

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

**FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT**

JUNE 30, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Mosinee School District
Mosinee, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mosinee School District, Wisconsin, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Mosinee School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements 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 Mosinee School District, as of June 30, 2022, 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 (GAAS) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Mosinee School 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

The Mosinee School District's 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 Mosinee School District's ability to continue as a going concern for one year after the date that the financial statements are issued or when applicable, one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 GAAS and *Government 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 GAAS 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 Mosinee School 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 Mosinee School 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, budgetary comparison information, Wisconsin Retirement System pension schedules, supplemental pension defined benefit plan schedules, and OPEB healthcare defined benefit plan schedules, 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 Mosinee School District's basic financial statements. The combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, and the schedule of state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and *State Single Audit Guidelines* 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, the combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, and the schedule of state financial assistance 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 December 9, 2022 on our consideration of the Mosinee School 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 solely 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 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 Mosinee School District's internal control over financial reporting and compliance.

HAWKINS ASH CPAS, LLP



Manitowoc, Wisconsin
December 9, 2022

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

MANAGEMENT'S DISCUSSION AND ANALYSIS

SUPERINTENDENT
David E. Muñoz
BUSINESS MANAGER
Michelle L. Brown
HUMAN RESOURCES
Elise R. Krohn



DIRECTOR OF INSTRUCTION
Julie K. Schell
DIRECTOR OF BUILDINGS & GROUNDS
Steven L. Kaiser
DIRECTOR OF SPECIAL EDUCATION
& PUPIL SERVICES
Mary A. Zimmerman

Management's Discussion and Analysis

As management of the Mosinee School District ("District"), we offer readers of the District's basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the District's basic financial statements, which follow this narrative.

FINANCIAL HIGHLIGHTS

Total governmental activities revenue was \$33,809,323; including \$10,556,683 of property taxes, \$17,708,497 of general state and federal aid. Total governmental activities expenditures were \$27,945,974; including \$13,888,525 for direct instruction.

The District's financial status, as reflected in total net position, increased by \$5,863,349.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements are comprised of 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, other information supplementary to the basic financial statements is provided.

The basic financial statements consist of two kinds of statements that present different views of the District's financial activities.

- The *Statement of Net Position* and *Statement of Activities* provide information on a district-wide basis. The statements present an aggregate view of the District's finances. District-wide statements contain useful long-term information as well as information for the just completed fiscal year.
- The remaining statements are *fund financial statements* that focus on individual parts of the District. Fund statements generally report operations in more detail than the district-wide statements.

The *notes to the financial statements* provide further explanation of some of the information in the statements and provide additional disclosures so statement users have a complete picture of the District's financial activities and position.

Required supplementary information further explains and supports the financial statements by including a comparison of the District's budget data for the year.

The major features of the District's financial statements, including the activities reported and the type of information contained is shown in the following table.

Major Features of the District-wide and Fund Financial Statements

	District-wide Statements	Fund Financial Statements	
		Governmental	Fiduciary
Scope	Entire District (except fiduciary funds).	The activities of the District that are not proprietary or fiduciary, such as instructional, support services, debt service, capital projects, and community services.	Assets held by the District on behalf of someone else.
Required financial statements	Statement of net position. Statement of activities.	Balance sheet. Statement of revenues, expenditures and changes in fund balance.	Statement of net position. Statement of changes in net position.
Basis of accounting and measurement focus	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial resources focus.	Accrual accounting economic resources focus.
Type of asset and liability information	All assets and liabilities; both financial and capital, short-term and long-term.	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter. No capital assets or long-term liabilities included.	All assets and liabilities, both financial and capital; short-term and long-term. These funds do not currently contain any capital assets, although they can.
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; received during or soon after expenditures when goods or services have been received and the related liability are due and payable.	All additions or deductions during the year, regardless of when cash is received and paid.

DISTRICT-WIDE STATEMENTS

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of activities reports all revenues and expenses used to support the District. The statement of net position reports all assets, deferred outflows of resources, liabilities, and deferred inflows of resources available to support District activities. The two district-wide statements report the District's *net position* and how they have changed. Net position, the difference between the District's assets and liabilities, are one way to measure the District's overall financial position. Increases or decreases in the District's net position are one indicator of whether its financial position is improving or deteriorating, respectively. To assess the overall financial condition of the District, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered.

In the district-wide financial statements, the District's activities are reported as governmental activities. Most of the District's basic services are included here, such as regular and special education, transportation, support services, debt service, capital projects, food service, community programs and administration. Property taxes and state formula aid finance most of these activities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the District's *funds*, focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of sources of funding and spending on particular programs and to demonstrate compliance with various regulatory requirements. Some funds are required by state law and by bond covenants. The District establishes other funds to control and manage money for particular purposes (like repaying its long-term debt) or to show that it is properly using certain revenues (like capital project funds).

The District has two kinds of funds:

- *Governmental funds*-Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for funding future basic services. Governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Governmental funds information does not report on long-term commitments as is reported on the district-wide statements.
- *Fiduciary funds*-The District serves as a trustee, or fiduciary, for retired employees. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These activities are excluded from the district-wide financial statements because the District cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Table 1, below, provides a summary of the District's net position for the year ended June 30, 2022 compared to 2021. The District's combined net position increased by \$5,863,349. Specific causes of the increase are discussed later in this document.

	<u>Governmental Activities</u>		<u>Total % Change</u>
	<u>2022</u>	<u>2021</u>	<u>2021 - 2022</u>
Current and other assets	\$ 25,128	\$ 20,550	22.3%
Capital assets	<u>30,251</u>	<u>31,264</u>	-3.2%
Total assets	<u>55,379</u>	<u>51,814</u>	6.9%
Deferred outflows of resources	<u>12,753</u>	<u>8,614</u>	48.0%
Long-term liabilities			
outstanding	18,434	21,531	-14.4%
Other liabilities	<u>1,854</u>	<u>1,823</u>	1.7%
Total liabilities	<u>20,288</u>	<u>23,353</u>	-13.1%
Deferred inflows of resources	<u>19,094</u>	<u>14,188</u>	34.6%
Net position:			
Net investment in capital assets	12,088	11,736	3.0%
Restricted	15,981	10,477	52.5%
Unrestricted	<u>681</u>	<u>673</u>	1.2%
Total net position	<u>\$ 28,750</u>	<u>\$ 22,887</u>	25.6%
Note: Totals may not add due to rounding.			

Table 2
Changes in Net Position
(in thousands of dollars)

	Governmental Activities		Total % Change
	2022	2021	2021 - 2022
Revenues			
Program revenues			
Charges for services	\$ 190	\$ 81	134.6%
Operating grants and contributions	2,909	2,682	8.5%
General revenues			
Property taxes	10,557	10,624	-0.6%
State and federal aid	17,708	14,763	19.9%
Other	2,445	2,504	-2.4%
Total revenues	<u>33,809</u>	<u>30,654</u>	10.3%
Expenses			
Instruction	13,889	13,537	2.6%
Pupil and instructional services	2,720	2,693	1.0%
Administration and business	4,883	8,105	-39.8%
Interest on debt	598	697	-14.2%
Other	5,857	3,616	62.0%
Total expenses	<u>27,946</u>	<u>28,648</u>	-2.5%
Increase in net position	<u>\$ 5,863</u>	<u>\$ 2,007</u>	192.1%

Note: Totals may not add due to rounding.

Table 2 provides summarized operating results and their impact on net position.

The District relies primarily on state and federal aids (52%) and property taxes (31%) to fund governmental activities. These two funding sources make up 83% of the total revenues.

Table 3 presents the cost of the five major district activities. The table reports each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost reflects the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3
Net Cost of Governmental Activities
(in thousands of dollars)

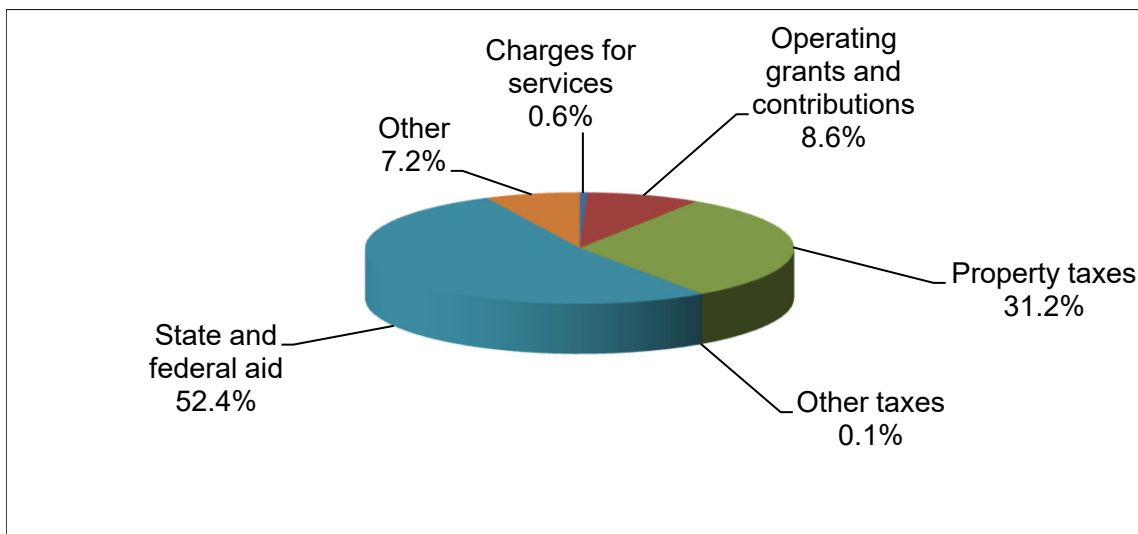
	Net Cost of Services		Total % Change
	2022	2021	2021 - 2022
Instruction	\$ 12,066	\$ 11,547	4.5%
Pupil and instructional services	2,637	2,615	0.8%
Administration and business	3,705	7,422	-50.1%
Interest on debt	598	697	-14.2%
Other	5,841	3,604	62.1%
Total	\$ 24,847	\$ 25,884	-4.0%

Note: Totals may not add due to rounding.

The cost of all governmental activities this year was \$27,945,974. Individuals who directly participated or benefited from a program offering paid for \$189,659 of the costs. Federal and state governments subsidized certain programs with grants and contributions of \$2,909,321. The net cost of governmental activities, \$24,846,994, was financed by general revenues of the District.

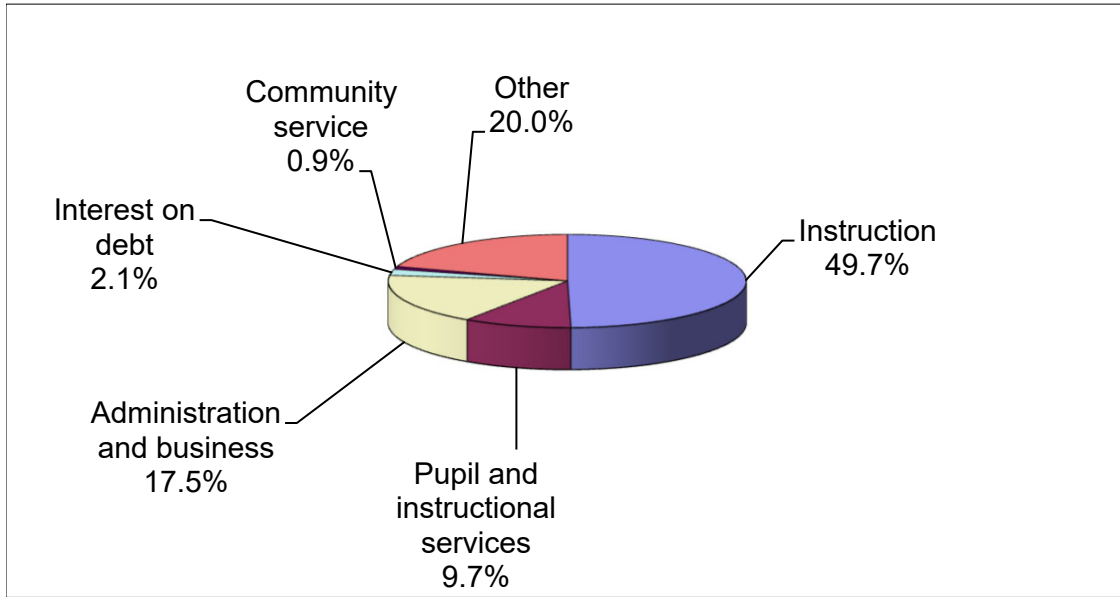
The composition of governmental revenues by type and expenditures by type are illustrated below.

