories                                     | 25,688                             |
| Total Current Assets                            | <u>23,621,405</u>                  |
| Noncurrent Assets                               |                                    |
| Capital Assets                                  |                                    |
| Nondepreciable                                  | 20,337,590                         |
| Depreciable                                     | 55,254,041                         |
| Accumulated Depreciation                        | <u>(38,988,526)</u>                |
| Total Noncurrent Assets                         | <u>36,603,105</u>                  |
| Total Assets                                    | <u>60,224,510</u>                  |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>           |                                    |
| Deferred Items - OPEB                           | 3,291,692                          |
| Deferred Items - WRS                            | 9,935,831                          |
| Total Deferred Outflows of Resources            | <u>13,227,523</u>                  |
| Total Assets and Deferred Outflows of Resources | <u>73,452,033</u>                  |

The notes to the financial statements are an integral part of this statement.

|                                                     | <u>Governmental<br/>Activities</u> |
|-----------------------------------------------------|------------------------------------|
| <b>LIABILITIES</b>                                  |                                    |
| Current Liabilities                                 |                                    |
| Accounts Payable                                    | \$ 1,332,251                       |
| Accrued Payroll                                     | 3,531,361                          |
| Claims Payable                                      | 20,089                             |
| Other Payables                                      | 91,951                             |
| Accrued Interest Payable                            | 178,688                            |
| Due to Other Governments                            | 245                                |
| Current Portion of Long-Term Debt                   | 1,491,087                          |
| Total Current Liabilities                           | <u>6,645,672</u>                   |
| Noncurrent Liabilities                              |                                    |
| Compensated Absences                                | 337,967                            |
| Net OPEB Liability                                  | 9,591,346                          |
| Net Pension Liability - WRS                         | 1,847,666                          |
| General Obligation Bonds - Net                      | 9,093,720                          |
| Total Noncurrent Liabilities                        | <u>20,870,699</u>                  |
| Total Liabilities                                   | <u>27,516,371</u>                  |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                                    |
| Deferred Items - OPEB                               | 1,715,750                          |
| Deferred Items - WRS                                | 5,405,582                          |
| Total Deferred Inflows of Resources                 | <u>7,121,332</u>                   |
| Total Liabilities and Deferred Inflows of Resources | <u>34,637,703</u>                  |
| <b>NET POSITION</b>                                 |                                    |
| Net Investment in Capital Assets                    | 25,256,718                         |
| Restricted                                          |                                    |
| Capital Projects                                    | 1,406,629                          |
| Nutrition Services                                  | 105,288                            |
| Community Services                                  | 35,471                             |
| Donor Restrictions                                  | 427,916                            |
| Debt Service                                        | 348,862                            |
| Unrestricted                                        | 11,233,446                         |
| Total Net Position                                  | <u>38,814,330</u>                  |

The notes to the financial statements are an integral part of this statement.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Statement of Activities

For the Fiscal Year Ended June 30, 2025

|                                                 |               | Program Revenues           |                                       |                                     | (Expenses)/                            |
|-------------------------------------------------|---------------|----------------------------|---------------------------------------|-------------------------------------|----------------------------------------|
|                                                 |               | Charges<br>for<br>Services | Operating<br>Grants/<br>Contributions | Capital<br>Grants/<br>Contributions | Revenues<br>Governmental<br>Activities |
|                                                 | Expenses      |                            |                                       |                                     |                                        |
| Governmental Activities                         |               |                            |                                       |                                     |                                        |
| Instruction                                     | \$ 27,343,230 | 2,491,870                  | 4,153,670                             | —                                   | (20,697,690)                           |
| Support Services                                | 16,679,649    | 583,035                    | 702,417                               | —                                   | (15,394,197)                           |
| Community Services                              | 10,676        | 6,227                      | —                                     | —                                   | (4,449)                                |
| Nonprogram Transactions                         | 4,957,228     | —                          | —                                     | —                                   | (4,957,228)                            |
| Interest on Long-Term Debt                      | 446,070       | —                          | —                                     | —                                   | (446,070)                              |
| Total Governmental Activities                   | 49,436,853    | 3,081,132                  | 4,856,087                             | —                                   | (41,499,634)                           |
| General Revenues                                |               |                            |                                       |                                     |                                        |
| Taxes                                           |               |                            |                                       |                                     |                                        |
| Property Taxes                                  |               |                            |                                       |                                     |                                        |
|                                                 |               |                            |                                       |                                     | 21,434,310                             |
| Federal and State - Unrestricted                |               |                            |                                       |                                     |                                        |
| General State Aid                               |               |                            |                                       |                                     |                                        |
|                                                 |               |                            |                                       |                                     | 19,408,972                             |
| Other                                           |               |                            |                                       |                                     |                                        |
|                                                 |               |                            |                                       |                                     | 2,151,917                              |
| Investment Income                               |               |                            |                                       |                                     |                                        |
|                                                 |               |                            |                                       |                                     | 1,784,084                              |
| Miscellaneous                                   |               |                            |                                       |                                     |                                        |
|                                                 |               |                            |                                       |                                     | 268,894                                |
|                                                 |               |                            |                                       |                                     | 45,048,177                             |
| Change in Net Position                          |               |                            |                                       |                                     | 3,548,543                              |
| Net Position - Beginning as Previously Reported |               |                            |                                       |                                     | 40,047,668                             |
| Restatement - Error Correction                  |               |                            |                                       |                                     | (4,781,881)                            |
| Net Position - Beginning as Restated            |               |                            |                                       |                                     | 35,265,787                             |
| Net Position - Ending                           |               |                            |                                       |                                     | 38,814,330                             |

The notes to the financial statements are an integral part of this statement.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Balance Sheet - Governmental Funds

June 30, 2025

|                                                                       | General       | Debt Service<br>Referendum<br>Debt Service | Capital<br>Projects | Nonmajor | Totals     |
|-----------------------------------------------------------------------|---------------|--------------------------------------------|---------------------|----------|------------|
| <b>ASSETS</b>                                                         |               |                                            |                     |          |            |
| Cash and Investments                                                  | \$ 13,272,096 | 489,502                                    | 2,252,701           | 622,849  | 16,637,148 |
| Receivables - Net of Allowances                                       |               |                                            |                     |          |            |
| Taxes                                                                 | 5,879,745     | —                                          | —                   | —        | 5,879,745  |
| Accounts                                                              | 15,016        | —                                          | —                   | 1,870    | 16,886     |
| Due from Other Funds                                                  | 12,456        | —                                          | —                   | —        | 12,456     |
| Due from Other Governments                                            | 841,321       | —                                          | —                   | 42,615   | 883,936    |
| Prepays                                                               | 177,222       | —                                          | —                   | 780      | 178,002    |
| Inventories                                                           | —             | —                                          | —                   | 25,688   | 25,688     |
| Total Assets                                                          | 20,197,856    | 489,502                                    | 2,252,701           | 693,802  | 23,633,861 |
| <b>LIABILITIES</b>                                                    |               |                                            |                     |          |            |
| Accounts Payable                                                      | 470,837       | —                                          | 846,072             | 15,342   | 1,332,251  |
| Accrued Payroll                                                       | 3,531,361     | —                                          | —                   | —        | 3,531,361  |
| Claims Payable                                                        | 20,089        | —                                          | —                   | —        | 20,089     |
| Other Payables                                                        | 59,138        | —                                          | —                   | 32,813   | 91,951     |
| Due to Other Funds                                                    | —             | —                                          | —                   | 12,456   | 12,456     |
| Due to Other Governments                                              | 245           | —                                          | —                   | —        | 245        |
| Total Liabilities                                                     | 4,081,670     | —                                          | 846,072             | 60,611   | 4,988,353  |
| <b>FUND BALANCES</b>                                                  |               |                                            |                     |          |            |
| Nonspendable                                                          | 177,222       | —                                          | —                   | 26,468   | 203,690    |
| Restricted                                                            | —             | 489,502                                    | 1,406,629           | 606,723  | 2,502,854  |
| Unassigned                                                            | 15,938,964    | —                                          | —                   | —        | 15,938,964 |
| Total Fund Balances                                                   | 16,116,186    | 489,502                                    | 1,406,629           | 633,191  | 18,645,508 |
| Total Liabilities, Deferred Inflows<br>of Resources and Fund Balances | 20,197,856    | 489,502                                    | 2,252,701           | 693,802  | 23,633,861 |

The notes to the financial statements are an integral part of this statement.

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Reconciliation of the Total Governmental Fund Balance to the Statement of Net Position - Governmental Activities**

**June 30, 2025**

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|                                                                                                                          |                          |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------|
| <b>Total Governmental Fund Balances</b>                                                                                  | <b>\$ 18,645,508</b>     |
| Amounts reported for Governmental Activities in the Statement of Net Position are different because:                     |                          |
| Capital assets used in Governmental Activities are not financial resources and therefore, are not reported in the funds. | 36,603,105               |
| Deferred Outflows/Inflows of Resources related to the OPEB and retirement plans not reported in the funds.               |                          |
| Deferred Items - OPEB                                                                                                    | 1,575,942                |
| Deferred Items - WRS                                                                                                     | 4,530,249                |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.         |                          |
| Compensated Absences Payable                                                                                             | (422,459)                |
| Net OPEB Liability                                                                                                       | (9,591,346)              |
| Net Pension Liability - WRS                                                                                              | (1,847,666)              |
| General Obligation Bonds - Net                                                                                           | (10,500,315)             |
| Accrued Interest Payable                                                                                                 | <u>(178,688)</u>         |
| <b>Net Position of Governmental Activities</b>                                                                           | <b><u>38,814,330</u></b> |

The notes to the financial statements are an integral part of this statement.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended June 30, 2025

|                                                              | General       | Debt Service<br>Referendum<br>Debt Service | Capital<br>Projects | Nonmajor  | Totals       |
|--------------------------------------------------------------|---------------|--------------------------------------------|---------------------|-----------|--------------|
| Revenues                                                     |               |                                            |                     |           |              |
| Local Sources                                                |               |                                            |                     |           |              |
| Taxes                                                        | \$ 19,178,291 | 2,060,444                                  | —                   | 195,575   | 21,434,310   |
| Investment Income                                            | 478,684       | 33,759                                     | 1,270,423           | 1,218     | 1,784,084    |
| Other                                                        | 189,391       | —                                          | —                   | 1,033,923 | 1,223,314    |
| Interdistrict Payments within Wisconsin                      | 1,798,148     | —                                          | —                   | 16,730    | 1,814,878    |
| Intermediate Sources                                         | 42,940        | —                                          | —                   | —         | 42,940       |
| State Sources                                                | 24,156,645    | —                                          | —                   | 27,439    | 24,184,084   |
| Federal Sources                                              | 1,557,914     | —                                          | —                   | 674,978   | 2,232,892    |
| Other Revenues                                               | 268,894       | —                                          | —                   | —         | 268,894      |
| Total Revenues                                               | 47,670,907    | 2,094,203                                  | 1,270,423           | 1,949,863 | 52,985,396   |
| Expenditures                                                 |               |                                            |                     |           |              |
| Instruction                                                  | 24,915,346    | —                                          | —                   | 383,063   | 25,298,409   |
| Support Services                                             | 15,352,363    | —                                          | 15,451,704          | 1,618,018 | 32,422,085   |
| Community Services                                           | —             | —                                          | —                   | 10,676    | 10,676       |
| Nonprogram Transactions                                      | 4,957,228     | —                                          | —                   | —         | 4,957,228    |
| Debt Service                                                 |               |                                            |                     |           |              |
| Principal Retirement                                         | —             | 400,000                                    | —                   | 135,000   | 535,000      |
| Interest and Fiscal Charges                                  | 14,852        | 561,899                                    | —                   | 62,600    | 639,351      |
| Total Expenditures                                           | 45,239,789    | 961,899                                    | 15,451,704          | 2,209,357 | 63,862,749   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 2,431,118     | 1,132,304                                  | (14,181,281)        | (259,494) | (10,877,353) |
| Other Financing Sources (Uses)                               |               |                                            |                     |           |              |
| Payment to Escrow Agent                                      | —             | (1,245,000)                                | —                   | —         | (1,245,000)  |
| Transfers In                                                 | —             | —                                          | —                   | 8,450     | 8,450        |
| Transfers Out                                                | (8,450)       | —                                          | —                   | —         | (8,450)      |
|                                                              | (8,450)       | (1,245,000)                                | —                   | 8,450     | (1,245,000)  |
| Net Change in Fund Balances                                  | 2,422,668     | (112,696)                                  | (14,181,281)        | (251,044) | (12,122,353) |
| Fund Balances - Beginning                                    | 13,693,518    | 602,198                                    | 15,587,910          | 884,235   | 30,767,861   |
| Fund Balances - Ending                                       | 16,116,186    | 489,502                                    | 1,406,629           | 633,191   | 18,645,508   |

The notes to the financial statements are an integral part of this statement.

