

# 2021



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## MORaine PARK TECHNICAL COLLEGE ANNUAL COMPREHENSIVE **FINANCIAL REPORT**

For the fiscal year ending June 30, 2021 and 2020.

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# **Moraine Park Technical College**

Fond du Lac, Wisconsin

## **Annual Comprehensive Financial Report For Fiscal Years Ended June 30, 2021 and 2020**

### **College Leadership**

**Bonnie J. Baerwald, CPA**

President

**James Barrett**

Vice President – Student Services

**Dr. James Eden**

Vice President – Academic Affairs

**Carrie Kasubaski, CPA**

Vice President – Finance and Administration

**Gerald Richards**

Chief Information Officer

### **District Office**

Moraine Park Technical College  
235 North National Avenue  
Fond du Lac, WI 54935

### **Official Issuing Report**

**Carrie Kasubaski, CPA**

Vice President – Finance and Administration

### **Prepared By**

**Tara Wendt, CPA**

Director of Finance

### **Assistance By**

Financial Services  
Marketing  
Institutional Effectiveness  
CLA (CliftonLarsonAllen LLP)

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# Moraine Park Technical College

Fond du Lac, Wisconsin

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Fond du Lac, Wisconsin

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# INTRODUCTORY SECTION



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December 8, 2021

To the Citizens, Board of Directors and District of the Moraine Park Technical College:

The Annual Comprehensive Financial Report for the Moraine Park Technical College District (hereafter referred to as "College", "MPTC" or "District") for the fiscal year ended June 30, 2021, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge, the enclosed data is accurate and reported in a manner designed to present fairly the financial position and results of operations of the District. We have included all disclosures necessary to enable you to understand the District's financial activities.

The District is required to undergo an annual single audit to conform to the provisions of the Federal Uniform Guidance and the State Single Audit Guidelines issued by the State of Wisconsin. Information related to this single audit, including the schedules of expenditures of federal awards and state awards, schedule of findings and questioned costs and independent auditors' reports on the internal control and compliance with certain provisions of laws, regulations, contracts and grants will be issued as a separate report from this financial report.

This annual report includes all financial activity of the District in conformity with Generally Accepted Accounting Principles (GAAP). This annual report is consistent with legal reporting requirements of the State of Wisconsin. Besides meeting legal reporting requirements, the annual report is intended to present a summary of the significant District financial data in a format which meets the varying needs of District citizens, students, employees, taxpayers, financial institutions, bond rating agencies and intergovernmental agencies, including the Wisconsin Technical College System. We believe this presentation will provide better information to the user of the Annual Comprehensive Financial Report (ACFR).

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditors' report.

## **REPORTING ENTITY**

The Moraine Park Technical College District (also known as Moraine Park Technical College) is one of 16 districts in the Wisconsin Technical College System (WTCS). This system began as the first statewide occupational school system in the United States as the result of state legislation passed in 1911. The system continues to receive strong support from organized labor, agriculture and business and industry.

Since 1911, Moraine Park Technical College has been helping people acquire the knowledge and skills necessary to prepare them for a rewarding future in the world of business, industry and service occupations. Our campuses in Fond du Lac, West Bend and Beaver Dam have well-equipped, state-of-the-art educational and computer laboratories, highly experienced instructors and a curricula which is continually updated with assistance from MPTC's advisory committees. Our mission is to ensure that our students will acquire the knowledge and skills to become and remain employable in today's competitive job market.

The main campus, which includes the District administrative offices, is located on the northeast side of Fond du Lac, while two branch campuses are located in West Bend and Beaver Dam. In addition, MPTC leases facilities for regional centers in Jackson and Ripon and there are several centers throughout the District that offer associate degree programs in technical education, vocational programs and a wide range of courses in basic education.

The District offers a variety of associate of applied science degree programs, two-year and one-year vocational diploma programs, apprenticeship programs, technical certificates and other adult education services. Students who graduated in 2020 from the District's associate degree or technical diploma programs experienced an 84% job placement rate.

The District is accredited by The Higher Learning Commission and a member of the North Central Association. Programs and courses are approved by the Wisconsin Technical College System Board and endorsed by the Veterans Administration, the American Association of Community Colleges and the Wisconsin Board of Nursing and Division of Nurses. Other selected programs are accredited by the National League of Nursing and other professional organizations.

## **VISION, MISSION AND VALUE STATEMENTS**

### Vision

Your home for lifelong learning to achieve lifelong dreams.

### Mission

Growing minds, businesses and communities through innovative learning experiences.



## Value Statements

*Collaboration:* Join forces to build the best path forward.

*Impactful Learning:* Create meaningful experiences inside and outside the classroom.

*Continuous Improvement:* Always strive to be better.

*Inclusivity:* Value diversity and build a sense of belonging.

## **2020-21 STRATEGIC PLAN - COLLEGE GOALS AND OUTCOMES**

The District focused on three strategic priorities for the 2020-21 fiscal year, which are as follows:

1. Enrollment
2. Workplace Culture
3. Economic Driver/Community Impact

The following highlights some of the District's most notable achievements towards those priorities.

### ***College Priority: Enrollment***

Implemented and Expanded Program Offerings:

- Quality and Advanced Manufacturing Associate Degree
- Business Logistics Coordinator Technical Diploma
- Meeting and Event Planner Technical Diploma
- Training and Development Assistant Career Pathway Certificate
- Project Management Career Pathway Certificate

Launched the adoption of new common learning outcomes, Career and Life Skills, which will be integrated into curriculum and student activities. These skills reflect personal and professional skills that all graduates and employees of MPTC should embody.

Awarded emergency financial aid directly to students through the Higher Education Emergency Relief Funds (HEERF) under Coronavirus Aid, Relief and Economic Security (CARES) Act and HEERF II under Coronavirus Response and Relief Supplemental Appropriations (CRRSAA) Act in the amount of approximately \$1.2 million.

Developed a College-wide Assessment plan, which details the assessment activities that provide the College with data used to evaluate student achievement, quality of instruction, program viability, and value of support services.

### **College Priority: Enrollment** *(continued)*

Launched and executed the I CAN enrollment campaign—and earned a gold medallion from the National Council of Marketing and Public Relations for the campaign's message and creativity.

Refreshed the NEXT magazine, which reaches more than 200,000 homes in our district, with the addition of more pages, a revamped cover and an emphasis on Innovation 2025 objectives and themes.

Conducted a review of bookstore operations and determination of a long-term strategy to ensure the services and products provided meet needs of students, employees and the community.

Through generous gifts from employees, Foundation and District Board members, corporations, alumni, retirees, and friends of the College, the Moraine Park Foundation helped students succeed by making education affordable, assisting with unexpected emergencies, and supporting capital projects. Accomplishments include:

- Awarded \$233,511 in scholarships to 337 students
- Awarded \$21,000 in Forming Alliances to Cultivate Talent (FACT) Initiative scholarships to 22 manufacturing program students
- Awarded \$15,297 in scholarship support to Promise and Promising Futures students
- Received \$38,590 for academic program support

Remodeled the Fond du lac campus Upper O wing to consolidate and relocate the Economic Workforce Development offices and training spaces. The remodel also included new faculty collaboration spaces and general classrooms.

Upgraded 70 classrooms to provide web conferencing capabilities. This enabled the Fall semester to offer virtual classes from over 110 total classrooms across the College.

Opened Fall 2020 Semester with a new health sciences simulation center at the Beaver Dam campus.

Launched a College online catalog/student policy system which provides students an interactive self-service tool to search course descriptions, program information and college policies while standardizing and reducing data entry related to support of this function. This system will also help us better reach and communicate program information with current and prospective students on the web.

Implemented an online application that allows students to easily schedule appointments with their advisor or counselor using three standard options of in-person, phone or virtually. This effort resulted in improved advisor productivity and reduction of appointment no shows.

***College Priority: Enrollment (continued)***

Deployed a new internal referral system for faculty to share advising/counseling issues from students with specialists for follow-up. This system combines and improves upon the functionality of Early Alert and Drop-Out Detective and extends the use to non-program courses. This effort offers considerable savings in licensing costs.

Implemented an Emergency Funding Task Force Committee that was cross culturally representative of all departments on campus. More than \$45,247 in Student Emergency Fund grants (from donors and Wisconsin Technical College System (WTCS) grants) have been awarded to 90 students to assist them with financial emergencies that could otherwise require them to withdraw from the college.

Awarded by U.S. Department of Education a 5-year Federal Student Support Services (SSS) TRIO Grant in the amount of \$1.3 million to support first-generation to college, low income, and disabled students in pursuing their educational goals.

Completed Enterprise Resource Planning (ERP) system optimization resulting in improvements related to National Student Clearinghouse Reporting, Integrated Postsecondary Education Data System (IPEDS) reporting, wait list functionality, class registration, data integrity and program maintenance.

***College Priority: Workplace Culture***

Implemented greater flexibility in working from home that allowed employees to continue providing services and support throughout the pandemic with minimal disruption.

Implemented training and communication which defined the role and responsibility of employees in assessment activities, practices, and data collection.

Launched the redesigned Program Quality Review process, providing a replicable process across all programs that results in meaningful and actionable outcomes.

Completed and coordinated the College's Civil Rights Compliance Review which brought opportunities for the College which include to communicate its commitment to diversity, equity, and inclusion.

Engaged employees through the COVID-19 pandemic using many new online tactics organized by the Max Pack (employee engagement) Team. This resulted in connection and participation growth during an otherwise challenging time—nearly 700 employees engaged in 14 weekly online activities.

Developed a strong communications strategy through COVID-19 that included many tactics—web/digital, social networking, traditional and email communications.

### **College Priority: Workplace Culture** *(continued)*

Developed and launched the Employee Community Engagement Recognition program, which recognizes employees based on levels of volunteer hours served within their communities and registered within the College. This saw a direct impact on the number of employees registering in the College's employee volunteer tracking platform. To date, 15 employees have been recognized.

Implemented payroll related compliance requirements, including new 1099-NEC (Nonemployee Compensation) form and truncation of social security numbers on the W-2.

Managed the HEERF under the CARES Act and HEERF II under CRRSAA. These awards provided MPTC approximately \$3.1 million in institutional aid.

Collaborated with Wisconsin Technical College System human resources professionals to complete the development of the Beyond Bias: Interview Training as one of several initiatives to support the college diversity, equity and inclusion efforts.

Managed the recruitment and hiring process for 36 regular full time and part time positions, averaging 46 days to fill. Reviewed 868 total applicants (data for positions closed through February 2021)

Completed 3,949 internal professional development courses, workshops, and other learning experiences (as of March 2021)

- Provided 291 face-to-face and virtual learning experiences for employees with 43 workshops on Diversity and Inclusion (as of March 2021)
- 573 unduplicated employees completed 2,564 online learning experiences; including online courses, audiobooks, and eBooks (as of March 2021)
- Supported full-time and part-time faculty in completing 36 learning activities for the initial Faculty Quality Assurance System (FQAS) competency standards (as of March 2021)
- Provided several trainings for faculty related to understanding and utilizing teaching strategies to address the needs of students who have experienced trauma; and supporting students mental health during the pandemic.