Governmental Activities Revenue by Type
Chart 1



Note: Totals may not add to 100% due to rounding.

Governmental Activities Expenditure by Type
Chart 2



Note: Totals may not add to 100% due to rounding.

The District completed the year with a total governmental fund balance of \$15,281,539 up from last year's ending fund balance of \$11,921,122.

The general fund had an increase in fund balance of \$24,738.

The long-term capital improvement trust fund had an increase in fund balance of \$1,792,971.

The other governmental funds had an increase in fund balance of \$1,542,708.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District reviews an interim budget in May for the subsequent year. Consistent with current state statutes and regulations an original budget is adopted in October, following determination of official enrollment and certification of general state aids. Generally, the original budget is not significantly modified. The District did modify the original budget.

While the District's final budget for the general fund anticipated that expenses would exceed revenues by \$398,729 the actual results for the year show revenues exceeded expenses by \$24,738.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2022, the District had invested \$55,394,874 in capital assets, including land, land improvements, buildings, equipment, and construction in progress (See Table 4). Total accumulated depreciation on these assets is \$25,144,272. Asset acquisitions for governmental activities totaled \$406,112. The District recognized depreciation expense of \$1,419,711 for governmental activities. Detailed information about capital assets can be found in the notes to the financial statements.

	Governmental Activities		Total % Change
	2022	2021	2021 - 2022
Land	\$ 382	\$ 382	0.0%
Land improvements	1,596	1,561	2.2%
Buildings	50,552	50,533	0.0%
Equipment	2,642	2,513	5.1%
Construction in progress	223	-	100.0%
Accumulated depreciation	(25,144)	(23,725)	6.0%
Total	\$ 30,251	\$ 31,264	-3.2%

Note: Totals may not add due to rounding.

Long-Term Obligations

At year-end, the District had \$18,433,698 in bonds and other long-term debt outstanding - a decrease of 14% from last year (see Table 5). Detailed information about the District's long-term obligations are presented in the notes to the financial statements.

Table 5
Outstanding Long-Term Obligations
(in thousands of dollars)

	Total		Total % Change
	2022	2021	2021 - 2022
General obligation debt	\$ 17,395	\$ 18,695	-7.0%
Other	1,039	2,836	-63.4%
Total	<u>\$ 18,434</u>	<u>\$ 21,531</u>	-14.4%

Note: Totals may not add due to rounding.

The District retired \$1,300,000 of bonds during the year. Other transactions decreased total debt by \$1,797,108.

Debt of the District is secured by an irrevocable tax levy adopted by the School Board at the time of issuance. Wisconsin state statutes require that the first property tax receipts be segregated for annual debt service payments.

FACTORS BEARING ON THE DISTRICT’S FUTURE

Currently known circumstances that will impact the District’s financial status in the future are:

The State of Wisconsin has an open enrollment law that allows students to attend school districts of their choice with few restrictions. The state adjusts each district's general aid payment based on the number of students who transfer. This year 180 non-resident open enrollment students attended the Mosinee School District with 175 Mosinee School District students attending other schools through tuition and the open enrollment program. The number of incoming students exceeded outgoing students by 5. It is important for the District to maintain the quality of instruction and physical property to remain competitive in the open enrollment environment.

Enrollment increased for the 2021 - 2022 school year by 19 students.

CONTACTING THE DISTRICT’S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. If you have questions about this report or need additional financial information contact Michelle Brown, Business Manager, 591 West Hwy 153, Mosinee, WI 54455.

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN
BASIC
FINANCIAL STATEMENTS**

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

**DISTRICT-WIDE
FINANCIAL STATEMENTS**

MOSINEE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

	GOVERNMENTAL ACTIVITIES
ASSETS	
Cash and investments	\$ 12,744,811
Receivables	
Accounts	3,000
Taxes	2,629,979
Due from other governments	1,601,825
Inventories	6,835
Prepays	2,555
Wisconsin Retirement System net pension	6,502,285
OPEB supplemental pension	1,637,131
Capital assets (net of accumulated depreciation)	
Capital assets not being depreciated	604,605
Capital assets being depreciated	<u>29,645,997</u>
TOTAL ASSETS	<u>55,379,023</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Wisconsin Retirement System pension	12,195,173
OPEB supplemental pension	353,209
OPEB healthcare	<u>204,768</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>12,753,150</u>
 TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
	<u><u>68,132,173</u></u>
 LIABILITIES	
Accounts payable	338,944
Self insurance claims payable	25,011
Accrued liabilities	
Payroll, payroll taxes, insurance	1,199,668
Interest	154,079
Internal balances	77,561
Deposits payable	104
Unearned revenue	58,579
Current portion of long-term obligations	1,687,726
Noncurrent portion of long-term obligations	<u>16,745,972</u>
TOTAL LIABILITIES	<u>20,287,644</u>
 DEFERRED INFLOWS OF RESOURCES	
Wisconsin Retirement System pension	15,324,576
OPEB supplemental pension	750,741
OPEB healthcare	<u>3,019,095</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>19,094,412</u>
 NET POSITION	
Net investment in capital assets	12,088,410
Restricted for	
Special revenue	1,299,863
Debt service	2,296,188
Capital projects	3,063,305
Other activities	9,321,412
Unrestricted	<u>680,939</u>
TOTAL NET POSITION	<u>28,750,117</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	
	<u><u>\$ 68,132,173</u></u>

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUE		NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
GOVERNMENTAL ACTIVITIES				
Instruction				
Regular instruction	\$ 8,659,172	\$ -	\$ -	\$ (8,659,172)
Vocational instruction	615,280	-	-	(615,280)
Special instruction	3,162,215	-	1,734,446	(1,427,769)
Other instruction	1,451,858	87,876	-	(1,363,982)
Total instruction	<u>13,888,525</u>	<u>87,876</u>	<u>1,734,446</u>	<u>(12,066,203)</u>
Support services				
Pupil services	1,334,648	-	-	(1,334,648)
Instructional staff services	1,385,050	-	82,670	(1,302,380)
General administration services	770,361	-	-	(770,361)
Building administration services	2,107,102	-	-	(2,107,102)
Business services	2,005,429	85,452	1,092,205	(827,772)
Central services	73,631	-	-	(73,631)
Insurance	95,375	-	-	(95,375)
Interest and other	597,839	-	-	(597,839)
Other support services	3,275,446	-	-	(3,275,446)
Community services	265,220	16,331	-	(248,889)
Total support services	<u>11,910,101</u>	<u>101,783</u>	<u>1,174,875</u>	<u>(10,633,443)</u>
Non-program transactions	2,147,348	-	-	(2,147,348)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 27,945,974	\$ 189,659	\$ 2,909,321	(24,846,994)
General revenues				
Taxes				
Property taxes				10,556,683
Other taxes				17,953
State and federal aids not restricted to specific functions				17,708,497
Interest and investment earnings				15,825
Miscellaneous				2,411,385
Total general revenues				<u>30,710,343</u>
CHANGE IN NET POSITION				5,863,349
NET POSITION - BEGINNING OF YEAR				22,886,768
NET POSITION - END OF YEAR				\$ 28,750,117

The accompanying notes are an integral part of these statements.

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

**FUND
FINANCIAL STATEMENTS**

MOSINEE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	GENERAL FUND	LONG-TERM CAPITAL IMPROVEMENT TRUST	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and investments	\$ 7,357,398	\$ 1,728,650	\$ 3,658,763	\$ 12,744,811
Receivables				
Accounts	3,000	-	-	3,000
Taxes	2,629,979	-	-	2,629,979
Due from other funds	74,439	1,334,655	-	1,409,094
Due from other governments	1,601,825	-	-	1,601,825
Inventories	-	-	6,835	6,835
Prepays	2,555	-	-	2,555
TOTAL ASSETS	11,669,196	3,063,305	3,665,598	18,398,099
LIABILITIES				
Accounts payable	338,676	-	268	338,944
Self insurance claims payable	25,011	-	-	25,011
Accrued payroll liabilities	1,195,803	-	3,865	1,199,668
Due to other funds	1,486,655	-	-	1,486,655
Deposits payable	104	-	-	104
Unearned revenue	7,599	-	58,579	66,178
TOTAL LIABILITIES	3,053,848	-	62,712	3,116,560
FUND BALANCES				
Nonspendable	2,555	-	6,835	9,390
Restricted	1,181,996	3,063,305	3,596,051	7,841,352
Assigned	29,532	-	-	29,532
Unassigned	7,401,265	-	-	7,401,265
TOTAL FUND BALANCES	8,615,348	3,063,305	3,602,886	15,281,539
TOTAL LIABILITIES AND FUND BALANCES	\$ 11,669,196	\$ 3,063,305	\$ 3,665,598	

Total net position reported for governmental activities in the statement of net position is different from the amount reported above as total governmental funds fund balance because:

Capital assets used in governmental activities are not financial resources and therefore are reported in the fund statements. Amounts reported for governmental activities in the statement of net position are:

Governmental capital asset	\$ 55,394,874	
Governmental accumulated depreciation	<u>(25,144,272)</u>	30,250,602

Wisconsin Retirement System asset, deferred inflows of resources, and deferred outflows of resources are not current financial resources and are not reported in fund statements: 3,372,882

Other post employment benefits deferred outflows of resources and deferred inflows of resources are not current financial resources and are not reported in fund statements: (1,574,728)

Some revenues are unearned in the funds because they are not available to pay current period's expenditures: 7,599

Long-term liabilities are not due in the current period and therefore are not reported in the fund statements. Long-term liabilities reported in the statement of net position that are not reported in the funds balance sheet are:

General obligation debt	\$ (18,162,192)	
Accrued interest	(154,079)	
Vested employee benefits	(271,159)	
Net OPEB obligation	<u>(347)</u>	(18,587,777)