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the  
Governmental Funds to the Statement of Activities - Governmental Activities  
For the Fiscal Year Ended June 30, 2025**

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|                                                               |                        |
|---------------------------------------------------------------|------------------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b> | <b>\$ (12,122,353)</b> |
|---------------------------------------------------------------|------------------------|

Amounts reported for Governmental Activities in the Statement of Activities  
are different because:

Governmental Funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

|                                      |             |
|--------------------------------------|-------------|
| Capital Outlays                      | 15,755,390  |
| Depreciation Expense                 | (1,562,575) |
| Disposals - Cost                     | (2,545,856) |
| Disposals - Accumulated Depreciation | 2,537,093   |

Changes in Deferred Items Related to OPEB and Pensions

|                                 |           |
|---------------------------------|-----------|
| Change in Deferred Items - OPEB | (97,862)  |
| Change in Deferred Items - WRS  | (936,959) |

The issuance of long-term debt provides current financial resources to  
Governmental Funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

|                                        |           |
|----------------------------------------|-----------|
| Change in Compensated Absences Payable | (55,255)  |
| Change in Net OPEB Liability           | 638,488   |
| Change in Net Pension Liability - WRS  | (34,849)  |
| Retirement of Long-Term Debt           | 1,780,000 |
| Amortization on Bond Premium           | 66,595    |
| Change in Accrued Interest Payable     | 126,686   |

|                                                           |                  |
|-----------------------------------------------------------|------------------|
| <b>Changes in Net Position of Governmental Activities</b> | <b>3,548,543</b> |
|-----------------------------------------------------------|------------------|

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SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

Statement of Fiduciary Net Position  
June 30, 2025

|                                               | Employee<br>Benefit<br>Trust |
|-----------------------------------------------|------------------------------|
| <b>ASSETS</b>                                 |                              |
| Cash and Investments                          | \$ 1,060,305                 |
| <b>NET POSITION</b>                           |                              |
| Net Position Restricted for Employee Benefits | 1,060,305                    |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Statement of Changes in Fiduciary Net Position**  
**For the Fiscal Year Ended June 30, 2025**

|                                               | Employee<br>Benefit<br>Trust |
|-----------------------------------------------|------------------------------|
| Additions                                     |                              |
| Contributions by External Parties             | \$ 1,628,325                 |
| Deductions                                    |                              |
| Other Post-Employment Benefits                | <u>1,479,542</u>             |
| Change in Fiduciary Net Position              | 148,783                      |
| Net Position Restricted for Employee Benefits |                              |
| Beginning                                     | <u>911,522</u>               |
| Ending                                        | <u><u>1,060,305</u></u>      |

The notes to the financial statements are an integral part of this statement.

# **SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

## **Notes to the Financial Statements**

**June 30, 2025**

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The School District of Fort Atkinson (the District) operates as a common school district under Chapter 120 of the Wisconsin Statutes. The District is governed by a five member elected school board and is fiscally independent with taxing and borrowing powers. The District provides elementary, secondary, vocational, and special education services for 4-year-old kindergarten through grade 12.

The financial statements of School District of Fort Atkinson are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the District's accounting policies established under GAAP and used by the District are described below.

#### **REPORTING ENTITY**

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there is one fiduciary component units that is required to be included in the financial statements of the District as a trust fund and there are no discretely component units to include in the reporting entity.

#### **BASIS OF PRESENTATION**

##### **Government-Wide Statements**

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District's operating activities are all considered governmental activities, that is, activities normally supported by taxes and intergovernmental revenues. The District has no operating activities that would be considered business-type activities.

In the government-wide Statement of Net Position, the governmental activities column is (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets/deferred outflows and receivables as well as long-term debt/deferred inflows and obligations. The District's net position is reported in three parts: net investment in capital assets; restricted; and unrestricted. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions (instruction, support services, community services, etc.). The functions are supported by general government revenues (property taxes and interest income, etc.).

Notes to the Financial Statements

June 30, 2025

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Government-Wide Statements - Continued**

The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function) are normally covered by general revenue (property taxes and interest income, etc.).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

**Fund Financial Statements**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the District:

**Governmental Funds**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District:

*General Fund* is the general operating and special education fund of the District. It accounts for all financial resources except those required to be accounted for in another fund. Revenues consist largely of local property taxes and state government aid. The General Fund is a major fund and consists of the General Account and Special Education Account..

*Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes, other than those accounted for in the Debt Service Fund, Capital Projects Funds or Fiduciary Funds. The District maintains four nonmajor special revenue funds.

*Debt Service Funds* are used to account for the financial resources to be used for the payment of general long-term debt principal, interest, and related costs. The District maintains two debt service funds. The Referendum Debt Service Fund, a major fund, is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Notes to the Financial Statements

June 30, 2025

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**BASIS OF PRESENTATION - Continued**

**Fund Financial Statements - Continued**

**Governmental Funds - Continued**

*Capital Projects Fund* is used to account for financial resources of the District to be used for capital expenditures related to buildings and sites. The Capital Projects Fund is a major fund.

**Fiduciary Funds**

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds.

*Trust Funds* include the Employee Benefit Trust Fund, which is used to account for resources legally held in trust for the District's post-retirement health insurance benefits. These funds are custodial in nature and do not present results of operations or have a measurement focus. Although the Board of Education has the ultimate responsibility for the Funds, they are not local education agency funds.

The District's trust fund is presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded, regardless of the measurement focus applied.

**Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the "current financial resources" measurement focus is used.

The accounting objectives of the "economic resources" measurement focus is the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

All retirement trust funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Employee Benefit Trust fund equity is classified as net position.

# **SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

## **Notes to the Financial Statements**

**June 30, 2025**

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

#### **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING - Continued**

##### **Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflow is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means that the amount of the transaction can be determined, and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenue available if they are collected within 60 days after year-end except for state aid. State aid received after 60 days are being considered as available as historically, state aid collected within 60 days have represented all state aid expected to be collected.

Property taxes, certain state and federal aid, and interest on investments are susceptible to accrual. Other receipts become measurable and available when cash is received by the District and recognized as revenue at that time.

Grant funds are considered to be earned to the extent of expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until earned.

All retirement trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

#### **ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION**

##### **Cash and Investments**

For the purpose of the Statement of Net Position, cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with a fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

##### **Receivables**

Accounts receivable are recorded at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided in the governmental funds since it is believed that the amount of such allowance would not be material to the financial statements.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/ NET POSITION - Continued

##### Prepays/Inventories

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

##### Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

##### Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the District as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical costs based on replacement costs.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

|                                   |               |
|-----------------------------------|---------------|
| Buildings                         | 15 - 50 Years |
| Vehicles, Furniture and Equipment | 5 - 20 Years  |

##### Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Notes to the Financial Statements

June 30, 2025

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/  
NET POSITION - Continued**

**Compensated Absences**

Sick leave benefits are reflected as expenses when paid. Unused sick leave days vest only upon, retirement, death, or permanent disability and are accounted for as retirement income. Employees vest if they are at least 62 years of age and have fifteen years of service.

All vacation and sick pay is accrued when incurred in the District-wide financial statements. For governmental fund financial statements, the unpaid vested employee benefits are not expected to be paid using expendable available resources; therefore, the liability is not reported.

**Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenses at the time of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Net Position**

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted - All other net position balances that do not meet the definition of "restricted" or "net investment in capital assets."

**Use of Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1. Operating budgets are adopted each fiscal year for all governmental funds in accordance with Section 65.90 of the Wisconsin Statutes. The budgeted amounts presented include amendments adopted during the year. Transfers between functions and changes to the overall budget must be approved and amended by a resolution from the Board of Education. Appropriations lapse at year-end unless specifically carried over.

#### EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

| Fund                      | Excess     |
|---------------------------|------------|
| Special Revenue           | \$ 195,377 |
| School Nutrition Services | 85,670     |
| Community Service         | 1,453      |
| Packaged Cooperative      | 756        |
| Employee Benefit Trust    | 1,733      |

### NOTE 3 - DETAIL NOTES ON ALL FUNDS

#### DEPOSITS AND INVESTMENTS

The District's cash and investments are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

The District may invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. agency issues, high grade commercial paper, and the local government pooled investment fund administered by the state investment board. Available balances in the Debt Service Fund may be invested in municipal obligations, obligations of the United States, and the local governmental investment pool.

Wisconsin Investment Series Cooperative (WISC) is administrated by the PMA Financial Network. The investment manager for WISC is PMA Financial Network. The WISC is not registered with the Securities and Exchange Commission but invests its funds in accordance with applicable Wisconsin statutes. The WISC values it's invested funds using various fair value measurements as applicable, depending on the type of investment.

The District is limited to investments authorized by Wisconsin State Statute 66.0603 including the following:

1. Time deposits in any credit union, bank, savings bank, trust company, or savings and loan association which is authorized to transact business in the state if the time deposits mature in not more than three years.
2. Bonds or securities issued or guaranteed as to principal and interest by the federal government, or by a commission, board, or other instrumentality of the federal government.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### DEPOSITS AND INVESTMENTS - Continued

3. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state, as well as bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, the University of Wisconsin Hospitals and Clinics Authority, a local cultural arts district, or the Wisconsin Aerospace Authority.
4. Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's Investors Service, or other similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating.
5. Securities of an open-end management investment company or investment trust, with certain limitations:
  - a. Bonds or securities issued under the authority of the municipality;
  - b. The local government pooled-investment fund as established under Section 25.50 of the Wisconsin Statutes; the state of Wisconsin local government investment fund (LGIP)
  - c. Agreements in which a public depository agrees to repay funds advanced to it by the District, plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government.
  - d. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
  - e. Repurchase agreements with public depositories, with certain conditions.

The District has adopted an investment policy which permits all investments authorized under state statutes as described above.

#### District

*Deposits.* At year-end, the carrying amount of the District's deposits for governmental activities totaled \$14,401,564 and the bank balances totaled \$14,713,116.

*Investments.* The District has the following investment fair values and maturities:

| Investment Type                         | Fair<br>Value | Investment Maturities (in Years) |     |      |                 |
|-----------------------------------------|---------------|----------------------------------|-----|------|-----------------|
|                                         |               | Less Than<br>1                   | 1-5 | 6-10 | More Than<br>10 |
| Wisconsin Investment Series Cooperative | \$ 2,235,584  | 2,235,584                        | —   | —    | —               |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### DEPOSITS AND INVESTMENTS - Continued

##### District - Continued

The District has the following recurring fair value measurements as of year-end:

- WISC of \$2,235,584 are measured at the net asset value per share determined by the pool.

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure of fair value losses arising from increasing interest rates.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District does not have an investment policy that addresses credit risk. The District's investments in WISC are rated AAAM by Standard & Poor's.

*Concentration Risk.* This is the risk of loss attributed to the magnitude of the District's investment in a single issuer. The District does not have an investment policy that addresses concentration risk. In addition to the securities and fair values listed above, the District also has \$— invested in mutual funds. At year-end, the District does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

*Custodial Credit Risk.* Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the District would not be able to recover the value of investments that are in the possession of another party. The District does not have a custodial credit risk policy for investments.