Continued business continuity and pandemic response through the coordinated efforts of the COVID-19 Response team.

Coordinated and completed a Faculty Quality Assurance Review administered by the Wisconsin Technical College System.

Earned the Go365 Inspire Health Award based on 60% employee engagement in the Go365 wellness program.

Recognized by Gallagher as a "Best in Class Employer for HR Management" (Midsize)

***College Priority: Workplace Culture (continued)***

Enhanced campus security through the development of a threat assessment tool and process.

Created Microsoft Teams training courses, which have run numerous times to date and have been well attended.

Implemented an Agile project methodology for work items, which focuses on breaking down projects into more manageable tasks and are in turn completed in short iterations throughout the project lifecycle.

***College Priority: Economic Driver/Community Impact***

Earned community impact awards by 50 students this academic year for volunteer service performed despite COVID-19, adding to the combined 10,000 hours accumulated by MPTC students and employees.

Received a REACH (Recognizing Excellence in Acceptance and Completion with Honors) award by MPTC Phi Theta Kappa Academic Honor Society (PTK), noting national recognition for program and membership development.

Received funding for five Workforce Advancement Training (WAT) grants, totaling \$710,632 to support initiatives for incumbent worker training in the region. Coordinated a successful Second Annual Dr. Martin Luther King (MLK), Jr., week of Service Literacy Project. Due to COVID-19 restrictions, a virtual event was required, which allowed MPTC to continue to connect with our communities by collaborating with three partner elementary schools—Jan. 18-22, 2021, and beyond. Additionally, 1,000-plus positive-messaged bookmarks were given to each school and, in partnership with Kiwanis of Fabulous Fond du Lac, each school will be purchasing culturally-responsive books for their school libraries.

Developed an external website to highlight purchasing and facility related information for the community.

Developed ten special Non-Traditional Occupations (NTO) Grant funding opportunities for high school dual credit teachers and their classrooms to promote non-traditional occupations to their students, dual credit teachers and their classrooms.

Launched a job board system leading to a significant increase in district employer participation and greater employment opportunities for students and alumni.

## **FACILITIES AND CAPITAL INITIATIVES**

### **Fond du Lac Campus**

#### ***Upper O-Wing Remodel***

A 12,000 square foot remodel of upper O-Wing was completed to meet the needs of the Economic and Workforce Development (EWD) and General Education programs. The remodel provided consolidated and dedicated space for EWD including office space, two training classrooms and a computer lab. General education programs received renovated classrooms and computer labs to assist in new teaching pedagogy. The remodel also included a new set of restrooms and an instructor office suite with conference and focus rooms.

#### ***Resurface Maintenance Courtyard***

The maintenance courtyard area received several updates including: a complete lot resurface with striping, new access-controlled entrance gate, and new conduit pathways for power and data from the exterior of courtyard to the D Building then to main data center. This will allow a redundant internet/cable system to be connected in the future. It also allowed new power and data to the D Building, which allowed more capacity for power and security in this building.

#### ***B-Wing Instructor Suite and Classroom Remodel***

Two faculty office suites in the B-wing were combined into one large open office concept suite with new furniture, focus rooms and a conference room. The gained space was remodeled into a general pilot classroom showcasing different seating options and furniture layouts that periodically change. This will allow student and faculty feedback to dictate future classroom furnishings.

### **West Bend Campus**

#### ***IT & Science Lab Remodel***

The science classroom was remodeled which included a dedicated space for the adjoining Anatomage Lab. The science lab was renovated and upgraded to include new technology and equipment that will allow for future program growth. Three IT & Business Classrooms were remodeled which included the addition of a student data center and isolation lab needed for Cyber Security and media lab for the Interactive Media Design program.

### **District Wide**

#### ***Needlepoint Bipolar Ionization System***

A Global Positioning System (GPS) Needlepoint Bipolar Ionization System was installed in the District's Heating, Venting, and Air Conditioning (HVAC) Units at the three main campuses. The systems enhance the overall occupant safety and comfort within our facilities by placing ions in the air which eliminate air impurities and improve air quality.



## **ACCREDITATION**

Moraine Park Technical College is accredited by the Higher Learning Commission (HLC). Beginning fall 2018, Moraine Park transitioned from the Academic Quality Improvement Program (AQIP) to the Higher Learning Commission's Open Pathway model. This method of accreditation is focused on quality assurance and institutional improvement. The Open Pathway cycle includes a Quality Initiative, which affords institutions the opportunity to pursue improvement projects that meet their current needs and aspirations. The College participates in a rotating schedule of Assurance filings and reviews, quality initiative proposal and report, and comprehensive quality review, which leads to a reaffirmation of accreditation every 10 years.

Moraine Park has:

- Maintained accreditation status in good standing since 2001
- The College received reaffirmation of Accreditation in 9/2018
- Maintained annual action/quality initiative projects

Since selecting HLC's Open Pathway methodology, the College has or will participate in the following activities:

- Submit Institutional Updates report annually
- Submitted Interim Report 7/2020
- Submitted Quality Initiative Proposal 3/2021
- Submit Quality Initiative Report by 12/2023
- Participate in Comprehensive Evaluation and affirmation of accreditation by 12/2024

## **ECONOMIC CONDITION**

The information presented in the financial statements and footnotes is supplemented by information provided below on other factors which may impact financial operations of the District for this year and the future.

### **State and Local Economy**

Over the last year, the Wisconsin economy has had many disruptions caused by the COVID-19 pandemic and the economy has had to deal with the unprecedented volatility. Forecasts suggest that the Wisconsin economy growth will grow at a slow pace with GDP (Gross Domestic Product) growing to about 3%, but not reaching pre-pandemic levels. Personal income in Wisconsin will increase dramatically by about 9.6% in 2021<sup>1</sup>, which largely due to the various income support programs enacted in the Coronavirus Aid, Relief and Economic Security (CARES) Act. The manufacturing sector was forecasted to recover rapidly in 2021 with outputs reaching pre-pandemic levels. The projected recovery of the manufacturing sector is faster than the overall Wisconsin economy, however there was a much larger impact on the leisure and hospitality sector which requires more face-to-face contact. The forecast

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<sup>1</sup> CROWE Policy Brief, January 2021

for the leisure and hospitality sector was revised upward following the reopening of the economy and is now expected to fully recover by mid-2023<sup>2</sup>. Business leaders are taking a market-driven approach to hiring and retaining talent in the coming year. Businesses have transferred successfully to remote employees via digital processes, some businesses might consider making their best-performing solutions permanent<sup>2</sup>. The transition to remote workforce and an increase in digital financial solutions has also increased the need for heightened cybersecurity. According to the 2020 Association for Financial Professionals Payments Fraud and Control Survey, 81% of companies were targets of payments fraud last year<sup>3</sup>.

Wisconsin's unemployment rate peaked in April 2020 at 13.6% which was slightly below the national average of 14.7%. Wisconsin's economy has continued to experience rebound in economic activity with an unemployment rate at 3.9% in September 2021 which is below the national average of 4.8%<sup>4</sup>.

Wisconsin has seen total employment through June recover 70% of the jobs lost<sup>5</sup>. The forecast expects another year of unusually strong growth in 2022 with wages and salaries expanding 5.2% in Wisconsin and 6.4% in the U.S. as labor markets respond to inflation and labor supply constraints (baby boomers retiring, child care, etc.)<sup>5</sup>. Inflation continues to be a concern as the post-pandemic rebound in prices has been stronger than expected. IHS Markit revised up the projection of Consumer Price Index (CPI) inflation for 2021 and 2022 from 3.3% and 2.1% to 3.7% and 2.4%, respectively. They still expect core Personal Consumption Expenditures (PCE) inflation to retreat to 2% after 2021<sup>5</sup>.

The local economy has had similar results to those of the state. Counties within the District have on average seen an increase in unemployment from to 5.9% as of June 30, 2020, which is the highest percentage since 2013. Manufacturing continues to be a top industry within the District employing over 38,000 plus individuals in 2020. Of the 38,000 plus individuals employed in manufacturing, 23,389 were production occupations<sup>6</sup>.

Property values within the District increased over 4.7% in 2020. This is the seventh consecutive year of increase after four years of declines in property values and is the highest valuation. District administration expects growth to continue into the future years.

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<sup>2</sup> 2021 Business Leaders Outlook, [jpmorgan.com/commercial-banking/insights/business-leaders-outlook-2021](https://jpmorgan.com/commercial-banking/insights/business-leaders-outlook-2021)

<sup>3</sup> 2020 AFP Payments Fraud and Control Survey Report

<sup>4</sup> Wisconsin Department of Workforce Development, [dwd.wisconsin.gov/dwd/news.htm](https://dwd.wisconsin.gov/dwd/news.htm)

<sup>5</sup> Wisconsin Economic Outlook, July 2021

<sup>6</sup> Environmental Scan 2020/2021 Moraine Park Technical College

## **State Administration**

The Wisconsin 2021-23 biennial state budget maintains the WTCS outcomes-based funding level at 30% of general aid, which recognizes the value of funding stability. Since WTCS proposed – and the Legislature passed – outcomes-based funding, the state has transitioned through three funding levels and added a 10th criteria for measuring outcomes. With positive results to date, maintaining WTCS outcomes-based funding at the 30% level allows for funding stability while encouraging colleges to sustain their commitments to innovation and improvement. The state budget has once again increased state general aid by \$18 million for the WTCS System over the next two years. The state budget also increased the District's property tax relief aid payments while correspondingly reducing the amount of property tax levy available. The property tax relief aid has been increased by \$29 million for fiscal year 2022 and then by another \$14 million for fiscal year 2023 for the WTCS System.

## **Strategic Planning**

In 2019-20 the District created a new vision, mission and strategic priorities for 2020-2025. Known as Innovation 2025 Strategic Plan, the plan was an in depth and comprehensive process of assessing data, environmental scanning, surveying key stakeholder groups, and conducting focus group interviews. All this information was incorporated to create a vision, mission, values, and strategic objectives that help the District meet stakeholder's changing needs. This plan is an integral part of the fiscal planning as highlighted below. District reserves remain at approximately 25% of expenditures and are within the board recommended guideline of 25%.

## **Fiscal Planning**

Despite the financial restrictions imposed by the State, MPTC maintains a favorable credit rating. In June 2021, Moody's Investors Service assigned an Aaa rating to the District for a general obligation debt sale. The report indicated that "the Aaa rating reflects the college district's large and diverse tax base, above average incomes, strong reserves, low debt burden and manageable pension liabilities. The rating also considers the district's limited revenue raising flexibility and declining enrollment. Enrollment and related revenue declines in fiscal 2021 were offset by federal pandemic relief, so management expects to end fiscal 2021 with a slight net increase in operating reserves".