Total net position - governmental activities **\$ 28,750,117**

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	GENERAL FUND	LONG-TERM CAPITAL IMPROVEMENT TRUST	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Property taxes	\$ 7,155,033	\$ -	\$ 3,419,603	\$ 10,574,636
Other local sources	372,221	2,061	604,912	979,194
Interdistrict sources	1,539,058	-	-	1,539,058
Intermediate sources	19,419	-	-	19,419
State sources	16,631,833	-	25,094	16,656,927
Federal sources	2,969,989	-	969,066	3,939,055
Other sources	107,895	-	12,667	120,562
TOTAL REVENUES	<u>28,795,448</u>	<u>2,061</u>	<u>5,031,342</u>	<u>33,828,851</u>
EXPENDITURES				
Current				
Instruction				
Regular instruction	9,222,528	-	12,478	9,235,006
Vocational instruction	657,585	-	316	657,901
Special instruction	3,404,078	-	-	3,404,078
Other instruction	1,173,010	-	346,083	1,519,093
Total instruction	<u>14,457,201</u>	<u>-</u>	<u>358,877</u>	<u>14,816,078</u>
Support services				
Pupil services	1,432,369	-	1,712	1,434,081
Instructional staff services	1,400,510	-	-	1,400,510
General administration services	745,394	-	-	745,394
Building administration services	1,124,932	-	32,242	1,157,174
Business services	4,314,112	188,354	839,502	5,341,968
Central services	71,641	-	-	71,641
Insurance	154,118	-	-	154,118
Other support services	647,529	-	16,553	664,082
Community services	-	-	128,206	128,206
Total support services	<u>9,890,605</u>	<u>188,354</u>	<u>1,018,215</u>	<u>11,097,174</u>
Non-program transactions	<u>2,071,006</u>	<u>-</u>	<u>75,842</u>	<u>2,146,848</u>
Debt service				
Principal	-	-	1,300,000	1,300,000
Interest	-	-	676,409	676,409
Other	-	-	800	800
Total debt service	<u>-</u>	<u>-</u>	<u>1,977,209</u>	<u>1,977,209</u>
Capital outlay	<u>267,243</u>	<u>105,391</u>	<u>58,491</u>	<u>431,125</u>
TOTAL EXPENDITURES	<u>26,686,055</u>	<u>293,745</u>	<u>3,488,634</u>	<u>30,468,434</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,109,393</u>	<u>(291,684)</u>	<u>1,542,708</u>	<u>3,360,417</u>
OTHER FINANCING (USES) SOURCES				
Net transfer (to) from other funds	<u>(2,084,655)</u>	<u>2,084,655</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING (USES) SOURCES	<u>(2,084,655)</u>	<u>2,084,655</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	24,738	1,792,971	1,542,708	3,360,417
FUND BALANCE - BEGINNING OF YEAR	<u>8,590,610</u>	<u>1,270,334</u>	<u>2,060,178</u>	<u>11,921,122</u>
FUND BALANCE - END OF YEAR	<u>\$ 8,615,348</u>	<u>\$ 3,063,305</u>	<u>\$ 3,602,886</u>	<u>\$ 15,281,539</u>

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Net change in fund balances - total governmental funds \$ 3,360,417

Amounts reported for governmental activities in the statement of activities are different because:

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in fund statements	\$	431,125	
Less noncapitalized outlay		(25,013)	
Depreciation expense reported in the statement of activities		<u>(1,419,711)</u>	
Amount by which capital outlays are less than depreciation in the current period:			(1,013,599)

Certain employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.

This year the accrual of these benefits increased by:			(99,576)
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Wisconsin Retirement System asset, deferred inflows of resources, liability, and deferred outflows of resources changes:

1,475,257

OPEB supplemental pension asset, deferred inflows of resources, liability, and deferred outflows of resources changes:

3,386,615

OPEB healthcare asset, deferred inflows of resources, liability, and deferred outflows of resources changes:

(2,605,607)

Certain revenues are unearned in the governmental funds because they are not available to pay current period expenditures. In the statement of activities these are recorded as revenue in the current year.

Unearned revenue recognized in the statement of activities:			(19,528)
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Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities.

Amount of long-term debt principal payments in the current year is:			1,300,000
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In governmental funds interest payments and other debt costs on outstanding debt are reported as an expenditure when paid. In the statement of activities it is reported as it accrues.

Amount of interest and other debt costs paid during the current period is	\$	677,209	
Amount of interest and other debt costs accrued during the current period is		<u>(597,839)</u>	
Interest paid is greater than interest accrued by:			<u>79,370</u>

Change in net position - governmental activities \$ 5,863,349

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
STATEMENT OF NET POSITION
FIDUCIARY FUND
JUNE 30, 2022

	PENSION (OTHER EMPLOYEE BENEFIT) TRUST FUND <u>EMPLOYEE BENEFIT</u>
ASSETS	
Cash and investments	\$ 5,082,115
Due from other funds	<u>152,000</u>
TOTAL ASSETS	<u><u>5,234,115</u></u>
 LIABILITIES	
Due to other funds	<u>74,439</u>
TOTAL LIABILITIES	<u>74,439</u>
 NET POSITION	
Restricted for	
Postemployment benefits other than pensions	<u>5,159,676</u>
TOTAL NET POSITION	<u>5,159,676</u>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 5,234,115</u></u>

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND
YEAR ENDED JUNE 30, 2022

	PENSION (OTHER EMPLOYEE BENEFIT) TRUST FUND
	EMPLOYEE BENEFIT
ADDITIONS	
Investment income	\$ 79,995
Contributions	289,182
TOTAL ADDITIONS	369,177
 DEDUCTIONS	
Disbursements	605,158
TOTAL DEDUCTIONS	605,158
CHANGE IN NET POSITION	(235,981)
NET POSITION - BEGINNING OF YEAR	5,395,657
NET POSITION - END OF YEAR	\$ 5,159,676

The accompanying notes are an integral part of these statements.

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

**NOTES TO THE BASIC
FINANCIAL STATEMENTS**

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies

The financial statements of the Mosinee School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the District are described below.

Reporting Entity - The Mosinee School District is organized as a common school district. The District, governed by a nine member elected school board, operates grades K through 12 and is comprised of all or parts of nine taxing districts.

The District's basic financial statements do not include any component units, as defined in GASB 14 and amended by GASB 39 and GASB 61, as there are no organizations which meet the criterion. The criterion for including a legally separate organization as a component unit is the degree of financial accountability the District has with the organization. A financial benefit or burden relationship needs to be present between the primary government and that organization for it to be included in the reporting entity as a component unit.

The following circumstances set forth the District's financial accountability for a legally separate organization: the District is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the District. The District may be financially accountable if an organization is fiscally dependent on the District regardless of whether the organization has (1) a separately-elected governing body, (2) a governing body appointed by a higher level of government, or (3) a jointly-appointed governing body. In addition, the primary government may determine, through exercise of management's professional judgment, that the inclusion of an organization that does not meet the financial accountability criteria is necessary in order to prevent the reporting entity's financial statements from being misleading.

Basis of Presentation

District-Wide Statements

The statement of net position and the statement of activities present financial information about the District's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis of fund financial statements is on major governmental funds; each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The District reports the following major governmental funds:

General Fund - is used for all financial activity that is not required to be accounted for in another fund. This is the District's primary operating fund.

Capital Project Funds - are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The District has one fiduciary fund which accounts for an employee benefit trust.

Measurement Focus and Basis of Accounting

The district-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

The fiduciary fund(s) are reported using the economic resources measurement focus and the accrual basis of accounting.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies - Continued

Cash and Investments - The District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition. All funds share common (pooled) checking and investment accounts unless regulations require separate investment accounts, such as the debt service fund.

Investments are stated at fair value, if applicable, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average investment balances.

Property Tax Levy - Under Wisconsin law, personal property taxes and first and second installment real estate taxes are collected by municipal treasurers who then make proportional settlement with the District and county treasurer for those taxes collected on their behalf. Third installment real estate taxes and delinquent taxes are collected by the county treasurer who then makes settlement with the city, town, village, and the District before retaining any for county purposes. Taxes collected by the township are made in two installments, the first by the town, and the second by the county treasurer.

The District's property taxes are levied on or before November 1 on the equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31, and a final payment no later than the following July 31. The District is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15, and by the 20 of each subsequent month thereafter. On or before August 20, the county treasurer makes full settlement to the District for any remaining balance. The county assumes all responsibility for delinquent real estate property taxes.

Property taxes are recognized as revenue in the period for which the taxes are levied. The 2021 tax levy is used to finance operations of the District's fiscal year ended June 30, 2022. All property taxes are considered due on January 1, when an enforceable lien may be assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30 and are available to pay current liabilities.

Accounts Receivable - 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 since it is believed that the amount of such allowance would not be material.

Due To/From Other Funds - During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as due to and from other funds. The amounts reported on the statement of net position for receivable/payable from external parties represents amounts due between different fund types (governmental activities and fiduciary funds). Eliminations have been made for amounts due to and due from within the same fund type.

Interfund Transactions - Non-exchange transactions which are not borrowing/lending (will not be repaid) are recorded as transfers, and exchange transactions are recorded as revenues and expenses.

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies - Continued

Inventories - Inventories are valued at cost using the first-in/first-out method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

A nonspendable fund balance has been recognized in governmental funds for these non-liquid assets to signify a portion of fund balance is not available for other subsequent expenditures.

Prepays - Prepaid items represent payments for goods or services for which benefits extend beyond June 30.

A nonspendable fund balance has been recognized in governmental funds for these non-liquid assets to signify a portion of fund balance is not available for other subsequent expenditures.

Capital Assets - Capital assets are reported at actual cost or estimated historical costs. Donated assets are reported at estimated acquisition value at the date of donation

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements are as follows:

	<u>Capitalization Threshold</u>	<u>Depreciation Method</u>	<u>Estimated Useful Life</u>
Buildings	\$5,000	Straight-line	20-45 years
Land improvements	\$5,000	Straight-line	15-20 years
Furniture and equipment	\$5,000	Straight-line	5-20 years
Computer and related technology	\$5,000	Straight-line	5 years

Debt Premiums and Discounts - In the government-wide financial statements, debt premiums and discounts are amortized over the life of the debt. Long-term debt is reported net of the applicable debt premium or discount.

In the fund financial statements, premiums and discounts are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

Compensated Absences - The District's policy permits employees to accumulate earned, but unused vacation and sick pay benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide statements. A liability for those amounts is recorded in the government funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary related benefits where applicable.

Pensions - For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies - Continued

WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows and Inflows of Resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure) until then. The District has three items that qualify for reporting in this category. They are the Wisconsin Retirement System pension, OPEB supplemental pension, and OPEB healthcare reported in the government-wide statement of net position. The Wisconsin Retirement System pension, OPEB supplemental pension, and OPEB healthcare result from changes in their actuarial studies and are amortized over the average of the expected remaining service lives of participants.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position which applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. The District has three types of items, Wisconsin Retirement System pension, OPEB supplemental pension, and OPEB healthcare which qualify for reporting in this category. The Wisconsin Retirement System pension, OPEB supplemental pension, and OPEB healthcare result from changes in their actuarial studies and are amortized over the average of the expected remaining service lives of participants.

Estimates - The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Net Position Classifications - Net position represents the difference between the total assets and deferred outflows of resources and the total liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Fund Balance Classifications - The District classifies its fund equity as follows: 1) nonspendable fund balance consists of equity that is not in a spendable form or is legally or contractually required to be maintained intact, 2) restricted fund balance consists of equity constrained to specific purposes by their providers, externally imposed by creditors, constitutional provisions or by enabling legislation, 3) committed fund balance consists of equity constrained to specific purposes by the District itself, using its highest level of decision making authority - Board of Education policies, 4) assigned fund balance consists of equity the governing body intends to use for a specific purpose, intent can be expressed by the governing body. The Board of Education has not delegated authority to assign fund balances through its fund balance policy and 5) unassigned fund balance consists of equity available for any purpose.

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 1 - Summary of Significant Accounting Policies - Continued

When net losses occur, it is the District's policy to record the net loss against committed fund balance, then assigned fund balance and lastly to unassigned fund balance (GASB 54 default for not having a policy). The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

NOTE 2 - Cash and Investments

State statutes permit the District to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, state obligations, U.S. Treasury obligations, U.S. agency issues, repurchase agreements and other investments secured by federal securities, high grade commercial paper, and the local government investment pool 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 government pooled-investment fund. No significant violations of these restrictions occurred during the year.

As of June 30, 2022, the District had the following investments:

<u>Investment</u>	<u>Weighted Average Maturities</u>	<u>Fair Value</u>
Employee Benefit Trust	Less than one year	\$ 5,046,046
Wisconsin Investment Series Cooperative	Less than one year	<u>7,558,393</u>
Total		<u>\$ 12,604,439</u>

Determining Fair Value - 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; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements:

- 1) Employee Benefit Trust is determined based on published market quotations (level 1 inputs).
- 2) Wisconsin Investment Series Cooperative is determined based on published market quotations (level 1 inputs).

Income Allocation - Interest income is generally allocated to the fund that owns the certificate of deposit, money market account, savings account, and investment.