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000. Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may be significant to individual organizations. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

##### Employee Benefit Trust Fund

*Deposits.* At year-end, the carrying amount of the Fund's deposits totaled \$1,060,305 and the bank balances totaled \$1,060,305.

*Interest Rate Risk.* The Fund does not have an investment policy which specifically addresses interest rate risk.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### DEPOSITS AND INVESTMENTS - Continued

##### Employee Benefit Trust Fund - Continued

*Credit Risk.* Besides investing in security instruments authorized under State Statute, the Fund does not have an investment policy which further addresses credit risk. The Funds investments in fixed income funds and equity funds are not rated.

*Custodial Credit Risk - Deposits.* Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000. Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

*Custodial Credit Risk - Investments.* The Fund does not have an investment policy which specifically addresses custodial credit risk for investments.

*Concentration Risk.* The Fund does not have an investment policy which specifically addresses concentration risk. At year-end, the Fund does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

#### PROPERTY TAXES

Property taxes are recognized as revenues in the year for which they are budgeted. Under the Wisconsin Statutes, each County in the District's taxing jurisdiction purchases the outstanding property taxes of the District in August of each year. The statutory guarantee assures the District's full collection of all property taxes within sixty days of its year-end, and hence, the availability of these funds to finance expenditures of the fiscal year for which the taxes were levied. Property taxes are levied in November on the assessed value as of the prior January 1, and are due in full by January 31, or in installments with the last payment due in July.

#### INTERFUND BALANCES

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made. The composition of interfund balances as of the date of this report, is as follows:

| Receivable Fund | Payable Fund | Amount           |
|-----------------|--------------|------------------|
| General         | Nonmajor     | <u>\$ 12,456</u> |

#### INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

| Transfer In | Transfer Out | Amount          |
|-------------|--------------|-----------------|
| Nonmajor    | General      | <u>\$ 8,450</u> |

Transfers are used to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### CAPITAL ASSETS

##### Governmental Activities

Governmental capital asset activity for the year was as follows:

|                                      | Restated<br>Beginning<br>Balances | Increases   | Decreases | Ending<br>Balances |
|--------------------------------------|-----------------------------------|-------------|-----------|--------------------|
| Nondepreciable Capital Assets        |                                   |             |           |                    |
| Land                                 | \$ 1,100,998                      | —           | —         | 1,100,998          |
| Construction in Progress             | 3,529,770                         | 15,706,822  | —         | 19,236,592         |
|                                      | 4,630,768                         | 15,706,822  | —         | 20,337,590         |
| Depreciable Capital Assets           |                                   |             |           |                    |
| Buildings                            | 51,437,425                        | 22,582      | 14,302    | 51,445,705         |
| Vehicles, Furniture and Equipment    | 6,313,904                         | 25,986      | 2,531,554 | 3,808,336          |
|                                      | 57,751,329                        | 48,568      | 2,545,856 | 55,254,041         |
| Less Accumulated Depreciation        |                                   |             |           |                    |
| Buildings                            | 35,324,109                        | 1,327,405   | 12,012    | 36,639,502         |
| Vehicles, Furniture and Equipment    | 4,638,935                         | 235,170     | 2,525,081 | 2,349,024          |
|                                      | 39,963,044                        | 1,562,575   | 2,537,093 | 38,988,526         |
| Total Net Depreciable Capital Assets | 17,788,285                        | (1,514,007) | 8,763     | 16,265,515         |
| Total Net Capital Assets             | 22,419,053                        | 14,192,815  | 8,763     | 36,603,105         |

Depreciation expense was charged to governmental activities as follows:

|                                    |                  |
|------------------------------------|------------------|
| Instruction                        | \$ 1,549,621     |
| Administrative Services            | 234              |
| Operation and Maintenance of Plant | 9,857            |
| Food Services                      | 2,863            |
|                                    | <u>1,562,575</u> |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### LONG-TERM DEBT

##### General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. General obligation bonds currently outstanding are as follows:

| Issue                                                                                                                                                                  | Beginning<br>Balances | Issuances | Retirements          | Ending<br>Balances |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|-----------|----------------------|--------------------|
| General Obligation Refunding Bonds of 2021 -<br>Due in annual installment of \$115,000 to<br>\$190,000 plus interest at 2.00% to 3.00%<br>through February 1, 2041.    | \$ 2,775,000          | —         | 135,000              | 2,640,000          |
| General Obligation Refunding Bonds of 2023A<br>- Due in annual installment of \$410,000 to<br>\$1,140,000 plus interest at 4.00% through<br>February 1, 2043.          | 4,540,000             | —         | 1,040,000 *<br>—     | 3,500,000          |
| General Obligation Refunding Bonds of 2023B<br>- Due in annual installment of \$700,000 to<br>\$1,200,000 plus interest at 4.00% to 5.00%<br>through February 1, 2032. | 4,300,000             | —         | 205,000 *<br>400,000 | 3,695,000          |
|                                                                                                                                                                        | 11,615,000            | —         | 1,780,000            | 9,835,000          |

\*Defeased

##### Defeased Debt

During 2025, The District defeased \$1,245,000 of bonds by placing funds in an irrevocable trust to provide for future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$9,371,400 remain outstanding as of the date of this report.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### LONG-TERM DEBT - Continued

##### Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

| Type of Debt                | Beginning<br>Balances | Additions     | Deductions       | Ending<br>Balances | Amounts<br>Due within<br>One Year |
|-----------------------------|-----------------------|---------------|------------------|--------------------|-----------------------------------|
| Governmental Activities     |                       |               |                  |                    |                                   |
| Compensated Absences        | \$ 367,204            | 55,255        | —                | 422,459            | 84,492                            |
| Net OPEB Liability          | 10,229,834            | —             | 638,488          | 9,591,346          | —                                 |
| Net Pension Liability - WRS | 1,812,817             | 34,849        | —                | 1,847,666          | —                                 |
| General Obligation Bonds    | 11,615,000            | —             | 1,780,000        | 9,835,000          | 1,340,000                         |
| Unamortized Bond Premiums   | 731,910               | —             | 66,595           | 665,315            | 66,595                            |
|                             | <u>24,756,765</u>     | <u>90,104</u> | <u>2,485,083</u> | <u>22,361,786</u>  | <u>1,491,087</u>                  |

Payments on the net OPEB liability and the net pension liability will generally be repaid from the General Fund. Payments on the general obligation bonds are repaid by the Referendum Debt Service and the Non-Referendum Debt Service Funds.

##### Legal Debt Margin

Wisconsin State Statute 67.03 limits total general obligation indebtedness of the District to ten percent of the equalized value of taxable property within the District's jurisdiction. The legal debt limit, as of June 30, 2025 was as follows:

|                                          |                         |
|------------------------------------------|-------------------------|
| Assessed Valuation - 2024                | <u>\$ 2,463,401,663</u> |
| Legal Debt Limit - 10% of Assessed Value | 246,340,166             |
| Amount of Debt Applicable to Limit       | <u>9,835,000</u>        |
| Legal Debt Margin                        | <u>236,505,166</u>      |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### LONG-TERM DEBT - Continued

##### Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

| Fiscal<br>Year | General<br>Obligation Bonds |                  |
|----------------|-----------------------------|------------------|
|                | Principal                   | Interest         |
| 2026           | \$ 1,340,000                | 378,400          |
| 2027           | 705,000                     | 314,200          |
| 2028           | 735,000                     | 281,750          |
| 2029           | 770,000                     | 247,900          |
| 2030           | 385,000                     | 212,400          |
| 2031           | 395,000                     | 197,800          |
| 2032           | 410,000                     | 185,100          |
| 2033           | 425,000                     | 171,900          |
| 2034           | 435,000                     | 158,200          |
| 2035           | 450,000                     | 144,100          |
| 2036           | 465,000                     | 129,500          |
| 2037           | 480,000                     | 114,400          |
| 2038           | 495,000                     | 98,700           |
| 2039           | 515,000                     | 82,500           |
| 2040           | 530,000                     | 65,600           |
| 2041           | 545,000                     | 48,200           |
| 2042           | 370,000                     | 30,200           |
| 2043           | 385,000                     | 15,400           |
|                | <u>9,835,000</u>            | <u>2,876,250</u> |

#### FUND BALANCE CLASSIFICATIONS

In the governmental fund financial statements, the District considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The District first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### FUND BALANCE CLASSIFICATIONS - Continued

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Education; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of resources that are neither restricted nor committed for which the District has stated intended use as established by the Board of Education. Under the District's adopted policy, the Board of Education may assign amounts for specific purposes at the recommendation of the Business Manager.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The District's policy manual states that the minimum goal of the Board of Education is to have an end of year General Fund balance sufficient that short-term borrowing for cash flow needs in the ensuing fiscal year could be avoided.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

|                     | General    | Debt Service<br>Referendum<br>Debt Service | Capital<br>Projects | Nonmajor | Totals     |
|---------------------|------------|--------------------------------------------|---------------------|----------|------------|
| Fund Balances       |            |                                            |                     |          |            |
| Nonspendable        |            |                                            |                     |          |            |
| Prepays/Inventories | \$ 177,222 | —                                          | —                   | 26,468   | 203,690    |
| Restricted          |            |                                            |                     |          |            |
| Capital Projects    | —          | —                                          | 1,406,629           | —        | 1,406,629  |
| Nutrition Services  | —          | —                                          | —                   | 105,288  | 105,288    |
| Community Services  | —          | —                                          | —                   | 35,471   | 35,471     |
| Donor Restrictions  | —          | —                                          | —                   | 427,916  | 427,916    |
| Debt Service        | —          | 489,502                                    | —                   | 38,048   | 527,550    |
|                     | —          | 489,502                                    | 1,406,629           | 606,723  | 2,502,854  |
| Unassigned          | 15,938,964 | —                                          | —                   | —        | 15,938,964 |
| Total Fund Balances | 16,116,186 | 489,502                                    | 1,406,629           | 633,191  | 18,645,508 |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 3 - DETAIL NOTES ON ALL FUNDS - Continued

#### NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of June 30, 2025:

|                                                  |                   |
|--------------------------------------------------|-------------------|
| Governmental Activities                          |                   |
| Capital Assets - Net of Accumulated Depreciation | \$ 36,603,105     |
| Less: Capital Related Debt                       |                   |
| Capital Related Accounts Payable                 | (846,072)         |
| General Obligation Bonds                         | (9,835,000)       |
| Unamortized Bond Premium                         | <u>(665,315)</u>  |
|                                                  | <u>25,256,718</u> |

#### REPORTING UNITS AFFECTED BY RESTATEMENTS OF BEGINNING BALANCES

|                                                 |                            |
|-------------------------------------------------|----------------------------|
|                                                 | Governmental<br>Activities |
| Net Position - Beginning as Previously Reported | \$ 40,047,668              |
| Error Correction                                |                            |
| Capital Assets                                  | <u>(4,781,881)</u>         |
| Net Position - Beginning as Restated            | <u>35,265,787</u>          |

*Error Correction.* Beginning net position was restated due to completion of a capital asset appraisal in the current year.

### NOTE 4 - OTHER INFORMATION

#### RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; error and omissions; workers' compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded insurance coverage in any of the last three years. There were no significant reductions in coverage compared to the prior year.

On October 1, 2015, the District established a self-funded dental benefit plan for its employees. The Plan administrator, Delta Dental, is responsible for the approval, processing, and payment of claims, after which they bill the District for reimbursement. The District is also responsible for a monthly administrative fee. The Plan reports on a fiscal year ending June 30, 2025.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 4 - OTHER INFORMATION - Continued

#### RISK MANAGEMENT - Continued

Accounting and budgeting requirements for the Plan are established by the Wisconsin Department of Public Instruction. Currently, the Plan is accounted for in the General Fund of the District.

The District has no stop loss coverage for dental care coverage of the Plan.