To address these fiscal challenges, MPTC continually uses the following tools to assist with future directional planning of the District:

- An extensive strategic plan which includes goals and measurable outcomes. All systems utilize this plan to create system-wide and departmental plans which are directly linked to these District goals.
- Annual follow-up studies including graduate placements, employer satisfaction reports, and environmental scanning instruments are used to monitor changes in the labor markets, demographics, technology and academia.

- The District utilizes numerous sources for identifying new program needs. These include the district employment projections data, business and advisory committee input, and peer institution data.
- Academic employees utilize several program assessment tools to measure various aspects of program viability include full time equivalents (FTEs), enrollment, student placement statistics, student persistence and status of assessment measures. Programs not meeting certain measures are suspended and may be terminated in the future.
- The District developed a Facility Master plan in 2006 which is updated annually to create a logical plan for facility building and maintenance projects.
- The Wisconsin Technical College System office requires a three-year facilities plan on an annual basis. This document is updated annually after the master facility plan is reviewed and updated.

These challenges in mind, the long-term financial planning established by the District in conjunction with the District Board will allow Moraine Park to effectively meet the financial needs of operations in the future. The overall current financial position is positive, and MPTC is committed to maintaining a positive status in the future.

## **MANAGEMENT SYSTEMS AND CONTROLS**

Moraine Park Technical College is committed to the development of good management systems and controls. Every effort is made to employ qualified personnel. Likewise, systems are conscientiously developed to enable MPTC employees to function effectively, while providing appropriate levels of supervision and segregation of duties.

### **Accounting System**

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse, and to ensure the reliability of financial and accounting records to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

In addition, as a recipient of state and federal financial assistance, the District is responsible for maintaining an adequate internal control structure to ensure compliance with applicable laws and regulations related to those programs.

We believe the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

## **Budgetary System**

The District's annual budget is prepared in accordance with the requirements of the Wisconsin Technical College System Board. Budgetary responsibility is delegated to the managers of various cost centers of MPTC. Each year employees prepare, present and modify budget plans for the forthcoming year.

At the time the District Board adopts the budget, it establishes the dollar amount of the operational tax levy, not the final mill rate, since valuation figures are not available until October. In addition, the Board may adjust the levy amounts prior to setting the tax rates in October based on more current information. Budgeted amounts are controlled by function within fund; modification or changes to the budget require approval by a two-thirds vote of the District Board. The District also maintains an encumbrance system as one technique of accomplishing budgetary control.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

## **Cash Management**

The District Board adopted an overall investment policy delegating investment responsibility to the Vice President – Finance and Administration. The policy permits investments in any instruments allowed within the Wisconsin Administrative Code.

The District has a handling procedure to ensure all employees who handle cash follow specified procedures to safeguard cash and to protect employees from inappropriate charges of mishandling funds by defining employee responsibilities. All employees who handle cash are required to annually acknowledge and confirm the understanding and compliance with this procedure. This procedure is expected to increase internal controls related to all aspects of cash management.

## **Risk Management**

Since July 2004, the District maintains a comprehensive risk management program through Districts Mutual Insurance Company (DMI). DMI is an insurance company jointly created by all sixteen Wisconsin technical colleges. Through DMI, risk management services include an insurance program for property, cyber risk, casualty, and liability, active committees (safety, security, and risk managers), risk control services, risk management training and specialized services in the District's risk management efforts. The District also has an internal risk management cross functional team to address current and emerging risks. In addition, the District maintains a self-insurance fund which is used to cover the deductible on liability coverage and on small claims for lost or stolen items that fall below the deductible limits.

## Independent Audit

State statutes require an annual audit by independent certified public accountants, in addition to meeting the requirements of the Federal Uniform Guidance and the State Single Audit Guidelines. The accounting firm of CLA (CliftonLarsonAllen LLP) was selected by the District Board to perform the annual audit. The audit report on the basic financial statements is included in the financial section of this report. The auditors' reports that relate specifically to the single audit are found in a separately issued report.

## EXCELLENCE IN FINANCIAL REPORTING

The District will submit this Annual Comprehensive Financial Report to the Government Finance Officers Association (GFOA) for the Certificate of Achievement for Excellence in Financial Reporting. To be awarded this honor, the financial reporting entity must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. This report satisfies both the generally accepted accounting principles and applicable legal requirements.

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to Moraine Park Technical College District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. The Certificate of Achievement is a prestigious national award that recognizes conformance with the highest standards for preparation of state and local government financial reports. A Certificate of Achievement is valid for a period of one year only. This is the 27<sup>TH</sup> consecutive year that Moraine Park Technical College District has received a Certificate of Achievement. We believe our current report continues to conform to the program's requirements, and we are submitting it to GFOA to determine its eligibility for a certificate.

## ACKNOWLEDGMENT

The timely preparation of this report was accomplished through the cooperative and concerted efforts of MPTC's Financial Services, Institutional Effectiveness, and Marketing departments and with the professional services of the District's independent audit firm, CLA. We express our appreciation to our dedicated employees for their many long hours in the preparation of this report. In addition, we convey our appreciation to the MPTC Board of Directors for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,



Bonnie Baerwald, CPA  
President



Carrie Kasubaski, CPA  
Vice President, Finance and Administration





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Moraine Park Technical College  
Wisconsin**

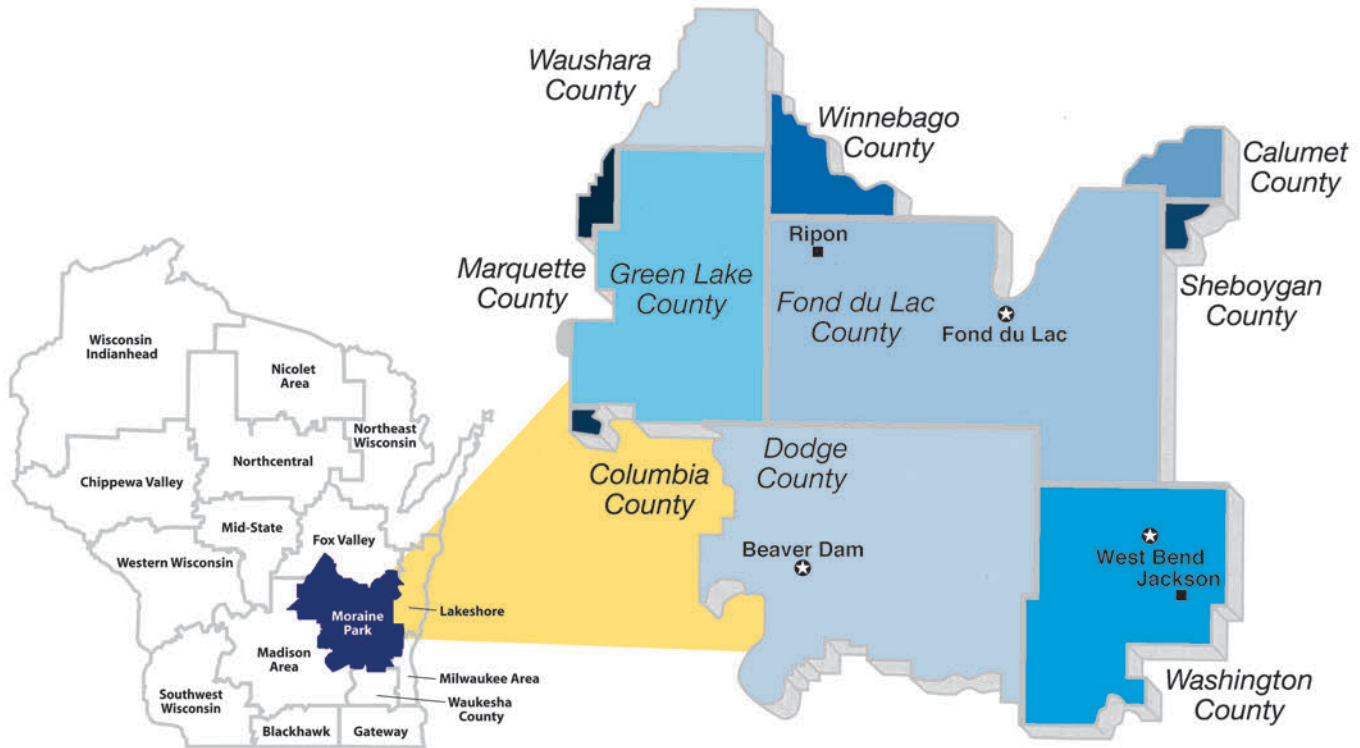
For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