Interest Rate Risk - State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to those which mature or may be tendered for purchase at the option of the holder within not more than 7 years of the date acquired. The District does not have an investment policy that would further limit investment maturities as a means of further managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The District does not have an investment policy that would further limit its investment choices. The Employee Benefit Trust and Wisconsin Investment Series Cooperative is not rated.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 2 - Cash and Investments - Continued

Custodial Credit Risk - Custodial credit is the risk that, in the event of a financial institution failure, the District's deposits may not be returned. The District does not have a policy in place for custodial credit risk. The State of Wisconsin's Public Deposit Guarantee Fund created under Chapter 34 of the Wisconsin Statutes protects the municipality's designated public depositories against any losses of public funds up to \$400,000 subject to the total amount of the Guarantee Fund available. As of June 30, 2022, \$2,744,668 of the District's bank balance of \$5,578,161 was exposed to custodial credit risk as uninsured, pledged collateral, collateralized by municipal government securities held by the bank in the bank's name and a letter of credit. There were no deposits that were uninsured and uncollateralized.

NOTE 3 - Capital Assets

Capital asset balances and activity for the year ended June 30, 2022 are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 381,661	\$ -	\$ -	\$ 381,661
Construction in progress	-	222,944	-	222,944
Total capital assets not being depreciated	<u>381,661</u>	<u>222,944</u>	<u>-</u>	<u>604,605</u>
Capital assets being depreciated:				
Land improvements	1,560,721	35,522	-	1,596,243
Buildings and improvements	50,532,890	19,420	-	50,552,310
Equipment	2,513,490	128,226	-	2,641,716
Total capital assets being depreciated	<u>54,607,101</u>	<u>183,168</u>	<u>-</u>	<u>54,790,269</u>
Less accumulated depreciation for:				
Land improvements	(805,498)	(60,327)	-	(865,825)
Buildings and improvements	(20,869,255)	(1,277,041)	-	(22,146,296)
Equipment	(2,049,808)	(82,343)	-	(2,132,151)
Total accumulated depreciation	<u>(23,724,561)</u>	<u>(1,419,711)</u>	<u>-</u>	<u>(25,144,272)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>30,882,540</u>	<u>(1,236,543)</u>	<u>-</u>	<u>29,645,997</u>
Capital assets, net of accumulated depreciation	<u>\$ 31,264,201</u>	<u>\$ (1,013,599)</u>	<u>\$ -</u>	<u>\$ 30,250,602</u>

Depreciation expense was charged to governmental functions as follows:

Building administration services \$ 1,419,711

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 4 - Long-Term Obligations

Long-term obligations are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Bonds payable	\$ 18,695,000	\$ -	\$ (1,300,000)	\$ 17,395,000	\$ 1,350,000
Premium	833,412	-	(66,220)	767,192	66,220
Vested vacation pay	31,035	68,839	(72,096)	27,778	27,778
Vested sick pay	140,548	143,282	(40,449)	243,381	243,381
OPEB supplemental pension	1,830,811	-	(1,830,811)	-	-
OPEB healthcare	-	1,220,145	(1,219,798)	347	347
Total	<u>\$ 21,530,806</u>	<u>\$ 1,432,266</u>	<u>\$ (4,529,374)</u>	<u>\$ 18,433,698</u>	<u>\$ 1,687,726</u>

In prior years, the general and food service funds liquidated vested employee benefits. Interest cost incurred during the year totaled \$597,039 and total paid during the year aggregated \$676,409.

General Obligation Debt - All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the District. The general obligation debt is expected to be repaid with general property taxes. General obligation debt at June 30, 2022 is comprised of the following individual issues:

<u>Issue Description</u>	<u>Issue Dates</u>	<u>Interest Rates (%)</u>	<u>Dates of Maturity</u>	<u>Balance</u>
Bonds	6/17/15	2.5-3%	4/1/27	\$ 2,630,000
Bonds	4/12/18	3-5%	4/1/38	14,765,000
Total				<u>\$ 17,395,000</u>

General Obligation Debt Limit Calculation - The 2021 equalized valuation of the District as certified by the Wisconsin Department of Revenue is \$1,302,509,652. The legal debt limit and margin of indebtedness as of June 30, 2022, in accordance with Section 67.03(1) (b) of the Wisconsin Statutes follows:

Debt limit (10 percent of \$1,302,509,652)	\$ 130,250,965
Applicable long-term debt	(17,395,000)
Amount available in debt service fund	<u>2,296,188</u>
Margin of indebtedness	<u>\$ 115,152,153</u>

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 4 - Long-Term Obligations - Continued

Maturities of Long-Term Obligations - Aggregate cash flow requirements for the retirement of long-term debt principal and interest are as follows:

Year Ending	Bonds		Total
	Principal	Interest	
June 30			
2023	\$ 1,350,000	\$ 616,315	\$ 1,966,315
2024	1,410,000	561,515	1,971,515
2025	1,475,000	504,215	1,979,215
2026	1,480,000	447,590	1,927,590
2027	870,000	389,840	1,259,840
2028-2032	4,845,000	1,454,175	6,299,175
2033-2037	5,675,000	627,225	6,302,225
2038	290,000	9,425	299,425
	<u>\$ 17,395,000</u>	<u>\$ 4,610,300</u>	<u>\$ 22,005,300</u>

Deceased Debt - The District defeased general obligation debt by depositing money in an irrevocable trust account for future debt service payments of the old debt. Accordingly, the trust account assets and the liability for the defeased debt are not included in the District's financial statements. At June 30, 2022, \$775,000 of defeased debt remains outstanding.

NOTE 5 - Wisconsin Retirement System

General Information about the Pension Plan

Plan Description - The 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.

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 5 - Wisconsin Retirement System - Continued

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.

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 Adjustment (%)	Variable Fund Adjustment (%)
2012	(7)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	.5	(5)
2017	2	4
2018	2.4	17
2019	-	(10)
2020	1.7	21
2021	5.1	13

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.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 5 - Wisconsin Retirement System - Continued

During the reporting period, the WRS recognized \$903,594 in contributions from the employer.

Contribution rates as of June 30, 2022 are:

Employee Category	Employee	Employer
General (including teachers, executives, and elected officials)	6.75%	6.75%
Protective with Social Security	6.75%	11.75%
Protective without Social Security	6.75%	16.35%

Pension Liabilities, Pension Expense (Revenue), Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At June 30, 2022, the District reported a liability (asset) of \$(6,502,285) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2021, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2020 rolled forward to December 31, 2021. 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 liability (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, 2021, the District's proportion was 0.08067167%, which was a decrease of 0.00154982% from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized pension expense (revenue) of \$(570,213).

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,504,113	\$ 757,461
Net differences between projected and actual earnings on pension plan investments	-	14,546,152
Changes in assumptions	1,213,104	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	15,766	20,963
Employer contributions subsequent to the measurement date	462,190	-
Total	\$ 12,195,173	\$ 15,324,576

\$462,190 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 5 - Wisconsin Retirement System - Continued

Year Ending June 30	Deferred Outflows and (Inflows) of Resources
2023	\$ (306,703)
2024	(1,767,639)
2025	(775,822)
2026	(741,429)
Thereafter	\$ -

Actuarial Assumptions - The total pension liability (asset) in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2020
Measurement Date of Net Pension Liability (Asset):	December 31, 2021
Experience Study:	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3%
Seniority/Merit	.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments:*	1.7%

** 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.*

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the total pension liability (asset) changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, price inflation, mortality and separation rates. The total pension liability (asset) for December 31, 2021 is based upon a roll-forward of the liability (asset) calculated from the December 31, 2020 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 arithmetic real rates of return for each major asset class are summarized in the following table:

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 5 - Wisconsin Retirement System - Continued

Asset Allocation Targets and Expected Returns
 As of December 31, 2021

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Global Equities	52	6.8	4.2
Fixed Income	25	4.3	1.8
Inflation Sensitive	19	2.7	0.2
Real Estate	7	5.6	3
Private Equity/Debt	12	9.7	7
Total Core Fund	115	6.6	4
Variable Fund Asset Class			
U.S. Equities	70	6.3	3.7
International Equities	30	7.2	4.6
Total Variable Fund	100	6.8	4.2

Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations. New England Pension Consultants Long-Term US CPI (Inflation) Forecast 2.5%.

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.

Single Discount Rate - A single discount rate of 6.8% was used to measure the total pension liability (asset), as opposed to a discount rate of 7% for the prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 1.84% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2021. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). 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 (asset).

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 6.8 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 1-percentage-point lower (5.8 percent) or 1-percentage-point higher (7.8 percent) than the current rate:

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 5 - Wisconsin Retirement System - Continued

	1% Decrease to Discount Rate (5.8%)	Current Discount Rate (6.8%)	1% Increase to Discount Rate (7.8%)
District's proportionate share of the net pension liability (asset)	\$ 4,613,832	\$ (6,502,285)	\$ (14,503,821)

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/about-etf/reports-and-studies/financial-reports-and-statements>.

Payables to the Pension Plan - The District reported a payable of \$199,281 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2022.

NOTE 6 - Supplemental Pension Defined Benefit Plan

General Information about the Supplemental Pension Plan

Plan Description - The supplemental pension is a single employer defined benefit pension plan. Benefit terms are established by employee handbooks and may be modified by the Board of Education. The plan is administered by the District and included in the District's financial statements.

Benefits Provided - Teachers under tier 1 (at least age 45 with at least 1 year of service as of July 1, 2021), at least age 55 with 13 years of service will receive \$40,000 paid out in 60 monthly installments to a 403(b) account. Teachers under tier 2 (not eligible for tier 1 and eligible to retire by June 30, 2036), at least age 55 with 15 years of service will receive \$25,000 paid out in 60 monthly installments to a 403(b) account. Teachers under tier 3 (not eligible for tier 1 or 2 and new hires), at least age 55 with 15 years of service will receive \$15,000 paid out in 36 monthly installments to a 403(b) account.

Support staff under tier 1 (those hired prior to July 1, 2021), at least age 55 with 15 years of service and WRS eligible will receive \$350 paid out each year of service to a 403(b) account, 60 days following retirement or the January following retirement if the maximum IRS contribution amounts were met in the calendar year of retirement.

Employees Covered - As of the June 30, 2022 measurement date, the following employees were covered by the benefit terms. The plan is not closed to new entrants.

Inactive employees or beneficiaries currently receiving benefits	24
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>178</u>
Total	<u>202</u>

Contributions - The Board of Education has the authority to establish the contribution requirements for the plan. The Board establishes contribution rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the unfunded accrued liability. For the year ended June 30, 2022, contribution rates for plan members were \$0 per participant per month and \$783 from the District, depending on the type of retiree plan. Plan members receiving benefits contributed \$0 and the District contributed \$213,266 to the plan.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 6 - Supplemental Pension Defined Benefit Plan - Continued

Actuarial Assumptions - The net supplemental pension liability (assets) in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	June 30, 2021
Measurement Date of Net Pension Liability (Asset):	June 30, 2022
Actuarial Cost Method:	Entry Age Normal - Level %
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	3%
Discount Rate:	3%
Salary Increases:	3%
Mortality:	Wisconsin 2018 Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2018 using experience from 2015 - 2017.

The plan's benefit terms have changed since the prior valuation, therefore a change in benefit terms was calculated that resulted in a decrease in the total pension liability (asset). Previously, all teachers were eligible for the same post-employment 403(b) benefit and support staff were not eligible for any supplemental pension benefit. Now, the post-employment benefits for teachers are tiered and support staff hired prior to July 1, 2021, are eligible for a post-employment 403(b) bridge benefit.

Long-Term Expected Return on Plan Assets - The long-term expected rate of return on plan investments was determined by expected future real rates of return (expected returns, net of plan investment expense and inflation) developed for each major asset class.

Asset Class	Long-Term Real Rate of Return	Target Allocation
Fixed Income	1.3%	100%

Discount Rate - A discount rate of 3% was used to measure the total supplemental pension liability (asset). This discount rate was based on the expected rate of return on pension plan investments of 3% a 20 year AA municipal bond rate. The projection of cash flows used to determine the discount rate assumed the 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 of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total supplemental pension liability (asset).