At June 30, 2025, the District has reported a liability of \$20,089, which represents reported and unreported claims which were incurred on or before June 30, 2025, but were not paid by the District as of that date. This amount consists of claims reported on the District by the Plan administrator of \$0, claims reported to the Plan administrator, but not the District of \$11,049 and claims which were not yet reported to either the Plan administrator or the District of \$9,040. The amounts not reported to the District were determined by the Plan administrator.

Changes in the claims liability for the years ended June 30, 2025 and 2024 are as follows:

|                                              | 6/30/2025 | 6/30/2024 |
|----------------------------------------------|-----------|-----------|
| Claims Payable - Beginning                   | \$ 23,145 | 19,927    |
| Current Year Claims and Changes in Estimates | (3,056)   | 3,218     |
| Claims Payable - Ending                      | 20,089    | 23,145    |

#### CONTINGENT LIABILITIES

##### Litigation

From time to time, the District is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the District attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the District's financial position or results of operations.

##### State and Federal Contingencies

The District has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. Management believes such disallowance, if an, would be immaterial.

#### LIMITATION OF SCHOOL DISTRICT REVENUES

Wisconsin Statutes limit the amount of revenues that school districts may derive from general school aids and property taxes unless a higher amount is approved by a referendum. The annual revenue increase from these sources is limited to an allowable per member increase which is determined by the legislature. This limitation does not apply to revenues needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

- A resolution of the school board or by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS

##### General Information about the OPEB Plan

*Plan Description.* The District provides other post-employment benefits (OPEB) for its employees through a single-employer retiree plan that provides postemployment health insurance benefits to eligible employees and their spouses. Benefits and eligibility are established and amended by the Board of Education.

*Plan Membership.* As of June 30, 2024, the measurement date, the following employees were covered by the benefit terms:

|                                                                  |                   |
|------------------------------------------------------------------|-------------------|
| Inactive Plan Members Currently Receiving Benefits               | 34                |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | —                 |
| Active Plan Members                                              | <u>293</u>        |
| Total                                                            | <u><u>327</u></u> |

Employees hired after July 1, 2011 were not eligible to participate in the OPEB plan.

##### Contributions

There is no requirement for any employee or employer contributions for funding of the plan. The employer makes all contributions, and for the year ended June 30, 2024, the measurement date, the District contributed \$1,136,024 to the Employee Benefits Trust. For the year ended June 30, 2024, the District's average contribution rate was 5.99% of covered-employee payroll.

##### Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2025.

*Actuarial Assumptions.* The net OPEB liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS - Continued

##### Net OPEB Liability - Continued

*Actuarial Assumptions - Continued.*

|                                          |                                                                                                  |
|------------------------------------------|--------------------------------------------------------------------------------------------------|
| Inflation                                | 2.50%                                                                                            |
| Salary Increases                         | 4.00%                                                                                            |
| Discount Rate                            | 5.85%                                                                                            |
| Healthcare Cost Trend Rates              | 7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter |
| Retirees' Share of Benefit-Related Costs | 100% of projected health insurance premiums for retirees                                         |

The discount rate is equivalent to all years of projected payments, discounted at a 5.85% long-term expected rate of return.

The mortality projection assumption is based off of the 2020 Wisconsin Retirement System Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010.

The actuarial assumptions are based upon an experience study conducted in 2021 using Wisconsin Retirement System (WRS) experience from 2018 - 2020.

##### Change in the Net OPEB Liability

|                                                   | Total<br>OPEB<br>Liability | Plan<br>Fiduciary<br>Net Position | Net<br>OPEB<br>Liability |
|---------------------------------------------------|----------------------------|-----------------------------------|--------------------------|
| Balance at June 30, 2024                          | \$ 11,014,135              | 784,301                           | 10,229,834               |
| Changes for the Year:                             |                            |                                   |                          |
| Service Cost                                      | 379,424                    | —                                 | 379,424                  |
| Interest on the Total OPEB Liability              | 480,141                    | —                                 | 480,141                  |
| Changes of Benefit Terms                          | —                          | —                                 | —                        |
| Difference Between Expected and Actual Experience | 424,054                    | —                                 | 424,054                  |
| Changes of Assumptions or Other Inputs            | (719,109)                  | —                                 | (719,109)                |
| Contributions - Employer                          | —                          | 1,136,024                         | (1,136,024)              |
| Net Investment Income                             | —                          | 66,974                            | (66,974)                 |
| Benefit Payments                                  | (1,075,777)                | (1,075,777)                       | —                        |
| Other Changes                                     | —                          | —                                 | —                        |
| Net Changes                                       | (511,267)                  | 127,221                           | (638,488)                |
| Balance at June 30, 2025                          | 10,502,868                 | 911,522                           | 9,591,346                |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS - Continued

##### Discount Rate

The discount rate used to measure the total pension liability was 5.85%, while the prior valuation used 4.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Discount contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

##### Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability, calculated using a Single Discount Rate of 5.85%, as well as what the net OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

|                    |    | 1% Decrease<br>(4.85%) | Current<br>Discount Rate<br>(5.85%) | 1% Increase<br>(6.85%) |
|--------------------|----|------------------------|-------------------------------------|------------------------|
| Net OPEB Liability | \$ | 10,093,502             | 9,591,346                           | 9,107,811              |

##### Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability, calculated using variable Healthcare Trend Rates, as well as what the net OPEB liability would be if it were calculated using variable Healthcare Trend Rates that are one percentage point lower or one percentage point higher:

|                    |    | 1% Decrease<br>(Varies) | Healthcare<br>Cost Trend<br>Rates<br>(Varies) | 1% Increase<br>(Varies) |
|--------------------|----|-------------------------|-----------------------------------------------|-------------------------|
| Net OPEB Liability | \$ | 8,988,716               | 9,591,346                                     | 10,258,581              |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 4 - OTHER INFORMATION - Continued

#### OTHER POST-EMPLOYMENT BENEFITS - Continued

#### OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense of \$912,303. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|                                                   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals      |
|---------------------------------------------------|--------------------------------------|-------------------------------------|-------------|
| Difference Between Expected and Actual Experience | \$ 1,668,778                         | (231,175)                           | 1,437,603   |
| Change in Assumptions                             | 152,485                              | (1,484,575)                         | (1,332,090) |
| Net Difference Between Projected and Actual       |                                      |                                     |             |
| Earnings on Pension Plan Investments              | 17,500                               | —                                   | 17,500      |
| Total Expenses to be Recognized in Future Periods | 1,838,763                            | (1,715,750)                         | 123,013     |
| Contributions Made Subsequent to Measurement Date | 1,452,929                            | —                                   | 1,452,929   |
| Total Deferred Amounts Related to OPEB            | 3,291,692                            | (1,715,750)                         | 1,575,942   |

\$1,452,929 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2026. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Fiscal<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--------------------------------------------------------|
| 2026           | \$ (40,588)                                            |
| 2027           | (6,325)                                                |
| 2028           | (28,598)                                               |
| 2029           | 101,644                                                |
| 2030           | 94,000                                                 |
| Thereafter     | 2,880                                                  |
| Total          | 123,013                                                |

Notes to the Financial Statements

June 30, 2025

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NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM

Wisconsin Retirement System (WRS)

Plan Descriptions

*Plan Administration.* The Wisconsin Retirement System (WRS) is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government, and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

*Vesting.* For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

*Benefits Provided.* Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

## Notes to the Financial Statements

June 30, 2025

## NOTE 4 - OTHER INFORMATION - Continued

## EMPLOYEE RETIREMENT SYSTEM - Continued

## Wisconsin Retirement System (WRS) - Continued

## Plan Descriptions - Continued

*Post-Retirement Adjustments.* The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the floor) set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

| Year | Core Fund<br>Adjustment % | Variable Fund<br>Adjustment % |
|------|---------------------------|-------------------------------|
| 2015 | 2.9%                      | 2.0%                          |
| 2016 | 0.5%                      | (5.0%)                        |
| 2017 | 2.0%                      | 4.0%                          |
| 2018 | 2.4%                      | 17.0%                         |
| 2019 | —%                        | (10.0%)                       |
| 2020 | 1.7%                      | 21.0%                         |
| 2021 | 5.1%                      | 13.0%                         |
| 2022 | 7.4%                      | 15.0%                         |
| 2023 | 1.6%                      | (21.0%)                       |
| 2024 | 3.6%                      | 15.0%                         |

*Contributions.* Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$1,540,208 contributions from the employer which equaled required contributions.

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - Continued

#### Wisconsin Retirement System (WRS) - Continued

#### Plan Descriptions - Continued

*Contributions - Continued.*

Contributions rates as of June 30, 2025 are:

| Employee Category                                             | Employee | Employer |
|---------------------------------------------------------------|----------|----------|
| General (including teachers, executive, and elected official) | 6.95%    | 6.95%    |

#### Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the District reported a liability of \$1,847,666 for its proportionate share of the net pension liability/(asset). The net pension liability/(asset) was measured as of December 31, 2024, and the total pension asset used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of December 31, 2023 rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension asset was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the District's proportion was 0.112446%, which was a decrease of 0.009481% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the District recognized pension expense of \$2,512,016. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|                                                        | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals    |
|--------------------------------------------------------|--------------------------------------|-------------------------------------|-----------|
| Differences Between Expected and Actual Experience     | \$ 5,738,016                         | (5,391,935)                         | 346,081   |
| Changes of Assumptions                                 | 548,238                              | —                                   | 548,238   |
| Net Difference Between Projected and Actual            |                                      |                                     |           |
| Earnings on Pension Plan Investments                   | 2,807,628                            | —                                   | 2,807,628 |
| Changes in Proportion and Differences Between Employer |                                      |                                     |           |
| Contributions and Proportionate Share of Contributions | 47,174                               | (13,647)                            | 33,527    |
| Total Pension Expense to be Recognized                 |                                      |                                     |           |
| in Future Periods                                      | 9,141,056                            | (5,405,582)                         | 3,735,474 |
| Pension Contributions Made Subsequent                  |                                      |                                     |           |
| to the Measurement Date                                | 794,775                              | —                                   | 794,775   |
| Total Deferred Amounts Related to Pensions             | 9,935,831                            | (5,405,582)                         | 4,530,249 |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - Continued

##### Wisconsin Retirement System (WRS) - Continued

#### Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - Continued

\$794,775 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended June 30, 2026. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Fiscal<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--------------------------------------------------------|
| 2026           | \$ 1,126,731                                           |
| 2027           | 3,839,922                                              |
| 2028           | (940,884)                                              |
| 2029           | (290,295)                                              |
| 2030           | —                                                      |
| Thereafter     | —                                                      |
| Total          | <u>3,735,474</u>                                       |

#### Actuarial Assumptions

The total pension liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                                                   |                                                                    |
|---------------------------------------------------|--------------------------------------------------------------------|
| Actuarial Valuation Date                          | December 31, 2023                                                  |
| Measurement Date of Net Pension Liability (Asset) | December 31, 2024                                                  |
| Experience Study                                  | January 1, 2021 - December 31, 2023<br>Published November 19, 2024 |
| Actuarial Cost Method                             | Entry Age Normal                                                   |
| Asset Valuation Method                            | Fair Value                                                         |
| Long-Term Expected Rate of Return                 | 6.80%                                                              |
| Discount Rate                                     | 6.80%                                                              |
| Salary Increases                                  |                                                                    |
| Wage Inflation                                    | 3.00%                                                              |
| Seniority/Merit                                   | 0.10% - 5.70%                                                      |
| Mortality                                         | 2020 WRS Experience Mortality Table                                |
| Post-Retirement Adjustments*                      | 1.70%                                                              |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Notes to the Financial Statements

June 30, 2025

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### NOTE 4 - OTHER INFORMATION - Continued

#### EMPLOYEE RETIREMENT SYSTEM - Continued

##### Wisconsin Retirement System (WRS) - Continued

##### Actuarial Assumptions - Continued

\*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience, and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate. Includes the impact of known Market Recognition Account deferred gains/losses on the liability for dividend payments.

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. Based on this experience study, actuarial assumptions used to measure the total pension liability changed from prior year, including seniority (merit) and separation rates. The total pension liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the December 31, 2023 actuarial valuation.