*Christopher P. Morill*

Executive Director/CEO

# Moraine Park Technical College District



- ★ Moraine Park Campuses
- Moraine Park Regional Centers

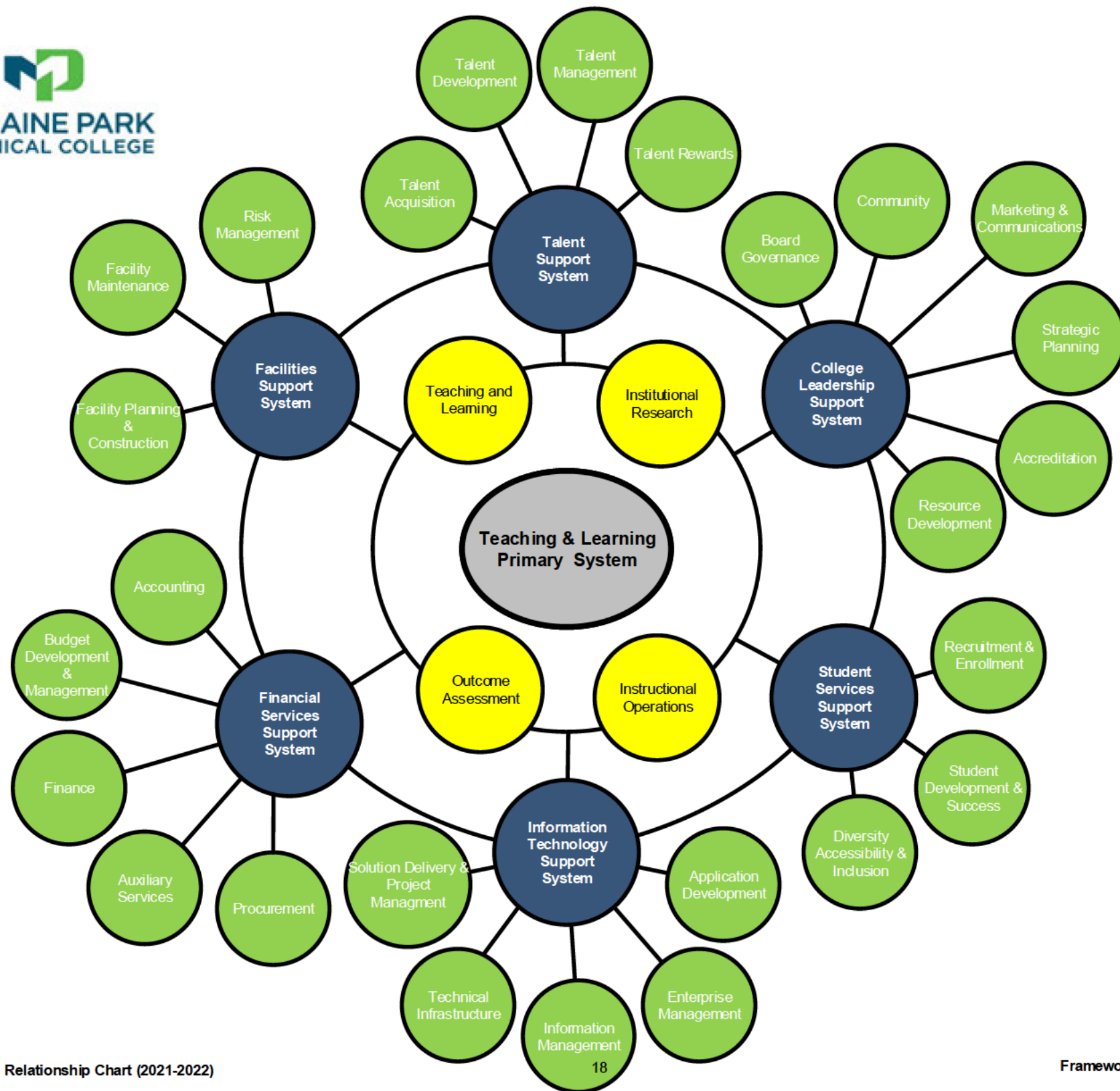
# Moraine Park Technical College

## Board Membership For the Year Ended June 30, 2021

Officers	Name	Membership Type <sup>(a)</sup>	Geographical Area Representation
Chairperson	Bur Zeratsky	Employer Member	Green Lake
Vice Chairperson	Mike Schwab	Elected Official	Jackson
Secretary	Candy Fields	Employee Member	Mt. Calvary
Treasurer	Bob Lloyd	School District Administrator	Lomira
Member	Vernon Jung Jr.	Additional Member	Kewaskum
Member	Tom Hopp	Employer Member	West Bend
Member	Renee Almeida	Employee Member	Beaver Dam
Member	Rob Johnson	Additional Member	West Bend
Member	Kathy Schlieve	Additional Member	Waupun

### Notes

- (a) The MPTC Board is composed of nine (9) members, all of whom are District residents. The membership consists of two (2) employers who have power to employ or discharge, two (2) employees who do not have power to employ or discharge, three (3) additional members, one (1) public school administrator from a school system in the District and one (1) elected official. Board members are appointed by an Appointment Committee consisting of the county board chairpersons of the ten (10) counties in the District. Members of the Board serve three-year terms. Regular meetings of the Board are held on the third Wednesday of each month and, by State Statute, are open to the public. Periodic meetings are scheduled at other times, if necessary, to conduct business on timely issues. Board members receive no compensation for their services but are reimbursed for actual and necessary expenses in the performance of their duties.



## FINANCIAL SECTION



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## Independent auditors' report

To the District Board  
Moraine Park Technical College  
Fond du Lac, Wisconsin

### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of Moraine Park Technical College District, Fond du Lac, Wisconsin (the "District") as of and for the years ended June 30, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### AUDITORS' RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Moraine Park Technical District Foundation, Inc., a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### OPINION

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of the District as of June 30, 2021 and 2020, and the respective changes in financial position and cash flows, where applicable thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## OTHER MATTERS

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 21 through 37 and the schedules relating to pensions and other postemployment benefits on pages 86 through 89 be presented to supplement the basic financial statements. Such information, although not 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.

### Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The financial information listed in the table of contents as supplementary information and the other information, such as the introductory and statistical sections, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary 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. Such 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, based on our audit and the procedures performed as described above, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

## OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

Wauwatosa, Wisconsin  
December 10, 2021

# **Moraine Park Technical College**

## **Management Discussion and Analysis**

Moraine Park Technical College District's Management's Discussion and Analysis (MD&A) of its financial condition provides an overview of financial activity, identifies changes in financial positions, and assists the reader of the financial statements in focusing on noteworthy financial issues.

While maintaining its financial health is crucial to the long-term viability of the District, the primary mission of a public institution of higher education is to provide education and training. Therefore, net position is accumulated only as required to ensure that there are sufficient reserve funds for future operations and implementation of new programs. The MD&A provides summary level financial information; therefore, it should be read in conjunction with the accompanying financial statements.

This annual report consists of a series of financial statements, prepared in accordance with generally accepted accounting principles, as stated in the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, and Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*.

### **Overview of the Basic Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements include the following: 1) statement of net position, 2) statement of revenues, expenses, and changes in net position, 3) statement of cash flows and 4) notes to the financial statements. The District's annual financial report also contains other supplementary information in addition to the basic financial statements themselves to detail fund financial information and the District's compliance with its approved budget.

### **Statement of Net Position**

The Statement of Net Position includes all assets (items that the District owns and amounts owed to the District by others), deferred outflows (inflows) of resources and liabilities (amounts owed to others by the District and what has been collected from others for which a service has not yet been performed). This statement is prepared under the accrual basis of accounting, whereby revenues and assets are recognized when the service is provided, and expenses and liabilities are recognized when others provide the service to the District – regardless of when cash is exchanged.

# Moraine Park Technical College

## Management Discussion and Analysis

The following is a condensed version of the Statement of Net Position as of June 30, 2021, 2020, and 2019 (dollars in thousands).

			Increase/(Decrease)			Increase/(Decrease)	
			\$	%		\$	%
	2021	2020	2021-2020		2019	2020-2019	
<b>Assets</b>							
Cash and investments	\$ 31,498	\$ 30,838	\$ 660	2.1%	\$ 26,447	\$ 4,391	16.6%
Net capital assets	61,256	60,440	816	1.4%	57,577	2,863	5.0%
Other assets	24,355	16,345	8,010	49.0%	12,076	4,269	35.4%
Total assets	117,109	107,623	9,486	8.8%	96,100	11,523	12.0%
Deferred Outflows of Resources	17,591	12,415	5,176	41.7%	16,303	(3,888)	-23.8%
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 134,700</b>	<b>\$ 120,038</b>	<b>\$ 14,662</b>	<b>12.2%</b>	<b>\$ 112,403</b>	<b>\$ 7,635</b>	<b>6.8%</b>
<b>Liabilities</b>							
Current Liabilities	11,614	11,483	131	1.1%	9,943	1,540	15.5%
Noncurrent liabilities	24,002	22,179	1,823	8.2%	26,254	(4,075)	-15.5%
Total liabilities	35,616	33,662	1,954	5.8%	36,197	(2,535)	-7.0%
Deferred Inflows of Resources	25,515	18,062	7,453	41.3%	10,100	7,962	78.8%
<b>Net position</b>							
Net investment in capital assets	34,796	36,216	(1,420)	-3.9%	36,996	(780)	-2.1%
Restricted	14,980	9,269	5,711	61.6%	3,005	6,264	208.5%
Unrestricted	23,793	22,829	964	4.2%	26,105	(3,276)	-12.5%
Total net position	73,569	68,314	5,255	7.7%	66,106	2,208	3.3%
<b>Total Liabilities, Deferred Inflows of Resources and Net Position</b>	<b>\$ 134,700</b>	<b>\$ 120,038</b>	<b>\$ 14,662</b>	<b>12.2%</b>	<b>\$ 112,403</b>	<b>\$ 7,635</b>	<b>6.8%</b>

# Moraine Park Technical College

## Management Discussion and Analysis

### Fiscal Year 2021 Compared to 2020

Details of the changes in assets, deferred outflows/inflows of resources, liabilities, and net position between 2021 and 2020 include the following:

- Assets increased approximately \$9.5 million, or 8.8%, during 2021.
  - Cash and investments (including restricted cash) increased \$660,000 or 2.1% as a result of the factors discussed in the Statement of Cash Flows below.
  - Net capital assets increased over \$816,000 or 1.4% as a result of net 2021 asset additions exceeding depreciation for the year.
  - The other assets category is largely made up of receivable balances as of June 30, 2021, the largest of these being property taxes at \$4.2 million and student fees at \$1.2 million, which were less than 2020.
  - In 2021 there is a noncurrent asset, included as part of other assets, for net pension assets related to the Wisconsin Retirement System, this results in an increase of \$5.2 million. Pensions are discussed further in Note E.
  - In 2021 a deferred outflow of resources of \$17.5 million was reported as a result of GASB 68 and 71 pension accounting standards, this is an increase of \$5.2 million from the previous year.
- Liabilities increased by \$1.9 million, or 5.8%, during 2021.
  - Current liabilities increased by \$131,000, or 1.1% from prior year. This is a result of a combination of decreases and increases. The largest changes being in accounts payable with a decrease of \$542,000 or 23.8% and accrued payroll, payroll taxes, and retirement with an increase of \$980,000 or 29.2% from the previous year.
  - Non-current liabilities increased by \$1.8 million, or 8.2%. This is a result of the issuance of long-term debt exceeding principal payments in the current year.
  - In 2021 a deferred inflow of resources of \$25.5 million was recorded as a result of GASB 68 and 71 pension accounting standards, this is an increase of \$7.4 million from the previous year. Pensions are discussed further in Note E.



# Moraine Park Technical College

## Management Discussion and Analysis

- Net position increased \$5.2 million, or 7.7% from 2020 to 2021.
  - Net investment in capital assets decreased \$1.4 million, or 3.9% due to the increase in capital assets offset by depreciation expense and the net impact of repayments and issuances of general obligation notes payable used to finance capital acquisitions.
  - Unrestricted net position increased by \$964,000, or 4.2% from the prior year reflecting the proportionate share net pension liability (assets) of GASB Statements No. 68 and 71 pension accounting standards.