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 6 - Supplemental Pension Defined Benefit Plan - Continued

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Beginning balance	\$ 1,985,265	\$ 154,454	\$ 1,830,811
Changes for the year:			
Service cost	137,133	-	137,133
Interest	43,815	-	43,815
Changes of benefit terms	(351,879)	-	(351,879)
Differences between expected and actual experience	(39,721)	-	(39,721)
Changes of assumptions or other inputs	(97,606)	-	(97,606)
Contributions - employer	-	152,000	(152,000)
Net investment income	-	(21,236)	21,236
Benefit payments	(213,039)	(213,039)	-
Other changes	-	3,028,920	(3,028,920)
Net changes	(521,297)	2,946,645	(3,467,942)
Ending balance	\$ 1,463,968	\$ 3,101,099	\$ (1,637,131)

Sensitivity of the Net Supplemental Pension Liability (Asset) to Changes in the Discount Rate -

The following presents the net supplemental pension liability (asset) calculated using the discount rate of 3 percent, as well as what the net supplemental pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2 percent) or 1-percentage-point higher (4 percent) than the current rate:

	1% Decrease to Discount Rate (2%)	Current Discount Rate (3%)	1% Increase to Discount Rate (4%)
Net supplemental pension liability (asset)	\$ (1,570,767)	\$ (1,637,131)	\$ (1,701,745)

Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2022, the District recognized pension expense (revenue) of \$(3,234,615).

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 6 - Supplemental Pension Defined Benefit Plan - Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 123,615	\$ 432,934
Net differences between projected and actual earnings on pension plan investments	20,498	-
Changes of assumptions or other input	209,096	317,807
Employer contributions subsequent to the measurement date	-	-
Total	\$ 353,209	\$ 750,741

\$0 reported as deferred outflows related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction on the net pension liability (asset) in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ending June 30	Deferred Outflows and (Inflows) of Resources
2023	\$ (31,975)
2024	(31,977)
2025	(32,324)
2026	(32,518)
2027	(37,323)
Thereafter	\$ (231,415)

Payables to the Pension Plan - The District reported a payable of zero for the outstanding amount of contributions to the supplemental pension plan required for the year ended June 30, 2022.

NOTE 7 - Interfund Balance and Activity

Interfund receivable and payable balances on June 30, 2022, are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Employee Benefit Trust	\$ 74,439
Employee Benefit Trust	General	152,000
Long-term Capital Improvement	General	<u>1,334,655</u>
		<u>\$1,561,094</u>

The above balances resulted from the timing differences between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made. All amounts are due within one year. For the statement of net position, interfund balances which are owed within the governmental activities are netted and eliminated.

Interfund transfers at June 30, 2022 were as follows:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>
General	Long-term Capital Improvement Trust	\$2,084,655

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 7 - Interfund Balance and Activity - Continued

Generally, transfers are used to move revenue from the fund that collects them to the fund that the budget requires to expend them and use unrestricted revenue collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 8 - Post Employment Benefits Other Than Pensions

General Information about the Post Employment Benefits Other Than Pensions

Plan Description - The other post-employment benefits (OPEB) other than pensions is a single-employer defined benefit OPEB plan. Benefit terms are established by employee handbooks and may be modified by the Board of Education. The plan is administered by the District and included in the District's financial statements.

Benefits Provided - Teachers under tier 1 (at least age 45 with at least 1 year of service as of July 1, 2021), at least age 55 with 13 years of service will receive \$6,500 contributions per year, towards health premiums for 5 years, to a HRA account. Teachers under tier 2 (not eligible for tier 1 and eligible to retire by June 30, 2036), at least age 55 with 15 years of service will receive \$1,300 contributions per year of service, towards health premiums up to a maximum of \$32,000, to a HRA account. Teachers under tier 3 (not eligible for tier 1 or 2 and new hires), at least age 55 with 15 years of service will not receive contributions. Teachers under all tiers, as a retiree, may choose to remain on the District's \$130,000 one year term life insurance, provided the retiree pays 100% of the required premiums until Medicare eligibility.

Support staff under tier 1 (those hired prior to July 1, 2021), at least age 55 with 15 years of service and WRS eligible will receive \$410 contributions per year of service, towards health premiums up to a maximum of \$16,400, to a HRA account. These funds may be used to reimburse premiums on the District's health plan for the COBRA continuation period or an outside health plan.

Administrators at least age 55 with 5 years of service will receive a \$500 monthly contribution towards health premiums, until the earlier of retiree election, 10 year maximum, or Medicare eligibility. The retiree may choose to remain on the District's \$130,000 one year term life insurance, provided the retiree pays 100% of the required premiums until Medicare eligibility. The District shall provide retiring administrators with HRA contributions in an amount based on years of service: 5 years \$10,500, 10 years \$42,000, and 15 years \$57,750. This benefit shall be paid in 60 monthly payments over a 5-year period. These funds may be used towards premiums to remain on the District's health plan or with an outside provider.

Employees Covered - As of the June 30, 2022 measurement date, the following employees were covered by the benefit terms. The plan is not closed to new entrants.

Inactive employees or beneficiaries currently receiving benefits	29
Inactive employees entitled to but not yet receiving benefits	-
Active employees	<u>278</u>
Total	<u>307</u>

Contributions - The Board of Education has the authority to establish the contribution requirements for the plan. The Board establishes contribution rates based on premiums and an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the unfunded accrued liability. For the year ended June 30, 2022, contribution rates for plan members were \$322 - \$1,465 per participant per month and \$100 - \$500

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 8 - Post Employment Benefits Other Than Pensions - Continued

from the District, depending on the type of retiree plan. Plan members receiving benefits contributed \$137,182 and the District contributed \$0 to the plan.

Actuarial Assumptions - The net OPEB healthcare liability (asset) in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	June 30, 2021
Measurement Date:	June 30, 2022
Actuarial Cost Method:	Entry Age Normal - Level %
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	3%
Discount Rate:	3%
Salary Increases:	3%
Mortality:	Wisconsin 2018 Mortality Table
Medical Care Cost Trend:	6.5% decreasing by .1% per year to 5%, and level thereafter

The actuarial valuation was based upon the data provided by the District and utilized the premium rate history of the District's medical plans as well as the trends used in the prior valuation and projected a stream of expected premium rates for each year in the future based on the data as of June 30, 2022. Actuarial assumptions are based upon an experience study conducted in 2018 using Wisconsin Retirement System experience from 2015 - 2017.

The plan's benefit terms have changed since the prior valuation, therefore a change in benefit terms was calculated that resulted in a decrease in the total OPEB liability. Previously, all teachers were eligible to receive monthly premium contributions in retirement until Medicare eligibility and support staff were not eligible for any District provided OPEB. Now, the post-employment benefits for teachers are tiered and eligible teachers are eligible for post-employment HRA contributions. In addition, support staff hired prior to July 1, 2021, are eligible for a post-employment HRA contributions.

Long-Term Expected Return on Plan Assets - The long-term expected rate of return on plan investments was determined by expected future real rates of return (expected returns, net of plan investment expense and inflation) developed for each major asset class. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Long-Term Real Rate of Return	Target Allocation
Fixed Income	1.3%	100%

Discount Rate - A discount rate of 3% was used to measure the total OPEB healthcare liability (asset). This discount rate was based on the expected rate of return on plan investments of 3%, a 20 year AA municipal bond rate. The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rates. Based on these assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total OPEB healthcare liability (asset).

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 8 - Post Employment Benefits Other Than Pensions - Continued

Changes in the Net OPEB Healthcare Liability (Asset)

	Increase (Decrease)		
	Total OPEB Healthcare Liability	Fiduciary Net Position	Net OPEB Healthcare Liability
	(a)	(b)	(a) - (b)
Beginning balance	\$ 3,113,473	\$ 4,926,691	\$ (1,813,218)
Changes for the year:			
Service cost	248,608	-	248,608
Interest	70,241	-	70,241
Changes of benefit terms	(6,525)	-	(6,525)
Differences between expected and actual experience	(857,306)	-	(857,306)
Changes of assumptions or other input	(277,841)	-	(277,841)
Net investment income	-	78,126	(78,126)
Benefit payments	(231,915)	(231,915)	-
Other changes	-	(2,714,514)	2,714,514
Net changes	(1,054,738)	(2,868,303)	1,813,565
Ending balance	\$ 2,058,735	\$ 2,058,388	\$ 347

Sensitivity of the Net OPEB Healthcare Liability (Asset) to Changes in the Healthcare Cost Trend Rate - The following presents the net OPEB healthcare liability (asset) calculated using the healthcare cost trend rate of 6.5 percent decreasing to 5 percent, as well as what the net OPEB liability (asset) would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (5.5 percent decreasing to 4 percent) or 1-percentage-point higher (7.5 percent decreasing to 6 percent) than the current rate:

	1% Decrease to Healthcare Cost Rate (5.5% decreasing to 4%)	Current Healthcare Cost Rate (6.5% decreasing to 5%)	1% Increase to Healthcare Cost Rate (7.5% decreasing to 6%)
Net OPEB healthcare liability (asset)	\$ (47,643)	\$ 347	\$ 53,195

Sensitivity of the Net OPEB Healthcare Liability (Asset) to Changes in the Discount Rate - The following presents the net OPEB healthcare liability (asset) calculated using the discount rate of 3 percent, as well as what the net OPEB healthcare liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2 percent) or 1-percentage-point higher (4 percent) than the current rate:

	1% Decrease to Discount Rate (2%)	Current Discount Rate (3%)	1% Increase to Discount Rate (4%)
Net OPEB healthcare liability (asset)	\$ 92,152	\$ 347	\$ (89,625)

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 8 - Post Employment Benefits Other Than Pensions - Continued

Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB Healthcare

For the year ended June 30, 2022, the District recognized OPEB healthcare expense (revenue) of \$2,610,742.

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB healthcare from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 273	\$ 992,887
Net differences between projected and actual earnings on pension plan investments	40,170	-
Changes of assumptions or other input	164,325	2,026,208
Employer contributions subsequent to the measurement date	-	-
Total	\$ 204,768	\$ 3,019,095

\$0 reported as deferred outflows related to OPEB healthcare resulting from contributions subsequent to the measurement date will be recognized as a reduction on the net OPEB healthcare liability (asset) in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB healthcare will be recognized in expense (revenue) as follows:

Year Ending June 30	Deferred Outflows and (Inflows) of Resources
2023	\$ (307,856)
2024	(302,720)
2025	(307,424)
2026	(311,358)
2027	(317,382)
Thereafter	\$ (1,267,587)

Payables to the OPEB Healthcare Plan - The District reported a payable of zero for the outstanding amount of contributions to the OPEB Healthcare plan required for the year ended June 30, 2022.

NOTE 9 - Fund Balance and Net Position

Portions of fund balances and net position are not available for current appropriation or expenditure as follows:

<u>Governmental Fund</u>	<u>Purpose</u>	<u>Amount</u>
Nonspendable		
General	Prepays	\$ 2,555
Food service	Inventory	\$ 6,835

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 9 - Fund Balance and Net Position - Continued

Restricted		
General	Self-funded dental	\$ 185,727
Special revenue trust	Donor specific expenses	\$ 538,475
Non-referendum debt service	Principal and interest	\$ 883,680
Referendum debt service	Principal and interest	\$ 1,412,508
Long-term capital improvement trust	DPI regulation	\$ 3,063,305
Food service	Food service program	\$ 540,034
Community service	Community service projects	\$ 221,354
Assigned		
General	Specific expenses	\$ 29,532

Governmental Activities

Restricted		
Special revenue	Donor specific expenses, food service program, and community service projects	\$ 1,300,188
Debt service	Principal and interest	\$ 2,296,188
Capital projects	DPI regulation	\$ 3,063,305
Other activities	Self-funded dental	\$ 185,727
Other activities	OPEB supplemental pension	\$ 1,637,131
Other activities	Wisconsin Retirement System pension	\$ 6,502,285
Other activities	Contractual obligations	\$ 996,269

NOTE 10 - Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters. The District manages these risks through the purchase of commercial insurance, except for self-insured dental benefits. Settled claims have not exceeded commercial coverage in any of the past three years and there has been no significant reduction in insurance coverage from coverage in the prior year.