##### Long-Term Expected Return on Plan Assets

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| Core Fund Asset Class     | Target<br>Allocation | Long-Term<br>Expected Nominal<br>Rate of Return | Long-Term<br>Expected Real<br>Rate of Return |
|---------------------------|----------------------|-------------------------------------------------|----------------------------------------------|
| Public Equity             | 38.0%                | 7.0%                                            | 4.3%                                         |
| Public Fixed Income       | 27.0%                | 6.1%                                            | 3.4%                                         |
| Private Equity/Debt       | 20.0%                | 9.5%                                            | 6.7%                                         |
| Inflation Sensitive       | 19.0%                | 4.8%                                            | 2.1%                                         |
| Real Estate               | 8.0%                 | 6.5%                                            | 3.8%                                         |
| Leverage                  | (12.0%)              | 3.7%                                            | 1.1%                                         |
| Total Core Fund           | 100.0%               | 7.5%                                            | 4.8%                                         |
| <hr/>                     |                      |                                                 |                                              |
| Variable Fund Asset Class |                      |                                                 |                                              |
| U.S. Equities             | 70.0%                | 6.5%                                            | 3.8%                                         |
| International Equities    | 30.0%                | 7.4%                                            | 4.7%                                         |
| Total Variable Fund       | 100.0%               | 6.9%                                            | 4.2%                                         |

Notes to the Financial Statements

June 30, 2025

NOTE 4 - OTHER INFORMATION - Continued

EMPLOYEE RETIREMENT SYSTEM - Continued

Wisconsin Retirement System (WRS) - Continued

Single Discount Rate

A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 4.08% (Source: "20-Bond GO Index" is the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality as of December 31, 2024. In describing this index, the Bond Buyer notes that the bonds' average quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard and Poor's Corp.'s AA.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability/(asset) calculated using the discount rate of 6.80% percent, as well as what the District's proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

|                                                                           | 1% Decrease<br>(5.80%) | Current<br>Rate<br>(6.80%) | 1% Increase<br>(7.80%) |
|---------------------------------------------------------------------------|------------------------|----------------------------|------------------------|
| District's Proportionate Share<br>of the Net Pension Liability/(Asset) \$ | 17,333,527             | 1,847,666                  | (9,154,592)            |

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/aboutetf/reports-and-studies/financial-reports-and-statements>.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of the Employer OPEB Contributions
- Schedule of Changes in Net OPEB Liability and Related Ratios
- Schedule Employer Contributions  
Wisconsin Retirement System - Last Ten Fiscal Years
- Notes to the Required Supplementary Information  
Wisconsin Retirement System
- Schedule of Proportionate Share of the Net Pension Liability/(Asset)  
Wisconsin Retirement System - Last Ten Fiscal Years
- Budgetary Comparison Schedules  
General Fund

### Notes to the Required Supplementary Information

Budgetary Information - The budgeted amounts are adopted on the modified accrual basis, which is consistent with accounting principles generally accepted in the United States of America.

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Schedule of the Employer OPEB Contributions**

**June 30, 2025**

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**See Following Page**

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Schedule of the Employer OPEB Contributions

June 30, 2025

|                                                           | 2016       | 2017       |
|-----------------------------------------------------------|------------|------------|
| Actuarially Determined Contribution (ADC)                 | \$ 962,310 | 997,388    |
| Contributions in Relation to ADC                          | 1,087,680  | 912,153    |
| Contribution Deficiency/(Excess)                          | (125,370)  | 85,235     |
| The District's Covered Employee Payroll                   | 15,538,550 | 15,538,550 |
| Contributions as a Percentage of Covered-Employee Payroll | 7.00%      | 5.87%      |

### Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

### Actuarial Assumptions:

|                           |                                                                                                                                                                                                                    |
|---------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method     | Entry Age Normal (level percent of salary)                                                                                                                                                                         |
| Discount Rate             | 4.50%                                                                                                                                                                                                              |
| Investment Rate of Return | 4.50%                                                                                                                                                                                                              |
| Medical Care Trend        | 7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter                                                                                                                   |
| Mortality Assumptions     | 2020 Wisconsin Retirement System Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010. |

| 2018       | 2019       | 2020       | 2021       | 2022       | 2023       | 2024       |
|------------|------------|------------|------------|------------|------------|------------|
| 1,027,310  | 907,262    | 934,480    | 803,370    | 827,471    | 1,069,669  | 1,101,759  |
| 910,796    | 677,418    | 943,153    | 734,945    | 978,534    | 1,073,387  | 1,136,024  |
| 116,514    | 229,844    | (8,673)    | 68,425     | (151,063)  | (3,718)    | (34,265)   |
| 19,756,148 | 19,756,148 | 17,553,677 | 17,553,677 | 20,596,312 | 20,596,312 | 18,951,833 |
| 4.61%      | 3.43%      | 5.37%      | 4.19%      | 4.75%      | 5.21%      | 5.99%      |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Schedule of Changes in Net OPEB Liability and Related Ratios  
June 30, 2025**

|                                        | 2016          | 2017       |
|----------------------------------------|---------------|------------|
| Total OPEB Liability                   |               |            |
| Service Cost                           | \$ 610,961    | 610,961    |
| Interest                               | 330,889       | 330,612    |
| Differences Between                    |               |            |
| Expected and Actual Experience         | —             | —          |
| Change of Assumptions or Other Inputs  | —             | (297,534)  |
| Benefit Payments                       | (1,037,149)   | (865,058)  |
| Net Change in Total OPEB Liability     | (95,299)      | (221,019)  |
| Total OPEB Liability - Beginning       | 11,242,731    | 11,147,432 |
| Total OPEB Liability - Ending          | 11,147,432    | 10,926,413 |
| Total Fiduciary Net Position           |               |            |
| Employer Contributions                 | 1,087,680     | 912,153    |
| Net Investment Income                  | 6,758         | 14,113     |
| Benefit Payments                       | (1,037,149)   | (865,058)  |
| Administrative Expense                 | —             | —          |
| Net Change in Fiduciary Net Position   | 57,289        | 61,208     |
| Fiduciary Net Position - Beginning     | 368,825       | 426,114    |
| Fiduciary Net Position - Ending        | 426,114       | 487,322    |
| Net OPEB Liability - Ending            | 10,721,318    | 10,439,091 |
| Fiduciary Net Position as a            |               |            |
| Percentage of the Net OPEB Liability   | 3.82%         | 4.46%      |
| Covered-Employee Payroll               | \$ 15,538,550 | 15,538,550 |
| Net OPEB Liability as a                |               |            |
| Percentage of Covered-Employee Payroll | 69.00%        | 67.18%     |

*Changes of Assumptions.* Changes of assumptions related to the discount rate were made in 2016 - 2024.

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

| 2018        | 2019       | 2020       | 2021       | 2022       | 2023        | 2024        |
|-------------|------------|------------|------------|------------|-------------|-------------|
| 567,538     | 535,694    | 575,497    | 487,915    | 498,893    | 363,085     | 379,424     |
| 377,229     | 362,160    | 348,033    | 236,754    | 234,929    | 490,922     | 480,141     |
| (612,449)   | —          | 297,661    | —          | 1,620,635  | (59,301)    | 424,054     |
| (683,640)   | 136,261    | 195,965    | —          | (846,693)  | —           | (719,109)   |
| (864,430)   | (641,842)  | (893,766)  | (695,760)  | (926,754)  | (1,016,814) | (1,075,777) |
| (1,215,752) | 392,273    | 523,390    | 28,909     | 581,010    | (222,108)   | (511,267)   |
| 10,926,413  | 9,710,661  | 10,102,934 | 10,626,324 | 10,655,233 | 11,236,243  | 11,014,135  |
| 9,710,661   | 10,102,934 | 10,626,324 | 10,655,233 | 11,236,243 | 11,014,135  | 10,502,868  |
| 910,796     | 677,418    | 943,153    | 734,945    | 978,534    | 1,073,387   | 1,136,024   |
| 11,190      | 29,648     | 16,147     | 21,611     | (94,253)   | 35,571      | 66,974      |
| (864,430)   | (641,842)  | (893,766)  | (695,760)  | (926,754)  | (1,016,814) | (1,075,777) |
| (667)       | —          | (476)      | (659)      | —          | —           | —           |
| 56,889      | 65,224     | 65,058     | 60,137     | (42,473)   | 92,144      | 127,221     |
| 487,322     | 544,211    | 609,435    | 674,493    | 734,630    | 692,157     | 784,301     |
| 544,211     | 609,435    | 674,493    | 734,630    | 692,157    | 784,301     | 911,522     |
| 9,166,450   | 9,493,499  | 9,951,831  | 9,920,603  | 10,544,086 | 10,229,834  | 9,591,346   |
| 5.60%       | 6.03%      | 6.35%      | 6.89%      | 6.16%      | 7.12%       | 8.68%       |
| 19,756,148  | 19,756,148 | 17,553,677 | 17,553,677 | 20,596,312 | 20,596,312  | 18,951,833  |
| 46.40%      | 48.05%     | 56.69%     | 56.52%     | 51.19%     | 49.67%      | 50.61%      |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Wisconsin Retirement System****Schedule of Employer Contributions - Last Ten Fiscal Years****June 30, 2025**

| Fiscal Year | Contractually Required Contributions | Contributions in Relation to the Contractually Required Contributions | Contribution Deficiency/ (Excess) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|--------------------------------------|-----------------------------------------------------------------------|-----------------------------------|-----------------|--------------------------------------------------|
| 2016        | \$ 1,149,585                         | \$ 1,149,585                                                          | \$ —                              | \$ 17,478,676   | 6.58%                                            |
| 2017        | 1,172,584                            | 1,172,584                                                             | —                                 | 17,656,935      | 6.64%                                            |
| 2018        | 1,280,324                            | 1,280,324                                                             | —                                 | 18,876,945      | 6.78%                                            |
| 2019        | 1,305,358                            | 1,305,358                                                             | —                                 | 20,093,130      | 6.50%                                            |
| 2020        | 1,357,087                            | 1,357,087                                                             | —                                 | 21,067,631      | 6.44%                                            |
| 2021        | 1,407,823                            | 1,407,823                                                             | —                                 | 20,856,769      | 6.75%                                            |
| 2022        | 1,465,225                            | 1,465,225                                                             | —                                 | 21,738,592      | 6.74%                                            |
| 2023        | 1,486,841                            | 1,486,841                                                             | —                                 | 22,955,719      | 6.48%                                            |
| 2024        | 1,445,968                            | 1,445,968                                                             | —                                 | 21,108,612      | 6.85%                                            |
| 2025        | 1,540,208                            | 1,540,208                                                             | —                                 | 21,950,244      | 7.02%                                            |

## SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

### Wisconsin Retirement System

#### Notes to the Required Supplementary Information

June 30, 2025

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*Changes in Benefit Terms:* There were no changes of benefit terms for any participating employer in WRS.