### Fiscal Year 2020 Compared to 2019

Details of the changes in assets, deferred outflows/inflows of resources, liabilities, and net position between 2020 and 2019 include the following:

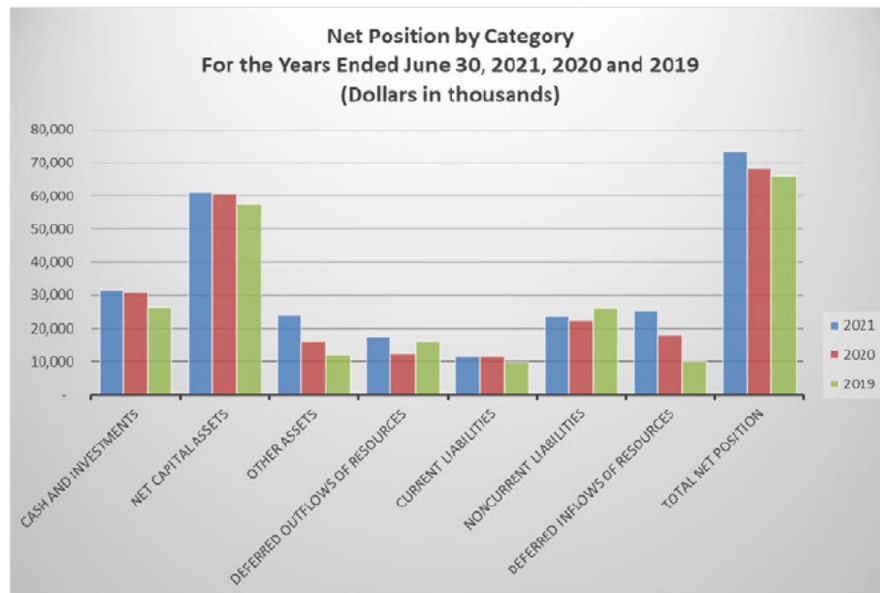
- Assets increased approximately \$11.5 million, or 12.0%, during 2020.
  - Cash and investments (including restricted cash) increased \$4.4 million or 16.6% as a result of the factors discussed in the Statement of Cash Flows below.
  - Net capital assets increased over \$2.8 million, or 5.0% as a result of net 2020 asset additions exceeding depreciation for the year.
  - The other assets category is largely made up of receivable balances as of June 30, 2020, the largest of these being property taxes at \$4.3 million and student fees at \$1.2 million, which were less than 2019.
  - In 2020 there is a noncurrent asset, included as part of other assets, for net pension assets related to the Wisconsin Retirement System, this results in an increase of \$5.7 million. Pensions are discussed further in Note E.
  - In 2020 a deferred outflow of resources of \$12.4 million was reported as a result of GASB 68 and 71 pension accounting standards, this is a decrease of \$3.9 million from the previous year.
- Liabilities decreased by \$2.5 million, or 7.0%, during 2020.
  - Current liabilities increased by \$1.5 million, or 15.5% from prior year. This is a result of a combination of decreases and increases. The largest changes being in accounts payable with an increase of \$540,000 or 31.0% and accrued payroll, payroll taxes, and retirement with an increase of \$695,000 or 26.1% from the previous year.
  - Non-current liabilities decreased by \$4.1 million, or 15.5%. This is a result of GASB 68 and 71 pension accounting standards. Pensions are discussed further in Note E.

# Moraine Park Technical College

## Management Discussion and Analysis

- In 2020 a deferred inflow of resources of \$18.1 million was recorded as a result of GASB 68 and 71 pension accounting standards, this is an increase of \$7.9 million from the previous year. Pensions are discussed further in Note E.
- Net position increased \$2.2 million, or 3.3% from 2019 to 2020.
  - Net investment in capital assets decreased \$780,000, or 2.1% due to the increase in capital assets offset by depreciation expense and the net impact of repayments and issuances of general obligation notes payable used to finance capital acquisitions.
  - Unrestricted net position decreased by \$3.3 million, or 12.5% from the prior year reflecting the proportionate share net pension liability (assets) of GASB Statements No. 68 and 71 pension accounting standards.

Below is a graphical illustration of net position by category for the fiscal years ended June 30, 2021, 2020 and 2019:



### Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents the revenues earned and expenses incurred during the year. Activities are reported as either operating or non-operating. In general, a public college such as Moraine Park Technical College will report an operating deficit or loss, as the financial reporting model classifies state appropriations and property taxes as non-operating revenues. The utilization of capital assets is reflected in the financial statements as depreciation which amortizes the cost of an asset over its expected useful life.

# Moraine Park Technical College

## Management Discussion and Analysis

The following is a condensed version of the Statement of Revenues, Expenses, and Changes in Net Position for the years ended June 30, 2021, 2020, and 2019 (dollars in thousands):

	2021	2020	Increase / (Decrease)		2019	Increase / (Decrease)	
			\$	%		\$	%
			2021 - 2020			2020 - 2019	
<b>Operating Revenues</b>							
Tuition & fees	\$ 5,506	\$ 6,601	\$ (1,095)	-16.6%	\$ 6,748	\$ (147)	-2.2%
Federal and state grants	3,266	3,310	(44)	-1.3%	3,706	(396)	-10.7%
Contract revenues	2,754	3,056	(302)	-9.9%	3,488	(432)	-12.4%
Auxiliary enterprise revenues	151	142	9	6.3%	210	(68)	-32.4%
Miscellaneous	800	973	(173)	-17.8%	870	103	11.8%
Operating revenues	12,477	14,082	(1,605)	-11.4%	15,022	(940)	-6.3%
<b>Non-operating Revenues</b>							
Property taxes	17,848	17,417	431	2.5%	16,947	470	2.8%
State operating appropriations	24,923	25,218	(295)	-1.2%	24,621	597	2.4%
Federal financial assistance - Pell	3,006	3,480	(474)	-13.6%	3,304	176	5.3%
Federal grants-COVID	3,454	632	2,822	0.0%	-	632	0.0%
Gain on disposal of capital assets	-	4	(4)	0.0%	-	4	0.0%
Investment income	98	783	(685)	-87.5%	899	(116)	-12.9%
Non-operating revenues	49,329	47,534	1,795	3.8%	45,771	1,763	3.9%
<b>Capital Contributions</b>							
Federal, state, and other capital grants	184	30	154	513.3%	166	(136)	-81.9%
<b>Total Revenues</b>	<b>\$ 61,990</b>	<b>\$ 61,646</b>	<b>\$ 344</b>	<b>0.6%</b>	<b>\$ 60,959</b>	<b>\$ 687</b>	<b>1.1%</b>
<b>Operating Expenses</b>							
Instruction	\$ 24,661	\$ 26,243	\$ (1,582)	-6.0%	\$ 27,018	\$ (775)	-2.9%
Instructional resources	2,090	2,295	(205)	-8.9%	2,243	52	2.3%
Student services	6,939	7,646	(707)	-9.2%	8,482	(836)	-9.9%
General institutional	10,559	11,007	(448)	-4.1%	10,746	261	2.4%
Physical plant	5,540	5,112	428	8.4%	4,109	1,003	24.4%
Auxiliary enterprise services	345	245	100	40.8%	350	(105)	-30.0%
Depreciation	3,551	3,369	182	5.4%	3,206	163	5.1%
Student aid	2,316	2,961	(645)	-21.8%	2,642	319	12.1%
Operating expense	56,001	58,878	(2,877)	-4.9%	58,796	82	0.1%
<b>Non-operating Expenses</b>							
Loss on disposal of capital assets	132	-	132	0.0%	313	(313)	-100.0%
Interest expense	602	560	42	7.5%	513	47	9.2%
Non-operating Expenses:	734	560	174	31.1%	826	(266)	-32.2%
<b>Total Expenses</b>	<b>56,735</b>	<b>59,438</b>	<b>(2,703)</b>	<b>-4.5%</b>	<b>59,622</b>	<b>(184)</b>	<b>-0.3%</b>
<b>Change in net position</b>	<b>5,255</b>	<b>2,208</b>	<b>3,047</b>	<b>138.0%</b>	<b>1,337</b>	<b>871</b>	<b>65.1%</b>
<b>Net Position</b>							
Beginning of year	68,314	66,106			64,769		
End of year	\$ 73,569	\$ 68,314			\$ 66,106		



# Moraine Park Technical College

## Management Discussion and Analysis

### Fiscal Year 2021 Compared to 2020

Operating revenues are the charges for services offered by the District. During 2021, Moraine Park generated \$12.5 million of operating revenues. This was a decrease of \$1.6 million, or 11.4% compared to the prior year. Significant items were as follows:

- The tuition and fees revenue decreased by \$1.1 million, or 16.6% from last year. The majority of this was due to the number of students not enrolling as a result of the COVID-19 pandemic.
- The federal and state grants revenue decreased by \$44,000, or 1.3% from last year. The majority of this was due to a number of federal and state grants being extended beyond the fiscal year as a result of the COVID-19 pandemic, therefore deferring the activities until the next fiscal year.
- The contract revenue decreased by \$302,000, or 9.9% from last year due to contracts being cancelled, postponed or entry into facilities/businesses not allowed as a result of the COVID-19 pandemic.

Operating expenses are costs related to offering the programs of the District. During 2021, operating expenses decreased about \$2.9 million, or approximately 4.9% from the prior year. The decrease was primarily due to a combination of the following:

- Fringe benefits decreased by about \$3.5 million or 36.1% from last year. The large decrease was due to the GASB 68 and 71 pension plan adjustments, offset by an overall increase in all the benefit rates from prior year.
- Student aid expense decreased by \$645,000 or 21.8% from last year. This decrease was due to the student emergency aid expense distributed from the CARES Act (Coronavirus Aid, Relief, and Economic Security Act) funding from the prior year.
- Other contracted services increased by about \$1.0 million or 13.3% from last year. The majority of this is due to noncapital technology related costs.
- Supplies, printing, and minor equipment increased by \$356,000 or 15.9% and rentals, travel, memberships, and subscriptions decreased by \$332,000 or 47.9% from last year. These categories contributed to the overall net decrease of operating expenses.

Non-operating revenues and expenses are items not directly related to providing instruction. The most significant components of non-operating revenues and expenses include the following:

- Non-operating expenses are primarily a function of interest paid on the District's long-term debt. During 2021, interest expense increased due in part to an increase in the amount of outstanding long-term debt issues continuing to increase.

Overall the net position increased by \$5.2 million, or 7.7% as a result of the above activity.

# Moraine Park Technical College

## Management Discussion and Analysis

### Fiscal Year 2020 Compared to 2019

Operating revenues are the charges for services offered by the District. During 2020, Moraine Park generated \$14.1 million of operating revenues. This was a decrease of \$940,000, or 6.3% compared to the prior year. Significant items were as follows:

- The tuition and fees revenue decreased by \$147,000, or 2.2% from last year. The majority of this was due to the number of courses cancelled or students not enrolling as a result of the COVID-19 pandemic.
- The federal and state grants revenue decreased by \$396,000, or 10.7% from last year. The majority of this was due to a number of state grants being extended beyond the fiscal year as a result of the COVID-19 pandemic.
- The contract revenue decreased by \$432,000, or 12.4% from last year due to contracts being cancelled or postponed into the next fiscal year as a result of the COVID-19 pandemic.

