

Buildings and Grounds Financial Update Summer 2016

On August 15, 2016, the School District Annual Meeting and Budget Hearing were held at the District Office. At this meeting the school board and the general community reviewed the 2015-2016 unaudited financials and they were presented with the 2016-2017 budget.

2015-2016 Unaudited Financials

The 2015-2016 fiscal year resulted in a \$722,071 contribution to fund balance, which brings the general fund balance to \$4,111,230. The fund balance represents 32% of 2015-2016 expenses. These figures could still change depending on the results of the 2015-2016 audit.

2016-2017 Budget

The 2016-2017 budget for the School District of Mayville is tightened by a reduction in State Aid and an overall reduction in revenue authority (taxes and aid). While revenues are decreasing, the board and administration is staying vigilant in the preventative maintenance and improvements to the learning environment as demonstrated by the 20% increase in Operations and Maintenance.

Fund 46

In 2015, the Department of Instruction introduced Fund 46 for long-term capital improvement projects. With this implementation of this fund, districts are required to organize a long-term capital improvement plan. The school board directed this to be completed and created a Fund 46 in June 2015. Districts are able to make deposits into this fund, and those deposits are treated as expenses that increase state aid in the following year. Districts may not use these funds for 5 years after the inception of the fund, which is June 2020 for the School District of Mayville.

The board created this fund as means to be fiscally responsible for the long-term capital improvement of the district. They voted to transfer \$250,000 of the \$722,071 general fund balance into Fund 46. This brings the fund balance to \$3,861,230.45 or 29% of the 2015-2016 expenses.

Current Project Status

Because of the healthy fund balance, the district took on additional preventative maintenance and improvement projects at all buildings this summer. These projects are in the process of being completed prior to the learners returning later this week. When these projects are completed, Director Joel Wondra together with Superintendent Scott Sabol will evaluate the needs for the remainder of the year to be paid for out of the operational budget and revise the budget as needed.