*Change in Assumptions:* Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year ended December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

## SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

### Wisconsin Retirement System

#### Notes to the Required Supplementary Information - Continued

June 30, 2025

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|                                      |                                                                                                                                                                                                  |
|--------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Valuation Date                       | December 31, 2022                                                                                                                                                                                |
| Actuarial Cost Method                | Frozen Entry Age                                                                                                                                                                                 |
| Amortization Method                  | Level Percent of Payroll-Closed Amortization Period                                                                                                                                              |
| Amortization Period                  | 30 Years closed from date of participation in WRS                                                                                                                                                |
| Asset Valuation Method               | Five Year Smoothed Market (Closed)                                                                                                                                                               |
| Actuarial Assumptions                |                                                                                                                                                                                                  |
| Net Investment Rate of Return        | 5.40%                                                                                                                                                                                            |
| Weighted Based on Assumed Rate for:  |                                                                                                                                                                                                  |
| Pre-Retirement                       | 6.80%                                                                                                                                                                                            |
| Post-Retirement                      | 5.00%                                                                                                                                                                                            |
| Salary Increases                     |                                                                                                                                                                                                  |
| Wage Inflation                       | 3.00%                                                                                                                                                                                            |
| Seniority/Merit                      | 0.10% - 5.70%                                                                                                                                                                                    |
| Post Retirement Benefit Adjustments* | 1.70%                                                                                                                                                                                            |
| Retirement Age                       | Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.             |
| Mortality                            | 2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010. |

\*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience, and other factors. Value is the assumed annual

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Wisconsin Retirement System**

**Schedule of Proportionate Share of Net Pension Liability/(Asset) - Last Ten Fiscal Years**

**June 30, 2025**

| Plan<br>Fiscal<br>Year | Proportion<br>of the Net<br>Pension (Asset)<br>Liability | Proportionate<br>Share of the<br>Net Pension<br>(Asset)<br>Liability | Covered<br>Payroll | Proportionate<br>Share of the Net<br>Pension (Asset)/<br>Liability as a %<br>of Covered Payroll | Plan Fiduciary<br>Net Position<br>as a Percentage<br>of Total Pension<br>Liability |
|------------------------|----------------------------------------------------------|----------------------------------------------------------------------|--------------------|-------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------|
| 2015                   | 0.119409%                                                | \$ 1,940,373                                                         | \$ 16,905,664      | 11.48%                                                                                          | 98.20%                                                                             |
| 2016                   | 0.119720%                                                | 986,780                                                              | 17,776,360         | 5.55%                                                                                           | 99.12%                                                                             |
| 2017                   | 0.122952%                                                | (3,650,602)                                                          | 18,311,170         | (19.94%)                                                                                        | 102.93%                                                                            |
| 2018                   | 0.125528%                                                | 4,465,905                                                            | 19,460,303         | 22.95%                                                                                          | 96.45%                                                                             |
| 2019                   | 0.127657%                                                | (4,116,255)                                                          | 20,585,686         | (20.00%)                                                                                        | 102.96%                                                                            |
| 2020                   | 0.126968%                                                | (7,926,767)                                                          | 20,856,769         | (38.01%)                                                                                        | 105.26%                                                                            |
| 2021                   | 0.126636%                                                | (10,207,109)                                                         | 21,738,592         | (46.95%)                                                                                        | 106.02%                                                                            |
| 2022                   | 0.125799%                                                | 6,664,472                                                            | 22,955,719         | 29.03%                                                                                          | 95.72%                                                                             |
| 2023                   | 0.121927%                                                | 1,812,817                                                            | 22,221,268         | 8.16%                                                                                           | 98.85%                                                                             |
| 2024                   | 0.112446%                                                | 1,847,666                                                            | 21,096,807         | 8.76%                                                                                           | 98.79%                                                                             |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                         | Budget        |            | Actual     |
|-----------------------------------------|---------------|------------|------------|
|                                         | Original      | Final      |            |
| Revenues                                |               |            |            |
| Local Sources                           |               |            |            |
| Taxes                                   | \$ 19,178,291 | 19,178,291 | 19,178,291 |
| Investment Income                       | 450,000       | 450,000    | 478,684    |
| Other                                   | 189,750       | 189,750    | 189,391    |
| Interdistrict Payments within Wisconsin | 1,762,437     | 1,762,437  | 1,798,148  |
| Intermediate Sources                    | 26,000        | 26,000     | 42,940     |
| State Sources                           | 24,175,268    | 24,175,268 | 24,156,645 |
| Federal Sources                         | 1,410,868     | 1,410,868  | 1,557,914  |
| Other Revenues                          | 136,691       | 136,691    | 268,894    |
| Total Revenues                          | 47,329,305    | 47,329,305 | 47,670,907 |
| Expenditures                            |               |            |            |
| Instruction                             |               |            |            |
| Undifferentiated                        | 5,192,824     | 5,192,071  | 5,055,667  |
| Regular                                 | 9,395,255     | 9,398,764  | 9,104,906  |
| Physical                                | 1,072,361     | 1,072,361  | 1,069,793  |
| Vocational                              | 1,285,904     | 1,285,904  | 1,377,156  |
| Special Education                       | 8,291,660     | 8,291,660  | 7,910,561  |
| Co-Curricular                           | 367,558       | 367,558    | 397,263    |
| Support Services                        |               |            |            |
| Pupils                                  | 2,949,277     | 2,949,301  | 2,785,214  |
| Instructional Staff                     | 2,204,364     | 2,205,415  | 2,090,435  |
| General Administration                  | 611,479       | 611,479    | 564,896    |
| School Building Administration          | 2,071,456     | 2,076,560  | 2,050,678  |
| Business Administration                 | 5,652,781     | 5,644,816  | 5,718,883  |
| Central Services                        | 694,827       | 694,827    | 619,302    |
| Insurance and Judgements                | 402,950       | 402,950    | 403,545    |
| Other                                   | 1,382,138     | 1,382,138  | 1,119,410  |
| Nonprogram Transactions                 | 4,918,304     | 4,918,304  | 4,957,228  |
| Debt Service                            |               |            |            |
| Interest and Fiscal Charges             | 20,173        | 20,173     | 14,852     |
| Total Expenditures                      | 46,513,311    | 46,514,281 | 45,239,789 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued  
For the Fiscal Year Ended June 30, 2025**

|                                                              | Budget     |         | Actual     |
|--------------------------------------------------------------|------------|---------|------------|
|                                                              | Original   | Final   |            |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | \$ 815,994 | 815,024 | 2,431,118  |
| Other Financing Sources (Uses)                               |            |         |            |
| Disposal of Capital Assets                                   | 2,000      | 2,000   | —          |
| Transfers Out                                                | —          | —       | (8,450)    |
|                                                              | 2,000      | 2,000   | (8,450)    |
| Net Change in Fund Balance                                   | 817,994    | 817,024 | 2,422,668  |
| Fund Balances - Beginning                                    |            |         | 13,693,518 |
| Fund Balances - Ending                                       |            |         | 16,116,186 |

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements - General Fund
- Budgetary Comparison Schedules - General Fund Accounts
- Combining Statements - Nonmajor Governmental Funds
- Budgetary Comparison Schedules - Nonmajor Governmental Funds
- Budgetary Comparison Schedule - Employee Benefit Trust Fund

## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund includes the General Account and Special Education Account.

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### **SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that are legally restricted to expenditure for specified purposes.

#### **Special Revenue Fund**

The Special Revenue Fund is used to account for the proceeds of non-trust revenues of which the expenditures are limited to specified purposes related to district operations. The most common source of such funds is gifts and donations. There may be a fund balance in this fund.

#### **School Nutrition Services Fund**

The School Nutrition Services Fund is used to account for all revenues and expenditures related to pupil and elderly food service activities are recorded in this fund. A fund balance in the School Nutrition Services Fund is permitted. There may be no deficit in the district's School Nutrition Services Fund.

#### **Community Service Fund**

The Community Service Fund is used to account for activities such as adult education, community recreation programs such as evening swimming pool operation and softball leagues, elderly food service programs, non-special education preschool, day care services, and other programs which are not elementary and secondary educational programs but have the primary function of serving the community. Actual, additional expenditures for these activities, includes salaries, benefits, travel, purchased services, etc. are to be included in this fund to the extent feasible. The District may adopt a separate tax levy for this Fund.

#### **Packaged Cooperative Fund**

The Packaged Cooperative Fund is used to account for expenditures made by a host district for programs made available to other districts through a CESA. The CESA makes the packaged service available to school districts. The participating districts, including the host district will pay CESA for their share of the program. CESA payments to the host district are the only revenue recorded in this sub-fund and must equal expenditures. The CESA applies for any program related aid and handles any required aid distribution. No fund balance or deficit can exist in this fund.

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## **INDIVIDUAL FUND DESCRIPTIONS**

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### **DEBT SERVICE FUNDS**

The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

#### **Referendum Debt Service Fund**

The Referendum Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

#### **Non-Referendum Debt Service Fund**

The Non-Referendum Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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### **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of, and/or additions to, major capital facilities.

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### **EMPLOYEE BENEFIT TRUST FUND**

The Employee Benefit Trust Fund is used to account for resources held in trust for formally established defined benefit pension plans, defined contribution plans, or employee benefit plans.

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**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**General Fund - by Account  
Combining Balance Sheet  
June 30, 2025**

|                                     | General<br>Account | Special<br>Education<br>Account | Eliminations | Totals     |
|-------------------------------------|--------------------|---------------------------------|--------------|------------|
| <b>ASSETS</b>                       |                    |                                 |              |            |
| Cash and Investments                | \$ 12,965,855      | 306,241                         | —            | 13,272,096 |
| Receivables - Net of Allowances     |                    |                                 |              |            |
| Taxes                               | 5,879,745          | —                               | —            | 5,879,745  |
| Accounts                            | 15,016             | —                               | —            | 15,016     |
| Due from Other Funds                | 12,456             | —                               | —            | 12,456     |
| Due from Other Governments          | 222,410            | 618,911                         | —            | 841,321    |
| Prepays                             | 172,932            | 4,290                           | —            | 177,222    |
|                                     |                    |                                 |              |            |
| Total Assets                        | 19,268,414         | 929,442                         | —            | 20,197,856 |
| <b>LIABILITIES</b>                  |                    |                                 |              |            |
| Accounts Payable                    | 432,652            | 38,185                          | —            | 470,837    |
| Accrued Payroll                     | 2,640,104          | 891,257                         | —            | 3,531,361  |
| Claims Payable                      | 20,089             | —                               | —            | 20,089     |
| Other Payables                      | 59,138             | —                               | —            | 59,138     |
| Due to State Government             | 245                | —                               | —            | 245        |
| Total Liabilities                   | 3,152,228          | 929,442                         | —            | 4,081,670  |
| <b>FUND BALANCES</b>                |                    |                                 |              |            |
| Nonspendable                        | 172,932            | 4,290                           | —            | 177,222    |
| Unassigned                          | 15,943,254         | (4,290)                         | —            | 15,938,964 |
| Total Fund Balances                 | 16,116,186         | —                               | —            | 16,116,186 |
|                                     |                    |                                 |              |            |
| Total Liabilities and Fund Balances | 19,268,414         | 929,442                         | —            | 20,197,856 |

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## General Fund - by Account

### Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 2025

|                                                              | General<br>Account | Special<br>Education<br>Account | Eliminations | Totals     |
|--------------------------------------------------------------|--------------------|---------------------------------|--------------|------------|
| Revenues                                                     |                    |                                 |              |            |
| Local Sources                                                |                    |                                 |              |            |
| Taxes                                                        | \$ 19,178,291      | —                               | —            | 19,178,291 |
| Investment Income                                            | 478,684            | —                               | —            | 478,684    |
| Other                                                        | 189,391            | —                               | —            | 189,391    |
| Interdistrict Payments within Wisconsin                      | 1,798,148          | —                               | —            | 1,798,148  |
| Intermediate Sources                                         | —                  | 42,940                          | —            | 42,940     |
| State Sources                                                | 21,783,308         | 2,373,337                       | —            | 24,156,645 |
| Federal Sources                                              | 674,963            | 882,951                         | —            | 1,557,914  |
| Other Revenues                                               | 268,584            | 310                             | —            | 268,894    |
| Total Revenues                                               | 44,371,369         | 3,299,538                       | —            | 47,670,907 |
| Expenditures                                                 |                    |                                 |              |            |
| Instruction                                                  |                    |                                 |              |            |
| Undifferentiated                                             | 5,055,667          | —                               | —            | 5,055,667  |
| Regular                                                      | 9,104,906          | —                               | —            | 9,104,906  |
| Physical                                                     | 1,069,793          | —                               | —            | 1,069,793  |
| Vocational                                                   | 1,377,156          | —                               | —            | 1,377,156  |
| Special Education                                            | 951,919            | 6,958,642                       | —            | 7,910,561  |
| Co-Curricular                                                | 397,263            | —                               | —            | 397,263    |
| Support Services                                             |                    |                                 |              |            |
| Pupils                                                       | 1,683,517          | 1,101,697                       | —            | 2,785,214  |
| Instructional Staff                                          | 1,771,716          | 318,719                         | —            | 2,090,435  |
| General Administration                                       | 564,896            | —                               | —            | 564,896    |
| School Building Administration                               | 2,050,678          | —                               | —            | 2,050,678  |
| Business Administration                                      | 5,426,937          | 291,946                         | —            | 5,718,883  |
| Central Services                                             | 617,449            | 1,853                           | —            | 619,302    |
| Insurance and Judgements                                     | 403,545            | —                               | —            | 403,545    |
| Other                                                        | 1,119,410          | —                               | —            | 1,119,410  |
| Nonprogram Transactions                                      | 4,289,389          | 667,839                         | —            | 4,957,228  |
| Debt Service                                                 |                    |                                 |              |            |
| Interest and Fiscal Charges                                  | 14,852             | —                               | —            | 14,852     |
| Total Expenditures                                           | 35,899,093         | 9,340,696                       | —            | 45,239,789 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 8,472,276          | (6,041,158)                     | —            | 2,431,118  |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****General Fund - by Account****Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Continued****For the Fiscal Year Ended June 30, 2025**