Operating expenses are costs related to offering the programs of the District. During 2020, operating expenses increased about \$82,000, or approximately 0.1% from the prior year. The slight increase was primarily due to a combination of the following:

- Fringe benefits decreased by about \$3.1 million or 24.6% from last year. The decrease was due to the one time consortium reserve payments made in 2019 of \$500,000, the large GASB 68 and 71 pension plan adjustments, offset by an overall increase in all the benefit rates from prior year.
- Student aid expense increased by \$319,000 or 12.1% from last year. This increase was due to the student emergency aid expense distributed from the CARES Act (Coronavirus Aid, Relief, and Economic Security Act) funding.
- Other contracted services increased by about \$1.2 million or 19.4% from last year. The majority of this is due to noncapital technology related costs.
- Supplies, printing, and minor equipment increased by \$575,000 or 34.4% and rentals, repairs, and maintenance also increased by \$240,000 or 47.3% from last year. These categories contributed to the overall net increase of operating expenses.

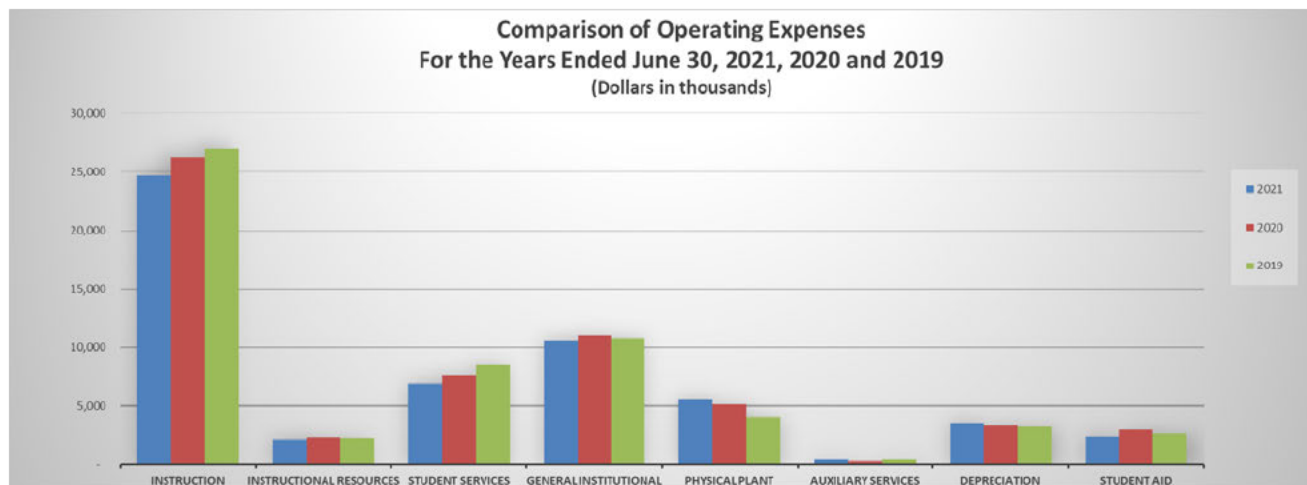
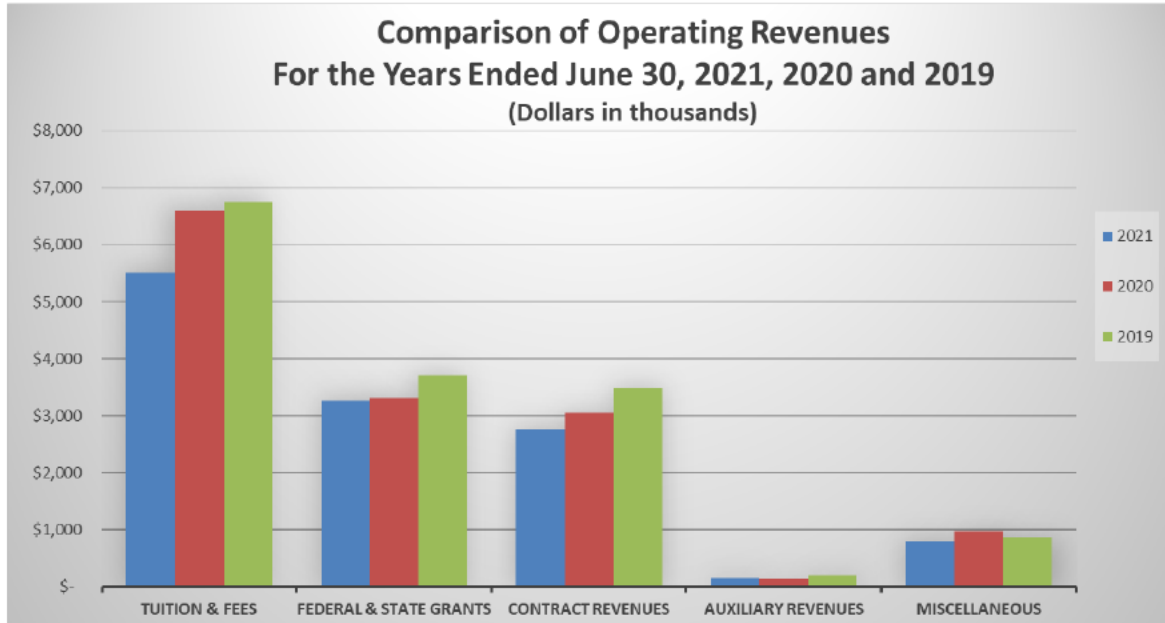
Non-operating revenues and expenses are items not directly related to providing instruction. The most significant components of non-operating revenues and expenses include the following:

- Non-operating expenses are primarily a function of interest paid on the District's long-term debt. During 2020, interest expense increased due in part to an increase in the amount of outstanding long-term debt issues continuing to increase.

# Moraine Park Technical College

## Management Discussion and Analysis

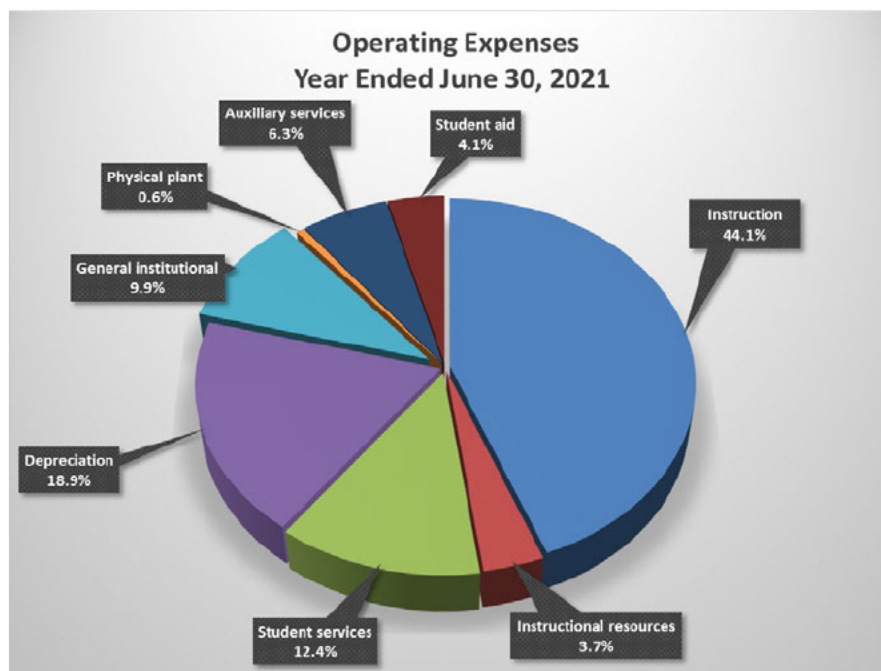
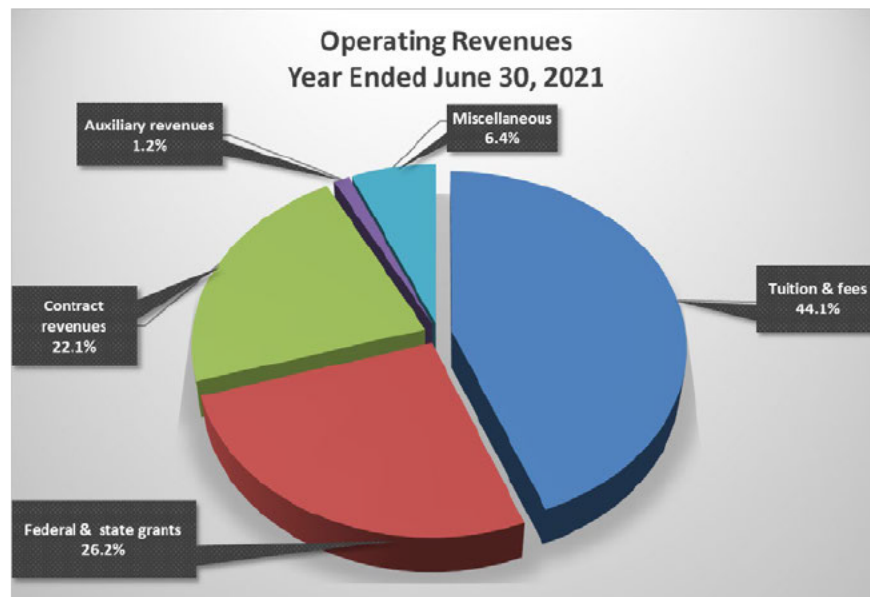
Overall the net position increased by \$2.2 million, or 3.3% as a result of the above activity. Below is a graphical illustration comparing operating revenues by type and expenses by function for the fiscal years ended June 30, 2021, 2020 and 2019:



# Moraine Park Technical College

## Management Discussion and Analysis

Below is a graphical illustration of total operating revenues and expenses for the fiscal year ended June 30, 2021:



# Moraine Park Technical College

## Management Discussion and Analysis

### Statement of Cash Flows

The Statement of Cash Flows presents information related to cash inflows and outflows summarized by operating, capital, financing, and investing activities. This statement is important in evaluating the District's ability to meet financial obligations as they mature.

The following schedule shows the major components of the Statement of Cash Flows for the years ended June 30, 2021, 2020, and 2019.

