

JOHNSON CREEK SCHOOL DISTRICT
Finance Committee Meeting Minutes
Monday, August 9, 2021
District Board Room
5:30 p.m.

Duane Draeger called the meeting to order.

Members Present: Duane Draeger, June Kolaske, Janelle Kwarciany, and Board President Rick Wrench

Also Present: Ken Johnson, Superintendent Michael Garvey, and Food Service Director Cassidy Wright

Dr. Garvey verified that the meeting was properly posted pursuant to s.s. 19.84(1) Wis. Statutes

Motion by Kwarciany/Kolaske to adopt the agenda moving item 7 before item 6. Motion carried.

Motion by Kolaske/Kwarciany to set the Adult meal prices at \$4.40 for lunch and \$2.60 for breakfast. Motion Carried.

Motion by Kolaske/Kwarciany to recommend that the Board accepts the bid for Bakery from Alpha Baking Co., Inc. for the 2021-22 school year. Motion Carried.

Motion by Kolaske/Kwarciany to recommend that the Board accepts the bid for Milk from Mapleton Dairy Haulers, Inc./Kemps Dairy, LLC for the 2021-22 school year. Motion Carried.

Motion by Kwarciany/Kolaske to recommend that the Board accepts the bid for Laundry Services from ALSCO for the 2021-22 school year. Motion Carried.

Motion by Kolaske/Kwarciany to recommend that the Board accepts the bid for Trash removal from GFL Environmental for the 2021-22 school year. Motion Carried.

Motion by Kolaske/Kwarciany to accept the Cleaning Contract from Programmed Cleaning Inc for \$22,996.63 per month. Motion Carried.

Dr. Garvey updated the Committee on the Financing of Athletic Fields.

Revenue to date (June 30): \$1,789,729.79

Expenses to date (June 30): \$2,967,206.74

The athletic Fields project has used funds 10 (General), 21 (Gifts), and 49 (Capital) to internally finance the athletic Fields.

Our auditor and Dr. Garvey discussed the pending financing and since fund 10, 21 and 49 will have positive fund balances, all three funds will be repaid in 2021-22. The majority of the \$1.2 Million which the Board will consider at the August 16th Board meeting, will repay fund 49.

Dr. Garvey also updated the Committee on the audit and 2021-22 funding.

FUND 10:

We had a drop in fund balance in 2020-21. The biggest hit to our fund 10 fund balance was the transfer for special education. The local portion of the special education costs was over \$1 Million.

We also had fewer students, in general, in 2020-21 (mainly due to COVID) which reduced our revenue limits, thus reducing taxes and state aid.

Dr. Garvey shared the following with the Committee, concerning 2021-22 Funding

- At this point we are trending to have increased (or restored) enrollment. We have already identified 96 students enrolling (or reenrolling) in the District this year, including new 4k students), who were not enrolled last year. To date, we only have record of 16 withdrawals.
- We are planning on accepting the relief funds in 2021-22. These total \$773,280.
- We plan on being on or ahead of budget on the elementary school construction.
- The Governor announced at the budget signing that he was sending \$100 million to schools. That should be another \$85,000 available to us.
- The majority of the new spending by the state is in property tax relief. This may help our long term financial health by allowing us to build our stabilization fund.

Future Funding

- We plan on being on or ahead of budget on the elementary school construction which could leave a remnant which can be used to shore up the fund balance or to pay down the debt.
- Due to the TID closures, the District could expect approximately \$1,000,000. This could be paid as early as 2023.
- Any sale of the elementary building could be used to pay off some Fund 38 debt and/or build fund balance which will leave additional room in the revenue limits.

Motion by Kwarciany/Kolaske to adjourn. Motion Carried.

Respectfully submitted,

Michael P. Garvey, Ph.D.
Superintendent