|                                | General<br>Account | Special<br>Education<br>Account | Eliminations | Totals     |
|--------------------------------|--------------------|---------------------------------|--------------|------------|
| Other Financing Sources (Uses) |                    |                                 |              |            |
| Transfers In                   | \$ —               | 6,041,158                       | (6,041,158)  | —          |
| Transfers Out                  | (6,049,608)        | —                               | 6,041,158    | (8,450)    |
|                                | (6,049,608)        | 6,041,158                       | —            | (8,450)    |
| Net Change in Fund Balance     | 2,422,668          | —                               | —            | 2,422,668  |
| Fund Balances - Beginning      | 13,693,518         | —                               | —            | 13,693,518 |
| Fund Balances - Ending         | 16,116,186         | —                               | —            | 16,116,186 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****General Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                         | Budget        |            | Actual     |
|-----------------------------------------|---------------|------------|------------|
|                                         | Original      | Final      |            |
| Revenues                                |               |            |            |
| Local Sources                           |               |            |            |
| Taxes                                   | \$ 19,178,291 | 19,178,291 | 19,178,291 |
| Investment Income                       | 450,000       | 450,000    | 478,684    |
| Other                                   | 189,750       | 189,750    | 189,391    |
| Interdistrict Payments within Wisconsin | 1,762,437     | 1,762,437  | 1,798,148  |
| State Sources                           | 21,500,836    | 21,500,836 | 21,783,308 |
| Federal Sources                         | 545,713       | 545,713    | 674,963    |
| Other Revenues                          | 136,691       | 136,691    | 268,584    |
| Total Revenues                          | 43,763,718    | 43,763,718 | 44,371,369 |
| Expenditures                            |               |            |            |
| Instruction                             |               |            |            |
| Undifferentiated                        | 5,192,824     | 5,192,071  | 5,055,667  |
| Regular Programs                        | 9,395,255     | 9,398,764  | 9,104,906  |
| Physical                                | 1,072,361     | 1,072,361  | 1,069,793  |
| Vocational                              | 1,285,904     | 1,285,904  | 1,377,156  |
| Co-Curricular                           | 367,558       | 367,558    | 397,263    |
| Special Education                       | 1,108,781     | 1,108,781  | 951,919    |
| Total Instruction                       | 18,422,683    | 18,425,439 | 17,956,704 |
| Support Services                        |               |            |            |
| Pupils                                  | 1,869,805     | 1,869,829  | 1,683,517  |
| Instructional Staff                     | 1,827,476     | 1,828,527  | 1,771,716  |
| General Administration                  | 611,479       | 611,479    | 564,896    |
| School Building Administration          | 2,071,456     | 2,076,560  | 2,050,678  |
| Business Administration                 | 5,299,581     | 5,291,616  | 5,426,937  |
| Central Services                        | 692,327       | 692,327    | 617,449    |
| Insurance and Judgements                | 402,950       | 402,950    | 403,545    |
| Other                                   | 1,382,138     | 1,382,138  | 1,119,410  |
| Total Support Services                  | 14,157,212    | 14,155,426 | 13,638,148 |
| Nonprogram Transactions                 | 4,221,904     | 4,221,904  | 4,289,389  |
| Debt Service                            |               |            |            |
| Interest and Fiscal Charges             | 20,173        | 20,173     | 14,852     |
| Total Expenditures                      | 36,821,972    | 36,822,942 | 35,899,093 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****General Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Continued  
For the Fiscal Year Ended June 30, 2025**

|                                                              | Budget       |             | Actual      |
|--------------------------------------------------------------|--------------|-------------|-------------|
|                                                              | Original     | Final       |             |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | \$ 6,941,746 | 6,940,776   | 8,472,276   |
| Other Financing Sources (Uses)                               |              |             |             |
| Disposal of Capital Assets                                   | 2,000        | 2,000       | —           |
| Transfers Out                                                | (6,125,752)  | (6,125,752) | (6,049,608) |
|                                                              | (6,123,752)  | (6,123,752) | (6,049,608) |
| Net Change in Fund Balance                                   | 817,994      | 817,024     | 2,422,668   |
| Fund Balance - Beginning                                     |              |             | 13,693,518  |
| Fund Balance - Ending                                        |              |             | 16,116,186  |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Special Education Account - General Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                                              | Budget      |             | Actual      |
|--------------------------------------------------------------|-------------|-------------|-------------|
|                                                              | Original    | Final       |             |
| Revenues                                                     |             |             |             |
| Intermediate Sources                                         | \$ 26,000   | 26,000      | 42,940      |
| State Sources                                                | 2,674,432   | 2,674,432   | 2,373,337   |
| Federal Sources                                              | 865,155     | 865,155     | 882,951     |
| Other Revenues                                               | —           | —           | 310         |
| Total Revenues                                               | 3,565,587   | 3,565,587   | 3,299,538   |
| Expenditures                                                 |             |             |             |
| Instruction                                                  |             |             |             |
| Special Education                                            | 7,182,879   | 7,182,879   | 6,958,642   |
| Support Services                                             |             |             |             |
| Pupils                                                       | 1,079,472   | 1,079,472   | 1,101,697   |
| Instructional Staff                                          | 376,888     | 376,888     | 318,719     |
| Business Administration                                      | 353,200     | 353,200     | 291,946     |
| Central Services                                             | 2,500       | 2,500       | 1,853       |
| Nonprogram Transactions                                      | 696,400     | 696,400     | 667,839     |
| Total Expenditures                                           | 9,691,339   | 9,691,339   | 9,340,696   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (6,125,752) | (6,125,752) | (6,041,158) |
| Other Financing Sources                                      |             |             |             |
| Transfers In                                                 | 6,125,752   | 6,125,752   | 6,041,158   |
| Net Change in Fund Balance                                   | —           | —           | —           |
| Fund Balance - Beginning                                     |             |             | —           |
| Fund Balance - Ending                                        |             |             | —           |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Referendum Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                                              | Budget       |           | Actual      |
|--------------------------------------------------------------|--------------|-----------|-------------|
|                                                              | Original     | Final     |             |
| Revenues                                                     |              |           |             |
| Local Sources                                                |              |           |             |
| Taxes                                                        | \$ 1,060,300 | 1,060,300 | 2,060,444   |
| Investment Income                                            | 10,000       | 10,000    | 33,759      |
| Total Revenues                                               | 1,070,300    | 1,070,300 | 2,094,203   |
| Expenditures                                                 |              |           |             |
| Debt Service                                                 |              |           |             |
| Principal Retirement                                         | 400,000      | 400,000   | 400,000     |
| Interest and Fiscal Charges                                  | 670,300      | 670,300   | 561,899     |
| Total Expenditures                                           | 1,070,300    | 1,070,300 | 961,899     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | —            | —         | 1,132,304   |
| Other Financing (Uses)                                       |              |           |             |
| Payment to Escrow Agent                                      | —            | —         | (1,245,000) |
| Net Change in Fund Balance                                   | —            | —         | (112,696)   |
| Fund Balance - Beginning                                     |              |           | 602,198     |
| Fund Balance - Ending                                        |              |           | 489,502     |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Combining Balance Sheet - Nonmajor Funds**

**June 30, 2025**

|                                        | <u>Special<br/>Revenue</u> |
|----------------------------------------|----------------------------|
| <b>ASSETS</b>                          |                            |
| Cash and Investments                   | \$ 442,577                 |
| Receivables - Net of Allowances        |                            |
| Accounts                               | —                          |
| Due from Other Governments             | —                          |
| Prepays                                | —                          |
| Inventories                            | —                          |
|                                        | <u>          </u>          |
| Total Assets                           | <u>442,577</u>             |
| <b>LIABILITIES</b>                     |                            |
| Accounts Payable                       | 2,205                      |
| Other Payables                         | —                          |
| Due to Other Funds                     | 12,456                     |
| Total Liabilities                      | <u>14,661</u>              |
| <b>FUND BALANCES</b>                   |                            |
| Nonspendable                           | —                          |
| Restricted                             | 427,916                    |
| Total Fund Balances                    | <u>427,916</u>             |
| Total Liabilities<br>and Fund Balances | <u>442,577</u>             |

| Special Revenue           |                    |                     | Debt Service                | Totals  |
|---------------------------|--------------------|---------------------|-----------------------------|---------|
| School Nutrition Services | Community Services | Package Cooperative | Non-Referendum Debt Service |         |
| 106,753                   | 35,471             | —                   | 38,048                      | 622,849 |
| 1,870                     | —                  | —                   | —                           | 1,870   |
| 42,615                    | —                  | —                   | —                           | 42,615  |
| 780                       | —                  | —                   | —                           | 780     |
| 25,688                    | —                  | —                   | —                           | 25,688  |
| 177,706                   | 35,471             | —                   | 38,048                      | 693,802 |
| 13,137                    | —                  | —                   | —                           | 15,342  |
| 32,813                    | —                  | —                   | —                           | 32,813  |
| —                         | —                  | —                   | —                           | 12,456  |
| 45,950                    | —                  | —                   | —                           | 60,611  |
| 26,468                    | —                  | —                   | —                           | 26,468  |
| 105,288                   | 35,471             | —                   | 38,048                      | 606,723 |
| 131,756                   | 35,471             | —                   | 38,048                      | 633,191 |
| 177,706                   | 35,471             | —                   | 38,048                      | 693,802 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Funds  
For the Fiscal Year Ended June 30, 2025**

|                                                              | Special<br>Revenue    |
|--------------------------------------------------------------|-----------------------|
| Revenues                                                     |                       |
| Local                                                        |                       |
| Taxes                                                        | \$ —                  |
| Investment Income                                            | —                     |
| Other                                                        | 461,391               |
| Interdistrict Payments<br>within Wisconsin                   | —                     |
| State Sources                                                | —                     |
| Federal Sources                                              | —                     |
| Total Revenues                                               | <u>461,391</u>        |
| Expenditures                                                 |                       |
| Instruction                                                  |                       |
| Regular                                                      | 48,572                |
| Vocational                                                   | 1,475                 |
| Co-Curricular                                                | 316,348               |
| Support Services                                             |                       |
| Pupils                                                       | 6,440                 |
| Instructional Staff                                          | —                     |
| School Business Administration                               | 39,594                |
| Business Administration                                      | 12,499                |
| Community Services                                           | —                     |
| Debt Service                                                 |                       |
| Principal Retirement                                         | —                     |
| Interest and Fiscal Charges                                  | —                     |
| Total Expenditures                                           | <u>424,928</u>        |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 36,463                |
| Other Financing Sources                                      |                       |
| Transfers In                                                 | <u>—</u>              |
| Net Change in Fund Balance                                   | 36,463                |
| Fund Balances - Beginning                                    | <u>391,453</u>        |
| Fund Balances - Ending                                       | <u><u>427,916</u></u> |