	2021	2020	Increase / (Decrease)		2019	Increase / (Decrease)	
			\$	%		\$	%
			2021-2020			2020-2019	
Cash used in operating activities	\$ (44,995)	\$ (40,720)	\$ (4,275)	10.5%	\$ (39,013)	\$ (1,707)	4.4%
Cash provided by non-capital financing activities	49,294	46,697	2,597	5.6%	44,709	1,988	4.4%
Cash used in capital and related financing activities	(2,963)	(3,660)	697	-19.0%	(8,159)	4,499	-55.1%
Cash provided by (used in) investing activities	(722)	2,041	(2,763)	-135.4%	(1,721)	3,762	-218.6%
Net increase (decrease) in cash and cash equivalents	614	4,358	(3,744)	-85.9%	(4,184)	8,542	-204.2%
Cash and cash equivalents - Beginning of year	15,251	10,893			15,077		
Cash and cash equivalents - End of year	<u>\$ 15,865</u>	<u>\$ 15,251</u>			<u>\$ 10,893</u>		

### Fiscal Year 2021 Compared to 2020

During the fiscal year ended June 30, 2021, the District had a net increase in cash and cash equivalents of approximately \$614,000, or 4.0%. Factors contributing to the increase included the following:

- As in previous years, the largest component of cash used in operating activities was payments to employees for salaries/wages and benefits. Overall payments in this category remained relatively consistent, with a decrease of 0.7% from the previous year.
- The cash used in capital and related financing activities is primarily made up of two categories of cash flows: purchases of capital assets and debt activity (debt proceeds and principal and interest payments). Capital purchases decreased from prior year. Proceeds from issuance of debt increased and principal payments on debt increased from the prior year. Further information is provided in Note D. The combined effect of these changes resulted in an overall net increase in the category of cash used in capital and related financing activities as compared to 2020.

Overall, the District had a net increase in cash and cash equivalents of approximately \$614,000.



# Moraine Park Technical College

## Management Discussion and Analysis

### Fiscal Year 2020 Compared to 2019

During the fiscal year ended June 30, 2020, the District had a net increase in cash and cash equivalents of approximately \$4.4 million, or 40.0%. Factors contributing to the increase included the following:

- As in previous years, the largest component of cash used in operating activities was payments to employees for salaries/wages and benefits. Overall payments in this category remained relatively consistent, with a decrease of 1.0% from the previous year.
- The cash used in capital and related financing activities is primarily made up of two categories of cash flows: purchases of capital assets and debt activity (debt proceeds and principal and interest payments). Capital purchases decreased from prior year. Proceeds from issuance of debt increased and principal payments on debt decreased from the prior year. Further information is provided in Note D. The combined effect of these changes resulted in an overall net increase in the category of cash used in capital and related financing activities as compared to 2019.

Overall, the District had a net increase in cash and cash equivalents of approximately \$4.4 million.

### Capital Assets

The District's investment in capital assets includes land, land improvements, buildings, furniture and equipment, computer software, and construction in progress. The change in capital assets is shown below as of June 30, 2021, 2020 and 2019 (dollars in thousands):

	Increase / (Decrease)				Increase / (Decrease)			
			\$	%		\$	%	
	2021	2020	2021 - 2020		2019	2020 - 2019		
Capital assets not being depreciated:								
Land	\$ 839	\$ 839	\$ -	0.0%	\$ 839	\$ -	0.0%	
Construction in progress	3,166	4,671	(1,505)	100.0%	3,219	1,452	45.1%	
Total capital assets not being depreciated	4,005	5,510	(1,505)	-27.3%	4,058	1,452	35.8%	
Capital assets being depreciated, net:								
Land improvements	1,121	1,218	(97)	-8.0%	1,096	122	11.1%	
Buildings and building improvements	47,653	46,249	1,404	3.0%	45,317	932	2.1%	
Furniture and equipment	8,477	7,463	1,014	13.6%	7,106	357	5.0%	
Total capital assets being depreciated, net	57,251	54,930	2,321	4.2%	53,519	1,411	2.6%	
Net capital assets	\$ 61,256	\$ 60,440	\$ 816	1.4%	\$ 57,577	2,863	5.0%	

Additional information on the District's capital assets can be found in Note C.

# Moraine Park Technical College

## Management Discussion and Analysis

### Debt Administration

At the end of the current fiscal year, the District had total general obligation debt outstanding of \$27.7 million which is backed by the full faith and credit of the District (dollars in thousands).

The District's total general obligation debt outstanding as of June 30, 2021, 2020 and 2019 respectively is as follows:

	2021	2020	Increase / (Decrease)		2019	Increase / (Decrease)	
			\$	%		\$	%
			2021-2020			2020-2019	
General obligation notes	\$ 27,710	\$ 26,410	\$ 1,300	4.9%	\$ 24,245	\$ 2,165	8.9%
Debt premiums	699	500	199	39.8%	201	299	59.8%
Long-term obligations	<u>\$ 28,409</u>	<u>\$ 26,910</u>	<u>\$ 1,499</u>	<u>5.6%</u>	<u>\$ 24,446</u>	<u>2,464</u>	<u>10.1%</u>

The District's total debt increased by \$1.3 million or 4.9% during the current fiscal year as the District issued \$7.0 million of general obligation debt to finance capital asset additions while retiring \$5.7 million through property taxes levied and fund balance for debt service.

The District's notes continue to maintain a Moody's Investors Service Aaa rating and the average life of debt ranges from five to ten years. All general obligation debt for equipment is repaid in five years, while debt related to building and remodeling is repaid in 10 years. Additional information on the District's long-term debt can be found in Note D.

### Financial Position

The District does not anticipate having to obtain short-term borrowing for cash flow purposes, which is consistent with previous years. The District also has diversified sources of revenues consisting of property taxes, state aid, student fees, federal and state grants, and other sources to meet the expenses of the District. With a diversity of revenues and a favorable location near major employment centers, Moraine Park will continue to obtain the resources to adequately finance normal enrollment over the next decade.

Overall, the District is confident that its long-term financial condition is stable. Operational reserves are strong and for 2020-21 represent over 25% of operational expenses on a budgetary basis. Finally, the debt burden is reasonable and is structured to be paid back in a relatively short, aggressive timeframe. The District is positioned to maintain a positive financial structure in the foreseeable future.

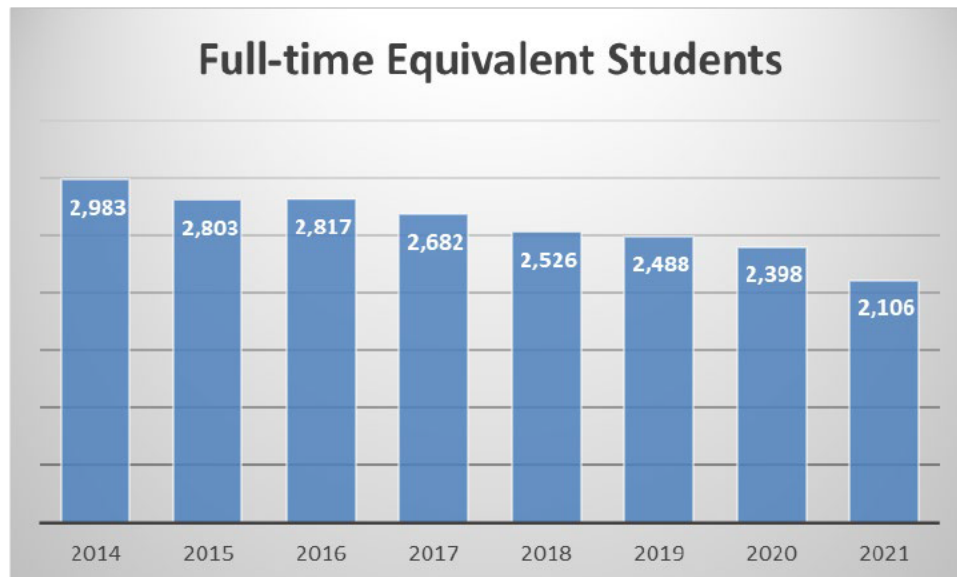
# Moraine Park Technical College

## Management Discussion and Analysis

### Economic Factors

The District is now more reliant on the tuition revenue generated by enrollments than ever before. Enrollments can fluctuate significantly based on the economy. The District continues to see a decline in enrollments which is a concern. In 2020 and 2021 enrollments decreased once again by 3.6% to 2,398 and by 12.2% to 2,106, respectively. The College is striving to grow enrollments and has implemented strategic initiatives to improve retention and grow enrollments.

Below is a graphical presentation of the annual FTEs since 2014:



In addition to decreases in enrollment, there are some other challenges and critical concerns that the District has identified:

- A decrease in the number of high school graduates throughout the District and a high demand for workers, increase wages has significantly increased the competition for students as it relates to post-secondary education.
- Colleges are experiencing a significant increase in mental health issues in the student populations. Dealing and managing the student mental health issues requires an array of resources that have resulted in increased costs for the college.
- A growing demand for technology for data management, communication, instructional delivery, and security continue to require infrastructure investment, and personnel resources. The increased costs have placed additional burdens on resource challenged budgets.



# **Moraine Park Technical College**

## **Management Discussion and Analysis**

- The District continues to work to navigate its way through changes based on legislation passed in Wisconsin that effect the District's ability to levy taxes and receive state aids. Changing funding levels, state aid amounts that will not increase and unfunded mandates of the state and federal government continue to make it challenging for the college to balance its budget.
- While the legislation enacted in fiscal 2015 and additional legislation in 2021 to shift a large portion of the District's funding from local tax levy to state aid included a mechanism to restore the levy if state funding was ever reduced, the District is aware of the negative impact a subsequent levy increase could have.
- The mandate for other post-employment benefits reporting and new GASB disclosures on pension plans will prompt additional financial planning and funding to offset the long-term financial impact.
- Health insurance costs in comparison to economic growth will continue to rise. These increases will force changes to benefit packages creating more competition for new hires.
- Recruiting and hiring qualified talent will continue to be a struggle as the skills gap and worker shortage (more employees retiring than coming into the workforce) increases.
- Continuing efforts to introduce sustainability components to all building projects and services at the District will increase up-front costs. Although return on investment is substantiated, resources for the initial investment may be significant.
- Investment revenue has continued to fluctuate from year to year due to the volatile financial markets. When the market is trending up this has allowed opportunity for an alternative revenue stream.
- The need to remain current with expanding technology is great. Technology-related expenses to include mobile/remote/cloud technology applications are a key requirement in providing a competitive, top-notch education. The expansion and ability to serve students in a remote learning capacity has proven invaluable in these ever changing times of the COVID-19 pandemic.

# **Moraine Park Technical College**

## **Management Discussion and Analysis**

Despite these challenges, the employees continually work to improve the financial condition of the District by working on existing and new opportunities as indicated below:

- Expand articulation agreements, college pathways, and joint efforts with college members of the UW System and private colleges to provide seamless transition for students as they continue to pursue advanced degrees.
- District administrators meet with state/local officials and business leaders to build a robust working relationship to understand the impact the WTCS has on workforce training and the skilled worker shortage local businesses are experiencing. Based on the current state of the economy it is important to maintain those relationships to provide and understand the skills, resources, and education required to remain relevant and effective meeting their needs in a dynamic environment.
- The College continues efforts to increase dual credit offerings to high school students within the District; these offerings allow high school students the opportunity to earn both high school and college credit, which leads to shorter degree attainment time, and greater earning power for graduates.
- The College is a leader in business and industry training. Efforts continue to meet with local officials and business leaders to provide customized training, and create strategic partnerships with the support of Wisconsin Advanced Training (WAT) and other grants offered by the State of Wisconsin. These grants reduce the cost of training for the businesses, thereby increasing the number of individuals receiving training as part of their professional development. The training is a crucial component in the businesses efforts to maintain relevant and competitive.
- A rigorous program and services review process is used to ensure the evolving demands of District stakeholders and the State's workforce demands. Significant emphasis is placed on the student retention efforts, recruitment of high school students and assessing the success of each students' career path.
- All District counties have a higher percentage of their population compared to state and national levels whose highest level of education is a high school diploma / GED. However, Dodge, Fond du Lac and Manitowoc counties have higher percentages of their population whose highest educational attainment is an Associate's Degree, compared to state and national levels. Generally, the District counties have a lower level of educational attainment compared to the state and national levels; however, this may be directly related to the industries and occupations in this area requiring lower levels of education.