NOTE 11 - Commitments and Contingencies

The District has a service agreement with Cooperative Education Service Agency #9 for services to be provided to the District in 2022-2023. Expected costs are \$57,460.

The District has a transportation agreement with estimated costs for the following school year:

2022-2023	\$ 1,390,203
2023-2024	1,424,931
2024-2025	<u>1,460,554</u>
	<u>\$ 4,275,688</u>

MOSINEE SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
 JUNE 30, 2022

NOTE 11 - Commitments and Contingencies - Continued

On June 30, 2022, the District had entered into an estimated \$4,265,690 construction contract for a middle school cafeteria and remodel of special education classrooms and areas. There is approximately \$4,042,746 remaining to be completed on this contract.

The District is aware some older buildings contain some level of asbestos in which they will incur removal costs upon remodeling, selling, or abandoning these buildings at some future date. However, at this point, the District does not feel they have enough information to reasonably estimate the fair value of the asset retirement obligation and have not recorded a liability.

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

NOTE 12 - Limitation of School District Revenue

Wisconsin statutes limit the amount of revenue school districts may derive from general school aids and property taxes. This limitation does not apply to revenue needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following: (a) a resolution of the school board or by a referendum prior to August 12, 1993 and (b) a referendum on or after August 12, 1993.

NOTE 13 - Self-Funded Insurance

The District established a self-funded dental benefit plan for its employees. The plan administrators are responsible for the approval, processing, and payment of claims, after which they bill the District for reimbursement. The District is also responsible for an administrative fee. The plan reports on a fiscal year ending June 30, 2022.

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 and other funds of the District.

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

The District has reported a liability of \$25,011, which represents reported and unreported claims which were incurred on or before June 30, 2022, but were not paid by the District as of that date. Changes in the claims liability for the years ended June 30, 2022 and June 30, 2021 are as follows:

	<u>Year Ended</u> <u>June 30, 2022</u>	<u>Year Ended</u> <u>June 30, 2021</u>
Beginning liability balance	\$ 26,611	\$ 58,165
Claims	238,280	214,523
Claim payments and changes in estimates	<u>(239,880)</u>	<u>(246,077)</u>
Ending liability balance	<u>\$ 25,011</u>	<u>\$ 26,611</u>

Claim payments are principally funded through charges to employees, which are paid through payroll deductions, and employer contributions to the dental plan.

MOSINEE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS - Continued
JUNE 30, 2022

NOTE 13 - Self-Funded Insurance - Continued

The District did not receive an actuarial certification for the self-insured dental plan related to the adequacy of reserves, rates, or financial soundness of the plan.

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

**REQUIRED
SUPPLEMENTARY INFORMATION**

MOSINEE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE FOR THE GENERAL FUND
BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGETED AMOUNTS			FINAL BUDGETED AMOUNTS			ACTUAL AMOUNTS			VARIANCE WITH
	GENERAL	SPECIAL		GENERAL	SPECIAL		GENERAL	SPECIAL		FINAL BUDGET POSITIVE (NEGATIVE)
		EDUCATION	TOTAL		EDUCATION	TOTAL		EDUCATION	TOTAL	
REVENUES										
Property taxes	\$ 7,156,178	\$ -	\$ 7,156,178	\$ 7,156,178	\$ -	\$ 7,156,178	\$ 7,155,033	\$ -	\$ 7,155,033	\$ (1,145)
Other local sources	266,350	-	266,350	266,350	-	266,350	372,221	-	372,221	105,871
Interdistrict sources	1,507,519	9,624	1,517,143	1,507,519	9,624	1,517,143	1,525,239	13,819	1,539,058	21,915
Intermediate sources	10,309	8,842	19,151	10,309	8,842	19,151	9,060	10,359	19,419	268
State sources	15,484,350	1,207,129	16,691,479	15,484,350	1,207,129	16,691,479	15,502,404	1,129,429	16,631,833	(59,646)
Federal sources	643,051	710,098	1,353,149	1,934,293	686,540	2,620,833	2,389,150	580,839	2,969,989	349,156
Other sources	11,364	-	11,364	572,193	-	572,193	104,261	3,634	107,895	(464,298)
TOTAL REVENUES	25,079,121	1,935,693	27,014,814	26,931,192	1,912,135	28,843,327	27,057,368	1,738,080	28,795,448	(47,879)
EXPENDITURES										
Current										
Instruction										
Regular instruction	8,990,659	75,443	9,066,102	9,147,990	75,443	9,223,433	9,144,744	77,784	9,222,528	905
Vocational instruction	575,154	-	575,154	624,400	-	624,400	657,460	125	657,585	(33,185)
Special instruction	-	3,494,874	3,494,874	-	3,494,874	3,494,874	-	3,404,078	3,404,078	90,796
Other instruction	1,140,938	-	1,140,938	1,160,000	-	1,160,000	1,173,010	-	1,173,010	(13,010)
Total instruction	10,706,751	3,570,317	14,277,068	10,932,390	3,570,317	14,502,707	10,975,214	3,481,987	14,457,201	45,506
Support services										
Pupil services	973,080	522,870	1,495,950	934,666	522,870	1,457,536	888,421	543,948	1,432,369	25,167
Instructional staff services	1,471,622	157,061	1,628,683	1,430,817	157,061	1,587,878	1,250,412	150,098	1,400,510	187,368
General administration services	608,355	-	608,355	673,000	-	673,000	745,394	-	745,394	(72,394)
Building administration services	1,213,039	-	1,213,039	1,213,039	-	1,213,039	1,124,932	-	1,124,932	88,107
Business services	3,845,201	257,600	4,102,801	3,845,201	257,600	4,102,801	4,003,381	310,731	4,314,112	(211,311)
Central services	26,920	6,600	33,520	60,000	6,600	66,600	65,915	5,726	71,641	(5,041)
Insurance	181,204	-	181,204	159,204	-	159,204	152,309	1,809	154,118	5,086
Other support services	973,557	4,328	977,885	999,557	4,328	1,003,885	636,838	10,691	647,529	356,356
Total support services	9,292,978	948,459	10,241,437	9,315,484	948,459	10,263,943	8,867,602	1,023,003	9,890,605	373,338
Non-program transactions	2,110,924	102,700	2,213,624	2,115,166	102,700	2,217,866	2,041,553	29,453	2,071,006	146,860
Capital outlay	148,885	24,000	172,885	148,885	24,000	172,885	267,243	-	267,243	(94,358)
TOTAL EXPENDITURES	22,259,538	4,645,476	26,905,014	22,511,925	4,645,476	27,157,401	22,151,612	4,534,443	26,686,055	471,346
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,819,583	(2,709,783)	109,800	4,419,267	(2,733,341)	1,685,926	4,905,756	(2,796,363)	2,109,393	423,467
OTHER FINANCING SOURCES (USES)										
Transfer (to) / from other funds	(3,483,341)	2,709,783	(773,558)	(4,817,996)	2,733,341	(2,084,655)	(4,881,018)	2,796,363	(2,084,655)	-
TOTAL OTHER FINANCING SOURCES (USES)	(3,483,341)	2,709,783	(773,558)	(4,817,996)	2,733,341	(2,084,655)	(4,881,018)	2,796,363	(2,084,655)	-
NET CHANGE IN FUND BALANCE	(663,758)	-	(663,758)	(398,729)	-	(398,729)	24,738	-	24,738	423,467
FUND BALANCE - BEGINNING OF YEAR	8,590,610	-	8,590,610	8,590,610	-	8,590,610	8,590,610	-	8,590,610	-
FUND BALANCE - END OF YEAR	\$ 7,926,852	\$ -	\$ 7,926,852	\$ 8,191,881	\$ -	\$ 8,191,881	\$ 8,615,348	\$ -	\$ 8,615,348	\$ 423,467

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
ON BUDGETARY ACCOUNTING AND CONTROL
JUNE 30, 2022

NOTE 1 - Budgetary Information - Budgets are adopted each fiscal year for all funds in accordance with Section 65.90 of the Wisconsin Statutes, using the budgetary accounting basis prescribed by the Wisconsin Department of Public Instruction. The legally adopted budget and budgetary expenditure control is exercised at the function level. Reported budget amounts are as originally adopted or as amended by a Board of Education resolution.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Based upon requests from District staff, the District Administration recommends budget proposals to the Board of Education.
2. The Board of Education prepares a proposed budget including proposed expenditures and the means of financing them for the July 1 through June 30 fiscal year.
3. A public notice is published containing a summary of the budget and identifying the time and place where a public hearing will be held on the proposed budget.
4. Pursuant to the budget hearing, the Board of Education may make alterations to the proposed budget.
5. After the Board of Education (following the public hearing) adopts the budget, no changes may be made in the amount of tax to be levied or in the amount of the various appropriations and the purposes of such appropriations unless authorized by a 2/3 vote of the entire Board of Education.
6. Appropriations lapse at year end unless authorized as a carryover by the Board of Education. The portion of fund balance representing carryover appropriations is reported as a committed or assigned fund balance.
7. Encumbrance accounting is not used.
8. Budgets are adopted on a basis consistent with generally accepted accounting principles.

NOTE 2 - Excess of Actual Expenditure Over Budget - The following expenditure classifications were in excess of \$1,000 over budget.

General/Special Education	Vocational instruction	\$ 33,185
General/Special Education	Other instruction	13,010
General/Special Education	General administration services	72,394
General/Special Education	Business services	211,311
General/Special Education	Central services	5,041
General/Special Education	Capital outlay	94,358

MOSINEE SCHOOL DISTRICT
WISCONSIN RETIREMENT SYSTEM PENSION SCHEDULES
YEAR ENDED JUNE 30, 2022

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
Last 10 Fiscal Years *

Pension Plan Fiscal Year	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
2021	0.08067167%	\$ (6,502,285)	\$ 13,752,389	-47.28%	106.02%
2020	0.08222149%	(5,133,201)	13,391,915	-38.33%	105.26%
2019	0.08406072%	(2,710,501)	13,167,812	-20.58%	102.96%
2018	0.08510138%	3,027,640	12,975,554	23.33%	96.45%
2017	0.08624232%	(2,560,636)	12,711,804	-20.14%	102.93%
2016	0.08549154%	704,654	12,335,333	5.71%	99.12%
2015	0.08499535%	1,381,158	12,475,777	11.07%	98.20%
2014	0.08414164%	(2,066,749)	11,666,854	-17.71%	102.74%

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years

District Fiscal Year End	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2022	\$ 903,594	\$ (903,594)	\$ -	\$ 13,649,939	6.62%
2021	903,955	(903,955)	-	13,391,915	6.75%
2020	862,498	(862,498)	-	13,167,812	6.55%
2019	869,363	(869,363)	-	12,975,554	6.70%
2018	864,401	(864,401)	-	12,711,804	6.80%
2017	814,135	(814,135)	-	12,335,333	6.60%
2016	848,355	(848,355)	-	12,475,777	6.80%
2015	816,680	(816,680)	-	11,666,854	7.00%

* The amounts presented for each fiscal year were determined as of the calendar year end which occurred within the fiscal year.

The District implemented the Government Accounting Standards Board Statement No. 68 for the year ended June 30, 2015. Requirements have been implemented prospectively; therefore, the above illustrations do not reflect similar information for the proceeding years.

Notes to Required Supplementary Information for the Year Ended June 30, 2022

Changes to benefit terms - there were no changes of benefit terms for any participating employer in Wisconsin Retirement System.