| Special Revenue |           |             | Debt Service   |           |
|-----------------|-----------|-------------|----------------|-----------|
| School          |           |             | Non-Referendum |           |
| Nutrition       | Community | Package     | Debt           |           |
| Services        | Services  | Cooperative | Service        | Totals    |
| —               | —         | —           | 195,575        | 195,575   |
| —               | —         | —           | 1,218          | 1,218     |
| 566,305         | 6,227     | —           | —              | 1,033,923 |
| —               | —         | 16,730      | —              | 16,730    |
| 27,439          | —         | —           | —              | 27,439    |
| 674,978         | —         | —           | —              | 674,978   |
| 1,268,722       | 6,227     | 16,730      | 196,793        | 1,949,863 |
| —               | —         | —           | —              | 48,572    |
| —               | —         | 16,668      | —              | 18,143    |
| —               | —         | —           | —              | 316,348   |
| —               | —         | —           | —              | 6,440     |
| —               | —         | 2,427       | —              | 2,427     |
| 1,557,058       | —         | —           | —              | 1,596,652 |
| —               | —         | —           | —              | 12,499    |
| —               | 10,676    | —           | —              | 10,676    |
| —               | —         | —           | 135,000        | 135,000   |
| —               | —         | —           | 62,600         | 62,600    |
| 1,557,058       | 10,676    | 19,095      | 197,600        | 2,209,357 |
| (288,336)       | (4,449)   | (2,365)     | (807)          | (259,494) |
| 6,085           | —         | 2,365       | —              | 8,450     |
| (282,251)       | (4,449)   | —           | (807)          | (251,044) |
| 414,007         | 39,920    | —           | 38,855         | 884,235   |
| 131,756         | 35,471    | —           | 38,048         | 633,191   |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Special Revenue - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                | Budget     |         | Actual  |
|--------------------------------|------------|---------|---------|
|                                | Original   | Final   |         |
| Revenues                       |            |         |         |
| Local Sources                  |            |         |         |
| Other                          | \$ 238,440 | 238,440 | 461,391 |
| Expenditures                   |            |         |         |
| Instruction                    |            |         |         |
| Regular                        | —          | —       | 48,572  |
| Vocational                     | —          | —       | 1,475   |
| Co-Curricular Activities       | 217,325    | 217,325 | 316,348 |
| Support Services               |            |         |         |
| Pupils                         | 10,000     | 10,000  | 6,440   |
| Instructional Staff Services   | 1,373      | 1,373   | —       |
| School Building Administration | —          | —       | 39,594  |
| Business Administration        | —          | —       | 12,499  |
| Nonprogram Transactions        | 853        | 853     | —       |
| Total Expenditures             | 229,551    | 229,551 | 424,928 |
| Net Change in Fund Balance     | 8,889      | 8,889   | 36,463  |
| Fund Balance - Beginning       |            |         | 391,453 |
| Fund Balance - Ending          |            |         | 427,916 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****School Nutrition Services - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                                              | Budget     |           | Actual    |
|--------------------------------------------------------------|------------|-----------|-----------|
|                                                              | Original   | Final     |           |
| Revenues                                                     |            |           |           |
| Local                                                        |            |           |           |
| Other                                                        | \$ 481,645 | 481,645   | 566,305   |
| State Sources                                                | 24,173     | 24,173    | 27,439    |
| Federal Sources                                              | 751,063    | 751,063   | 674,978   |
| Total Revenues                                               | 1,256,881  | 1,256,881 | 1,268,722 |
| Expenditures                                                 |            |           |           |
| Support Services                                             |            |           |           |
| Business Administration                                      | 1,471,388  | 1,471,388 | 1,557,058 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (214,507)  | (214,507) | (288,336) |
| Other Financing Sources                                      |            |           |           |
| Transfers In                                                 | —          | —         | 6,085     |
| Net Change in Fund Balance                                   | (214,507)  | (214,507) | (282,251) |
| Fund Balance - Beginning                                     |            |           | 414,007   |
| Fund Balance - Ending                                        |            |           | 131,756   |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Community Service - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**

**For the Fiscal Year Ended June 30, 2025**

|                            | Budget   |         | Actual  |
|----------------------------|----------|---------|---------|
|                            | Original | Final   |         |
| Revenues                   |          |         |         |
| Local Sources              |          |         |         |
| School Activity Income     | \$ 8,000 | 8,000   | 6,227   |
| Expenditures               |          |         |         |
| Community Services         | 9,223    | 9,223   | 10,676  |
| Net Change in Fund Balance | (1,223)  | (1,223) | (4,449) |
| Fund Balance - Beginning   |          |         | 39,920  |
| Fund Balance - Ending      |          |         | 35,471  |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Packaged Cooperative - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                         | Budget    |        | Actual  |
|-----------------------------------------|-----------|--------|---------|
|                                         | Original  | Final  |         |
| Revenues                                |           |        |         |
| Interdistrict Payments within Wisconsin | \$ 18,339 | 18,339 | 16,730  |
| Expenditures                            |           |        |         |
| Instruction                             |           |        |         |
| Vocational                              | 2,800     | 2,800  | 16,668  |
| Support Services                        |           |        |         |
| Instructional Staff Services            | 15,539    | 15,539 | 2,427   |
| Total Expenditures                      | 18,339    | 18,339 | 19,095  |
| Excess (Deficiency) of Revenues         |           |        |         |
| Over (Under) Expenditures               | —         | —      | (2,365) |
| Other Financing Sources                 |           |        |         |
| Transfers In                            | —         | —      | 2,365   |
| Net Change in Fund Balance              | —         | —      | —       |
| Fund Balance - Beginning                |           |        | —       |
| Fund Balance - Ending                   |           |        | —       |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Non-Referendum Debt Service Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                             | Budget     |         | Actual  |
|-----------------------------|------------|---------|---------|
|                             | Original   | Final   |         |
| Revenues                    |            |         |         |
| Local Sources               |            |         |         |
| Taxes                       | \$ 195,575 | 195,575 | 195,575 |
| Investment Income           | 700        | 700     | 1,218   |
| Total Revenues              | 196,275    | 196,275 | 196,793 |
| Expenditures                |            |         |         |
| Debt Service                |            |         |         |
| Principal Retirement        | 135,000    | 135,000 | 135,000 |
| Interest and Fiscal Charges | 62,600     | 62,600  | 62,600  |
| Total Expenditures          | 197,600    | 197,600 | 197,600 |
| Net Change in Fund Balance  | (1,325)    | (1,325) | (807)   |
| Fund Balance - Beginning    |            |         | 38,855  |
| Fund Balance - Ending       |            |         | 38,048  |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN****Employee Benefit Trust Fund****Schedule of Changes in the Fiduciary Net Position - Budget and Actual****For the Fiscal Year Ended June 30, 2025**

|                                               | Budget       |           | Actual    |
|-----------------------------------------------|--------------|-----------|-----------|
|                                               | Original     | Final     |           |
| Additions                                     |              |           |           |
| Contributions by External Parties             | \$ 1,466,424 | 1,466,424 | 1,628,325 |
| Deductions                                    |              |           |           |
| Other Post-Employment Benefits                | 1,477,809    | 1,477,809 | 1,479,542 |
| Change in Fiduciary Net Position              | (11,385)     | (11,385)  | 148,783   |
| Net Position Restricted for Employee Benefits |              |           |           |
| Beginning                                     |              |           | 911,522   |
| Ending                                        |              |           | 1,060,305 |

## **SUPPLEMENTAL SCHEDULES**

# SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

## Long-Term Debt Requirements

### General Obligation Refunding Bonds of 2021

June 30, 2025

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|                         |                         |
|-------------------------|-------------------------|
| Date of Issue           | July 6, 2021            |
| Date of Maturity        | February 1, 2041        |
| Authorized Issue        | \$3,145,000             |
| Interest Rates          | 2.00% to 3.00%          |
| Interest Dates          | August 1 and February 1 |
| Principal Maturity Date | February 1              |
| Payable at              | Robert W. Baird Co.     |

## CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal<br>Year | Principal  | Interest | Totals    |
|----------------|------------|----------|-----------|
| 2026           | \$ 140,000 | 58,550   | 198,550   |
| 2027           | 140,000    | 54,350   | 194,350   |
| 2028           | 145,000    | 50,150   | 195,150   |
| 2029           | 150,000    | 45,800   | 195,800   |
| 2030           | 155,000    | 41,300   | 196,300   |
| 2031           | 155,000    | 38,200   | 193,200   |
| 2032           | 160,000    | 35,100   | 195,100   |
| 2033           | 165,000    | 31,900   | 196,900   |
| 2034           | 165,000    | 28,600   | 193,600   |
| 2035           | 170,000    | 25,300   | 195,300   |
| 2036           | 175,000    | 21,900   | 196,900   |
| 2037           | 175,000    | 18,400   | 193,400   |
| 2038           | 180,000    | 14,900   | 194,900   |
| 2039           | 185,000    | 11,300   | 196,300   |
| 2040           | 190,000    | 7,600    | 197,600   |
| 2041           | 190,000    | 3,800    | 193,800   |
|                | 2,640,000  | 487,150  | 3,127,150 |

**SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN**

**Long-Term Debt Requirements**

**General Obligation Refunding Bonds of 2023A**

**June 30, 2025**

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|                         |                         |
|-------------------------|-------------------------|
| Date of Issue           | February 15, 2023       |
| Date of Maturity        | February 1, 2043        |
| Authorized Issue        | \$9,995,000             |
| Interest Rate           | 4.00%                   |
| Interest Dates          | August 1 and February 1 |
| Principal Maturity Date | February 1              |
| Payable at              | Robert W. Baird Co      |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Fiscal<br>Year | Principal        | Interest         | Totals           |
|----------------|------------------|------------------|------------------|
| 2026           | \$ —             | 140,000          | 140,000          |
| 2027           | —                | 140,000          | 140,000          |
| 2028           | —                | 140,000          | 140,000          |
| 2029           | —                | 140,000          | 140,000          |
| 2030           | —                | 140,000          | 140,000          |
| 2031           | —                | 140,000          | 140,000          |
| 2032           | —                | 140,000          | 140,000          |
| 2033           | 260,000          | 140,000          | 400,000          |
| 2034           | 270,000          | 129,600          | 399,600          |
| 2035           | 280,000          | 118,800          | 398,800          |
| 2036           | 290,000          | 107,600          | 397,600          |
| 2037           | 305,000          | 96,000           | 401,000          |
| 2038           | 315,000          | 83,800           | 398,800          |
| 2039           | 330,000          | 71,200           | 401,200          |
| 2040           | 340,000          | 58,000           | 398,000          |
| 2041           | 355,000          | 44,400           | 399,400          |
| 2042           | 370,000          | 30,200           | 400,200          |
| 2043           | 385,000          | 15,400           | 400,400          |
|                | <u>3,500,000</u> | <u>1,875,000</u> | <u>5,375,000</u> |

## SCHOOL DISTRICT OF FORT ATKINSON, WISCONSIN

### Long-Term Debt Requirements

#### General Obligation Refunding Bonds of 2023B

June 30, 2025

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|                         |                         |
|-------------------------|-------------------------|
| Date of Issue           | February 15, 2023       |
| Date of Maturity        | February 1, 2032        |
| Authorized Issue        | \$6,455,000             |
| Interest Rates          | 4.00% to 5.00%          |
| Interest Dates          | August 1 and February 1 |
| Principal Maturity Date | February 1              |
| Payable at              | Robert W. Baird Co      |

### CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

| Fiscal<br>Year | Principal        | Interest       | Totals           |
|----------------|------------------|----------------|------------------|
| 2026           | \$ 1,200,000     | 179,850        | 1,379,850        |
| 2027           | 565,000          | 119,850        | 684,850          |
| 2028           | 590,000          | 91,600         | 681,600          |
| 2029           | 620,000          | 62,100         | 682,100          |
| 2030           | 230,000          | 31,100         | 261,100          |
| 2031           | 240,000          | 19,600         | 259,600          |
| 2032           | 250,000          | 10,000         | 260,000          |
|                | <u>3,695,000</u> | <u>514,100</u> | <u>4,209,100</u> |