Changes of 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-end December 31, 2021, including the following:

- * Lower the long-term expected rate of return from 7% to 6.8%
- * Lowering the discount rate from 7% 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

MOSINEE SCHOOL DISTRICT
SUPPLEMENTAL PENSION DEFINED BENEFIT PLAN SCHEDULES
YEAR ENDED JUNE 30, 2022

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
Last 10 Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Total Pension Liability (Asset)								
Service cost	\$ 137,133	\$ 134,115	\$ 169,734	\$ 165,918	\$ 153,167	\$ 128,979	\$ -	\$ -
Interest	43,815	44,347	59,695	77,004	105,310	95,533	-	-
Change in accounting principle	(351,879)	-	(305,515)	-	-	-	-	-
Differences between expected and actual experience	(39,721)	-	(122,730)	(52,959)	(359,205)	219,190	-	-
Changes of assumptions or other inputs	(97,606)	-	(212,003)	97,838	277,483	(115,711)	-	-
Benefit payments, including refunds of employee contributions	(213,039)	(194,266)	(197,399)	(158,811)	(140,999)	(285,604)	-	-
Other changes	-	-	-	-	-	-	43,561	(107,210)
Net Changes in Total Pension Liability (Asset)	(521,297)	(15,804)	(608,218)	128,990	35,756	42,387	43,561	(107,210)
Total Pension Liability (Asset) - Beginning	1,985,265	2,001,069	2,609,287	2,480,297	2,444,541	2,402,154	2,358,593	2,465,803
Total Pension Liability (Asset) - Ending (a)	\$ 1,463,968	\$ 1,985,265	\$ 2,001,069	\$ 2,609,287	\$ 2,480,297	\$ 2,444,541	\$ 2,402,154	\$ 2,358,593
Plan Fiduciary Net Position								
Contributions - employer	\$ 152,000	\$ 194,266	\$ 349,399	\$ 158,811	\$ 140,999	\$ 285,604	\$ 263,776	\$ 287,088
Net investment income	(21,236)	2,454	-	-	-	-	-	-
Benefit payments, including refunds of employee contributions	(213,039)	(194,266)	(197,399)	(158,811)	(140,999)	(285,604)	(263,776)	(287,088)
Other changes	3,028,920	-	-	-	-	-	-	-
Net Changes in Plan Fiduciary Net Position	2,946,645	2,454	152,000	-	-	-	-	-
Plan Fiduciary Net Position - Beginning	154,454	152,000	-	-	-	-	-	-
Plan Fiduciary Net Position - Ending (b)	\$ 3,101,099	\$ 154,454	\$ 152,000	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability (Asset) - Ending (a) - (b)	\$ (1,637,131)	\$ 1,830,811	\$ 1,849,069	\$ 2,609,287	\$ 2,480,297	\$ 2,444,541	\$ 2,402,154	\$ 2,358,593
Plan fiduciary net position as a percentage of the total pension liability (asset)	211.83%	7.78%	7.60%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered payroll	\$ 9,781,305	\$ 8,507,275	\$ 8,507,275	\$ 9,723,669	\$ 7,423,570	\$ 7,763,072	\$ 9,607,818	\$ 9,190,795
Net pension liability as a percentage of covered payroll	-16.74%	21.52%	21.74%	26.83%	33.41%	31.49%	25.00%	25.66%

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contributions	\$ -	\$ 362,233	\$ 362,233	\$ 236,690	\$ 264,493	\$ 264,930	\$ 263,776	\$ 263,776
Contributions in relation to the actuarially determined contributions	(152,000)	(194,266)	(349,399)	(158,811)	(140,999)	(285,604)	(263,776)	(287,088)
Contribution deficiency (excess)	\$ (152,000)	\$ 167,967	\$ 12,834	\$ 77,879	\$ 123,494	\$ (20,674)	\$ -	\$ (23,312)
Covered payroll	\$ 9,781,305	\$ 8,507,275	\$ 8,507,275	\$ 9,723,669	\$ 7,423,570	\$ 7,763,072	\$ 9,607,818	\$ 9,190,795
Contributions as a percentage of covered payroll	1.55%	2.28%	4.11%	1.63%	1.90%	3.68%	2.75%	3.12%
Actuarial valuation date	6/30/2021	6/30/2019	6/30/2019	6/30/2018	6/30/2018	6/30/2016	6/30/2014	6/30/2014
Measurement date	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2016	6/30/2014	6/30/2014

The District implemented the Government Accounting Standards Board Statement No. 68 for the year ended June 30, 2015. Requirements have been implemented prospectively; therefore, the above illustrations do not reflect similar information for the preceding years.

Notes to Required Supplementary Information for the Year Ended June 30, 2022

Methods and assumptions used to determine actuarial calculations - entry age normal - level %, fair value asset valuation, 3% discount rate, 2.5% inflation, 3% salary increases, and Wisconsin 2018 Mortality Table.

Changes of benefit terms - the post-employment benefits for teachers are tiered and support staff hired prior to July 1, 2021, are eligible for a post-employment 403(b) bridge benefit.

Changes of assumptions - discount rate increased to 3%, the amortization period increased to 30-year, and the inflation rate increased to 2.5%.

MOSINEE SCHOOL DISTRICT
OPEB HEALTHCARE DEFINED BENEFIT PLAN SCHEDULES
YEAR ENDED JUNE 30, 2022

SCHEDULE OF CHANGES IN THE NET OPEB HEALTHCARE LIABILITY AND RELATED RATIOS
Last 10 Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Healthcare Liability (Asset)					
Service cost	\$ 248,608	\$ 243,137	\$ 514,718	\$ 503,146	\$ 474,263
Interest	70,241	67,575	116,522	137,270	124,423
Change in accounting principle	-	-	305,515	-	-
Changes of benefit terms	(6,525)	-	-	-	-
Differences between expected and actual experience	(857,306)	-	(281,749)	396	(3,607)
Changes of assumptions or other input	(277,841)	-	(2,435,840)	238,122	-
Benefit payments	<u>(231,915)</u>	<u>(158,052)</u>	<u>(134,335)</u>	<u>(150,935)</u>	<u>(240,532)</u>
Net Changes in Total OPEB Healthcare Liability (Asset)	(1,054,738)	152,660	(1,915,169)	727,999	354,547
Total OPEB Healthcare Liability (Asset) - Beginning	<u>3,113,473</u>	<u>2,960,813</u>	<u>4,875,982</u>	<u>4,147,983</u>	<u>3,793,436</u>
Total OPEB Healthcare Liability (Asset) - Ending (a)	<u>\$ 2,058,735</u>	<u>\$ 3,113,473</u>	<u>\$ 2,960,813</u>	<u>\$ 4,875,982</u>	<u>\$ 4,147,983</u>
Plan Fiduciary Net Position					
Contributions - employer	\$ -	\$ -	\$ -	\$ 510,652	\$ 726,083
Net investment income	78,126	90,916	90,781	43,102	54,239
Benefit payments	(231,915)	(158,052)	(134,335)	(250,000)	(240,532)
Other changes	<u>(2,714,514)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,999</u>
Net Changes in Plan Fiduciary Net Position	(2,868,303)	(67,136)	(43,554)	303,754	680,789
Plan Fiduciary Net Position - Beginning	<u>4,926,691</u>	<u>4,993,827</u>	<u>5,037,381</u>	<u>4,733,627</u>	<u>4,052,838</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 2,058,388</u>	<u>\$ 4,926,691</u>	<u>\$ 4,993,827</u>	<u>\$ 5,037,381</u>	<u>\$ 4,733,627</u>
Net OPEB Healthcare Liability (Asset) - Ending (a) - (b)	<u>\$ 347</u>	<u>\$ (1,813,218)</u>	<u>\$ (2,033,014)</u>	<u>\$ (161,399)</u>	<u>\$ (585,644)</u>
Plan fiduciary net position as a percentage of the total OPEB Healthcare Liability (Asset)	99.98%	158.24%	168.66%	103.31%	114.12%
Covered payroll	\$12,810,310	\$12,863,941	\$12,863,941	\$9,723,670	\$10,192,191
Net OPEB Healthcare Liability (Asset) as a percentage of covered payroll	0.00%	-14.10%	-15.80%	-1.66%	-5.75%

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contributions	\$ 121,731	\$ 141,479	\$ 141,479	\$ 593,462	\$ 593,462
Contributions in relation to the actuarially determined contributions	-	-	-	(150,935)	(726,083)
Contribution deficiency (excess)	<u>\$ 121,731</u>	<u>\$ 141,479</u>	<u>\$ 141,479</u>	<u>\$ 442,527</u>	<u>\$ (132,621)</u>
Covered payroll	\$12,810,310	\$12,863,941	\$12,863,941	\$9,723,670	\$10,192,191
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	1.55%	7.12%
Actuarial valuation date	6/30/2021	6/30/2019	6/30/2019	6/30/2018	6/30/2018
Measurement date	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018

The District implemented the Government Accounting Standards Board Statement No. 75 for the year ended June 30, 2018. Requirements have been implemented prospectively; therefore, the above illustrations do not reflect similar information for the preceding years.

Notes to Required Supplementary Information for the Year Ended June 30, 2022

Methods and assumptions used to determine actuarial calculations - entry age normal - level %, fair value asset valuation, 3% discount rate, 2.5% inflation, 3% salary increases, and Wisconsin 2018 Mortality Table.

Changes of benefit terms - the post-employment benefits for teachers are tiered and eligible teachers are eligible for post-employment HRA contributions. In addition, support staff hired prior to July 1, 2021, are eligible for a post-employment HRA contributions.

Changes of assumptions - discount rate increased to 3%, the health care trend rate decreased to 6.5% decreasing by .10% per year down to 5%, and the inflation rate increased to 2.5%.

**MOSINEE SCHOOL DISTRICT
MOSINEE, WISCONSIN**

SUPPLEMENTARY INFORMATION

MOSINEE SCHOOL DISTRICT
COMBINING BALANCE SHEETS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

	SPECIAL REVENUE FUNDS		DEBT SERVICE FUNDS		TOTAL NONMAJOR GOVERNMENTAL FUNDS	
	TRUST	FOOD SERVICE	COMMUNITY SERVICE	NON-REFERENDUM DEBT SERVICE		REFERENDUM APPROVED DEBT SERVICE
ASSETS						
Cash and investments	\$ 538,742	\$ 600,247	\$ 223,586	\$ 883,680	\$ 1,412,508	\$ 3,658,763
Inventories	-	6,835	-	-	-	6,835
TOTAL ASSETS	538,742	607,082	223,586	883,680	1,412,508	3,665,598
LIABILITIES						
Accounts payable	267	-	1	-	-	268
Accrued payroll liabilities	-	1,634	2,231	-	-	3,865
Unearned revenue	-	58,579	-	-	-	58,579
TOTAL LIABILITIES	267	60,213	2,232	-	-	62,712
FUND BALANCES						
Nonspendable	-	6,835	-	-	-	6,835
Restricted	538,475	540,034	221,354	883,680	1,412,508	3,596,051
TOTAL FUND BALANCES	538,475	546,869	221,354	883,680	1,412,508	3,602,886
TOTAL LIABILITIES AND FUND BALANCES	\$ 538,742	\$ 607,082	\$ 223,586	\$ 883,680	\$ 1,412,508	\$ 3,665,598

MOSINEE SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 YEAR ENDED JUNE 30, 2022

	SPECIAL REVENUE FUNDS			DEBT SERVICE FUNDS		TOTAL
	TRUST	FOOD SERVICE	COMMUNITY SERVICE	NON-REFERENDUM DEBT SERVICE	REFERENDUM APPROVED DEBT SERVICE	NONMAJOR GOVERNMENTAL FUNDS
REVENUES						
Property taxes	\$ -	\$ -	\$ 415,000	\$ 943,090	\$ 2,061,513	\$ 3,419,603
Other local sources	499,710	85,596	16,452	1,527	1,627	604,912
State sources	-	25,094	-	-	-	25,094
Federal sources	-	969,066	-	-	-	969,066
Other sources	12,667	-	-	-	-	12,667
TOTAL REVENUES	512,377	1,079,756	431,452	944,617	2,063,140	5,031,342
EXPENDITURES						
Current						
Instruction						
Regular instruction	12,478	-	-	-	-	12,478
Vocational instruction	316	-	-	-	-	316
Other instruction	346,083	-	-	-	-	346,083
Total instruction	358,877	-	-	-	-	358,877
Support service						
Pupil services	1,712	-	-	-	-	1,712
Building administration services	32,242	-	-	-	-	32,242
Business services	3,173	678,940	157,389	-	-	839,502
Other support services	-	-	16,553	-	-	16,553
Community services	-	-	128,206	-	-	128,206
Total support services	37,127	678,940	302,148	-	-	1,018,215
Non-program transactions	70,720	-	-	5,122	-	75,842
Debt service						
Principal	-	-	-	680,000	620,000	1,300,000
Interest	-	-	-	578,090	98,319	676,409
Other	-	-	-	400	400	800
Total debt service	-	-	-	1,258,490	718,719	1,977,209
Capital outlay	58,491	-	-	-	-	58,491
TOTAL EXPENDITURES	525,215	678,940	302,148	1,263,612	718,719	3,488,634
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,838)	400,816	129,304	(318,995)	1,344,421	1,542,708
NET CHANGE IN FUND BALANCE	(12,838)	400,816	129,304	(318,995)	1,344,421	1,542,708
FUND BALANCES - BEGINNING OF YEAR	551,313	146,053	92,050	1,202,675	68,087	2,060,178
FUND BALANCES - END OF YEAR	\$ 538,475	\$ 546,869	\$ 221,354	\$ 883,680	\$ 1,412,508	\$ 3,602,886

MOSINEE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

AWARDING AGENCY PASS-THROUGH AGENCY AWARD DESCRIPTION	PASS-THROUGH ENTITY IDENTIFYING NUMBER	ASSISTANCE LISTING NUMBER	PROGRAM OR AWARD AMOUNT	RECEIVABLE (UNEARNED REVENUE) JULY 1, 2021	REVENUES		RECEIVABLE (UNEARNED REVENUE) JUNE 30, 2022	SUBRECIPIENT PASS-THROUGH EXPENDITURES
					GRANTOR	EXPENDITURES		
U.S. DEPARTMENT OF AGRICULTURE								
Wisconsin Department of Public Instruction								
<u>Child Nutrition Cluster</u>								
COVID-19 - School Breakfast Program		10.553						
July 1, 2020 - June 30, 2021	2021-373787-DPI-SB-546		N/A	\$ 2,863	\$ 2,863	\$ -	\$ -	\$ -
July 1, 2021 - June 30, 2022	2022-373787-DPI-SB-546		N/A	-	114,828	114,828	-	-
Food Distribution		10.555						
July 1, 2021 - June 30, 2022	None		N/A	-	74,745	74,745	-	-
COVID-19 - National School Lunch Program		10.555						
July 1, 2020 - June 30, 2021	2021-373787-DPI-NSL-547		N/A	5,882	5,882	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-NSL-547		N/A	-	779,493	779,493	-	-
Total Child Nutrition Cluster				8,745	977,811	969,066	-	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE				8,745	977,811	969,066	-	-
U.S. DEPARTMENT OF EDUCATION								
Wisconsin Department of Public Instruction								
<u>Special Education Cluster</u>								
Special Education - Grants to States (IDEA Part B)		84.027A						
July 1, 2020 - June 30, 2021	2021-373787-DPI-IDEA-FT-341		N/A	161,325	161,325	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-FLOW-341		\$ 379,220	-	111,457	199,476	88,019	-
Special Education - Grants to States - CEIS		84.027A						
July 1, 2020 - June 30, 2021	2021-373787-DPI-IDEA-FT-341		N/A	2,103	2,103	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-FLOW-341		64,131	-	46,836	62,345	15,509	-
Special Education - Grants to States (IDEA Part B) (ARPA)		84.027X						
July 1, 2021 - June 30, 2022	2022-373787-IDEA-FLOW-341		N/A	-	84,342	84,342	-	-
Special Education - Preschool Grants (IDEA Preschool)		84.173A						
July 1, 2021 - June 30, 2022	2022-373787-DPI-IDEA-P-347		29,682	-	9,562	9,562	-	-
Special Education - Preschool Grants (IDEA Preschool) (ARPA)		84.173X						
July 1, 2020 - June 30, 2021	2021-373787-DPI-IDEA-P-347		N/A	13,924	13,924	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-IDEA-P-347		N/A	-	1,100	6,393	5,293	-
Total Special Education Cluster				177,352	430,649	362,118	108,821	-
<u>Education Stabilization Fund</u>								
COVID-19 - Elementary and Secondary School Emergency Relief I		84.425D						
March 13, 2020 - September 30, 2022	2021-373787-DPI-ESSERF-160		N/A	12,674	12,674	-	-	-
March 13, 2020 - September 30, 2022	2021-373787-DPI-ESSERF-160		140,348	-	1,362	1,362	-	-
COVID-19 - Elementary and Secondary School Emergency Relief II		84.425D						
March 13, 2020 - September 30, 2023	2021-373787-DPI-ESSERF-163		N/A	291,408	291,408	-	-	-
March 13, 2020 - September 30, 2023	2022-373787-DPI-ESSERFII-163		1,037,504	-	-	615,478	615,478	-
COVID-19 - Elementary and Secondary School Emergency Relief I		84.425U						
March 13, 2020 - September 30, 2024	2022-373787-DPI-ESSERFIII-165		1,386,001	-	-	657,877	657,877	-
Total Education Stabilization Fund				304,082	305,444	1,274,717	1,273,355	-
Title I-A - Grants to Local Educational Agencies		84.010A						
July 1, 2020 - June 30, 2021	2021-373787-DPI-TIA-141		N/A	16,663	16,663	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-TIA-141		179,737	-	86,961	163,425	76,464	-
Title II-A - Supporting Effective Instruction State Grants		84.367A						
July 1, 2020 - June 30, 2021	2021-373787-DPI-TIIA-365		N/A	7,263	7,263	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-TIIA-365		39,704	-	21,960	39,060	17,100	-
Title IV - Student Support and Academic Enrichment Grants		84.424A						
July 1, 2020 - June 30, 2021	2021-373787-DPI-TIV-A-381		N/A	1,839	1,839	-	-	-
July 1, 2021 - June 30, 2022	2022-373787-DPI-TIVA-381		10,990	-	5,788	10,071	4,283	-
Cooperative Educational Service Agency #9		84.048						
Career and Technical Education - Basic Grants to States (Perkins IV)			N/A	-	8,025	9,061	1,036	-
July 1, 2021 - June 30, 2022	None			-	-	-	-	-
TOTAL U.S. DEPARTMENT OF EDUCATION				507,199	884,592	1,858,452	1,481,059	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Wisconsin Department of Health Services								
<u>Medicaid Cluster</u>								
Medical Assistance		93.778						
July 1, 2020 - June 30, 2021	None		N/A	54,209	54,209	-	-	-
July 1, 2021 - June 30, 2022	None		N/A	-	202,941	227,025	24,084	-
Total Medicaid Cluster				54,209	257,150	227,025	24,084	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				54,209	257,150	227,025	24,084	-
FEDERAL COMMUNICATIONS COMMISSION								
Universal Service Administration Company								
Emergency Connectivity Fund Program		32.009						
July 1, 2021 - June 30, 2022	None		N/A	-	592,193	592,193	-	-
TOTAL FEDERAL COMMUNICATIONS COMMISSION				-	592,193	592,193	-	-
TOTAL FEDERAL AWARDS				\$ 570,153	\$ 2,711,746	\$ 3,646,736	\$ 1,505,143	\$ -

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2022

AWARDING AGENCY PASS-THROUGH AGENCY AWARD DESCRIPTION	PASS-THROUGH	STATE I.D. NUMBER	RECEIVABLE		RECEIVABLE		SUBRECIPIENT PASS-THROUGH EXPENDITURES	
	ENTITY IDENTIFYING NUMBER		(UNEARNED REVENUE) JULY 1, 2021	REVENUE GRANTOR REIMBURSEMENTS	(UNEARNED REVENUE) JUNE 30, 2022	EXPENDITURES		
WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION								
Wisconsin Department of Public Instruction								
Special Education and School Age Parents	373787-100	255.101	\$ 2,494	\$ 1,130,128	\$ 1,127,634	\$ -	\$ -	-
State School Lunch Aid	373787-107	255.102	-	21,045	21,045	-	-	-
Common School Fund Library Aid	373787-104	255.103	-	82,670	82,670	-	-	-
General Transportation Aid	373787-102	255.107	-	98,045	98,045	-	-	-
General Aids Cluster								
Equalization Aid	373787-116	255.201	199,500	13,816,504	13,617,004	-	-	-
High Cost Special Education Aid	373787-119	255.210	-	14,496	14,496	-	-	-
School Based Mental Health Services	373787-177	255.297	74,818	132,295	72,231	14,754	-	-
School Breakfast Program	373787-108	255.344	-	4,049	4,049	-	-	-
Early College Credit Program	373787-178	255.445	-	6,778	6,778	-	-	-
Educator Effectiveness Evaluation System	373787-154	255.940	15,600	15,600	15,520	15,520	-	-
Per Pupil Aid	373787-113	255.945	-	1,469,902	1,469,902	-	-	-
Career and Technical Education Incentive	373787-152	255.950	-	-	33,757	33,757	-	-
Assessment of Reading Readiness	373787-166	255.956	-	3,443	3,443	-	-	-
Special Education Transition Incentive	373787-168	255.960	-	11,477	11,477	-	-	-
TOTAL WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION			292,412	16,806,432	16,578,051	64,031	-	-
WISCONSIN DEPARTMENT OF WORKFORCE DEVELOPMENT								
Northcentral Technical College								
Expanded Wisconsin Fast Forward Funds	None	None	-	23,097	23,097	-	-	-
Youth Apprenticeship State Grant	None	445.107	(27,127)	(6,849)	22,478	2,200	-	-
TOTAL WISCONSIN DEPARTMENT OF WORKFORCE DEVELOPMENT			(27,127)	16,248	45,575	2,200	-	-
WISCONSIN DEPARTMENT OF NATURAL RESOURCES								
Payment in Lieu of Taxes	None	None	-	19,658	19,658	-	-	-
WISCONSIN DEPARTMENT OF REVENUE								
Exempt Personal Property Aid	None	None	-	21,283	21,283	-	-	-
Exempt Computer Aid	None	None	8,491	8,491	8,491	8,491	-	-
TOTAL WISCONSIN DEPARTMENT OF REVENUE			8,491	29,774	29,774	8,491	-	-
WISCONSIN DEPARTMENT OF JUSTICE								
Security Updates and Mental Health Training	None	445.206	-	-	8,048	8,048	-	-
TOTAL STATE FINANCIAL ASSISTANCE			\$ 273,776	\$ 16,872,112	\$ 16,681,106	\$ 82,770	\$ -	-

The accompanying notes are an integral part of these statements.

MOSINEE SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2022

NOTE 1 - Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state grant activity of the Mosinee School District. The information in these schedules is presented in accordance with the requirements of Uniform Guidance and *State Single Audit Guidelines*. Therefore, some amounts presented in these schedules may differ from amounts presented in or used in the preparation of the financial statements.

NOTE 2 - Summary of Significant Accounting Policies

Expenditures reported on the schedules are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable and are limited as to reimbursement.

NOTE 3 - Special Education and School Age Parents Program

2021-2022 eligible costs under the State Special Education Program are \$4,055,050.

NOTE 4 - Food Distribution Program

Non-monetary assistance is reported in the schedule of federal awards at the fair market value of the commodities received and used.

NOTE 5 - 10% De Minimis Cost Rate

Elected not to use.