# **Moraine Park Technical College**

## **Management Discussion and Analysis**

- Joining statewide efforts within the Wisconsin Technical College System to save resources as demonstrated by the following:
  - State purchasing consortium group – efforts have generated more than \$615,000 in savings alone for the District during 2020-21.
  - Districts Mutual Insurance Company – an insurance company created by the sixteen technical colleges in Wisconsin to provide all services related to full risk management services including administration of general liability, property, auto, worker's compensation, and educator's legal liability insurance lines.
  - Joint library consortium that allows all members to access centralized databases and electronic subscriptions at significantly reduced costs.
  - Effective July 1, 2015 the District started collaborating with other technical colleges on a joint insurance consortium to obtain health care and related services with significant discounts through the use of joint purchasing.

### **Contacting the District's Financial Management**

The financial report is designed to provide a general overview of the District's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Vice President – Finance and Administration, 235 N. National Avenue, Fond du Lac, WI 54935.

# Moraine Park Technical College

## Statements of Net Position

As of June 30, 2021 and 2020

	2021		2020	
	District	Foundation	District	Foundation
<b>Assets</b>				
<i>Current Assets</i>				
Cash and investments	\$ 20,383,780	\$ 671,166	\$ 19,574,013	\$ 587,576
Accounts receivable	1,088,821	-	394,189	-
Property taxes receivable	4,255,632	-	4,317,812	-
Federal and state aid receivable	1,365,990	-	1,021,783	-
Unconditional promises to give	-	82,348	-	106,917
Student fees receivable	1,177,685	-	1,291,684	-
Inventories	53,527	-	54,692	-
Prepaid expenses	1,764,215	-	1,371,579	-
Deposit	1,269,643	-	579,510	-
Total current assets	31,359,293	753,514	28,605,262	694,493
<i>Non-current Assets</i>				
Restricted cash and investments	11,114,213	3,768,851	11,263,570	3,249,535
Other post-employment asset	2,448,120	-	1,610,014	-
Net pension asset	10,931,001	-	5,704,006	-
Capital assets	107,364,054	-	104,725,020	-
Less accumulated depreciation	(46,108,331)	-	(44,285,281)	-
Total non-current assets	85,749,057	3,768,851	79,017,329	3,249,535
Total Assets	117,108,350	4,522,365	107,622,591	3,944,028
<b>Deferred Outflows of Resources</b>				
Deferred outflows related to pension	17,205,339	-	12,415,334	-
Deferred outflows related to OPEB	385,653	-	-	-
Total deferred outflows of resources	17,590,992	-	12,415,334	-
<b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 134,699,342</b>	<b>\$ 4,522,365</b>	<b>\$ 120,037,925</b>	<b>\$ 3,944,028</b>
<b>Liabilities</b>				
<i>Current Liabilities</i>				
Accounts payable	\$ 1,736,138	\$ 19,170	\$ 2,278,764	\$ 4,801
Accrued payroll, payroll taxes, and retirement	4,334,856	-	3,354,758	-
Accrued vacation	507,765	-	564,016	-
Accrued interest	149,302	-	144,678	-
Unearned revenue - student fees	479,342	-	403,586	-
Other unearned revenue	114	-	6,186	-
General obligation debt - current portion	4,406,057	-	4,730,484	-
Total current liabilities	11,613,574	19,170	11,482,472	4,801
<i>Non-current Liabilities</i>				
General obligation debt	24,002,488	-	22,179,391	-
Total long-term liabilities	24,002,488	-	22,179,391	-
Total Liabilities	35,616,062	19,170	33,661,863	4,801
<b>Deferred Inflows of Resources</b>				
Deferred inflows related to pension	23,970,014	-	17,096,619	-
Deferred inflows related to OPEB	1,544,575	-	965,617	-
Total deferred inflows of resources	25,514,589	-	18,062,236	-
<b>Net Position</b>				
Net investment in capital assets	34,795,763	-	36,216,100	-
Restricted for net pension / OPEB asset	13,379,121	-	7,314,020	-
Restricted for debt service	603,336	-	1,275,379	-
Restricted for student clubs and organizations	997,247	-	679,281	-
Restricted for scholarships and other activities	-	3,673,350	-	3,239,297
Unrestricted	23,793,224	829,845	22,829,046	699,930
Total Net Position	73,568,691	4,503,195	68,313,826	3,939,227
<b>Total Liabilities, Deferred Inflow of Resources and Net Position</b>	<b>\$ 134,699,342</b>	<b>\$ 4,522,365</b>	<b>\$ 120,037,925</b>	<b>\$ 3,944,028</b>

The accompanying notes are an integral part of these statements.



# Moraine Park Technical College

## Statements of Revenues, Expenses and Changes in Net Position

For the years ended June 30, 2021 and 2020

	2021		2020	
	District	Foundation	District	Foundation
<b>Operating Revenues</b>				
Student program fees, net of scholarship allowances of \$2,664,114 and \$1,868,377 for 2021 and 2020, respectively	\$ 4,338,448	\$ -	\$ 5,213,524	\$ -
Student material fees, net of scholarship allowances of \$118,186 and \$96,576 for 2021 and 2020, respectively	192,464	-	269,484	-
Other student fees, net of scholarship allowances of \$334,525 and \$253,451 for 2021 and 2020, respectively	974,590	-	1,117,577	-
Federal grants	1,180,329	-	1,150,594	-
State grants	2,086,097	-	2,159,684	-
Contract revenue	2,753,963	-	3,055,756	-
Auxiliary enterprise revenues	150,947	-	142,418	-
Miscellaneous	800,497	870,614	973,344	696,286
Total operating revenues	<u>12,477,335</u>	<u>870,614</u>	<u>14,082,381</u>	<u>696,286</u>
<b>Operating expenses</b>				
Instruction	24,660,993	-	26,243,156	-
Instructional resources	2,090,457	-	2,295,065	-
Student services	6,939,331	-	7,646,413	-
General institutional	10,558,880	735,659	11,007,123	511,033
Physical plant	5,540,013	-	5,111,656	-
Auxiliary enterprise services	344,726	-	245,051	-
Depreciation	3,551,466	-	3,369,368	-
Student aid	2,316,061	-	2,960,686	-
Total operating expenses	<u>56,001,927</u>	<u>735,659</u>	<u>58,878,518</u>	<u>511,033</u>
Operating income (loss)	(43,524,592)	134,955	(44,796,137)	185,253
<b>Non-operating revenues (expenses)</b>				
Property taxes	17,848,091	-	17,417,392	-
State operating appropriations	24,923,354	-	25,217,628	-
Federal financial assistance - Pell	3,006,059	-	3,479,730	-
Federal grants - COVID	3,453,943	-	632,325	-
Gain (loss) on disposal of capital assets	(131,768)	-	3,618	-
Investment income earned	97,663	429,013	783,092	106,640
Interest expense	(602,059)	-	(559,792)	-
Total non-operating revenues	<u>48,595,283</u>	<u>429,013</u>	<u>46,973,993</u>	<u>106,640</u>
Income before contributions	5,070,691	563,968	2,177,856	291,893
Capital contributions - state and federal grants	184,174	-	30,333	-
Change in Net Position	<u>5,254,865</u>	<u>563,968</u>	<u>2,208,189</u>	<u>291,893</u>
Net position - beginning of the year	<u>68,313,826</u>	<u>3,939,227</u>	<u>66,105,637</u>	<u>3,647,334</u>
<b>Net position - end of the year</b>	<u><b>\$ 73,568,691</b></u>	<u><b>\$ 4,503,195</b></u>	<u><b>\$ 68,313,826</b></u>	<u><b>\$ 3,939,227</b></u>

The accompanying notes are an integral part of these statements.

# Moraine Park Technical College

## Statements of Cash Flows

For the years ended June 30, 2021 and 2020

	<b>2021</b>	<b>2020</b>
<b>Cash flows from operating activities</b>		
Tuition and fees received	\$ 5,695,257	\$ 7,375,836
Federal and state grants received	2,922,219	3,275,655
Contract revenue received	2,059,331	2,782,054
Payments to employees	(38,205,763)	(37,958,086)
Payments to suppliers	(18,411,491)	(17,268,623)
Auxiliary enterprise revenue received	150,947	142,418
Other receipts	794,425	930,349
Net cash used by operating activities	(44,995,075)	(40,720,397)
<b>Cash flows from non-capital financing activities</b>		
Property taxes received	17,910,271	17,367,431
State appropriations received	24,923,354	25,217,628
Federal financial assistance - Pell	3,006,059	3,479,730
Federal grants - COVID	3,453,943	632,325
Net cash provided by non-capital financing activities	49,293,627	46,697,114
<b>Cash flows from capital and related financing activities</b>		
Federal and state appropriations received for capital assets	184,174	30,333
Purchases of capital assets	(4,065,979)	(5,616,181)
Proceeds on sale of capital assets	17,809	3,618
Proceeds from issuance of capital debt	7,000,000	6,990,000
Premium from issuance of capital debt	277,993	335,421
Principal paid on capital debt	(5,700,000)	(4,825,000)
Interest paid on capital debt	(676,758)	(577,981)
Net cash used by capital and related financing activities	(2,962,761)	(3,659,790)
<b>Cash flows from investing activities</b>		
Investment income received	97,663	783,092
Purchase of investments	(20,404,080)	(7,960,227)
Proceeds from investments	19,583,983	9,218,055
Net cash provided (used) by investing activities	(722,434)	2,040,920
Net increase (decrease) in cash and cash equivalents	613,357	4,357,847
Cash and cash equivalents - beginning of the year	15,251,145	10,893,298
Cash and cash equivalents - end of the year	<u>\$ 15,864,502</u>	<u>\$ 15,251,145</u>
Reconciliation of cash and cash equivalents to the statement of net position		
Cash and investments	\$ 20,383,780	\$ 19,574,013
Restricted cash and investments	11,114,213	11,263,570
Less: Investments	(15,633,491)	(15,586,438)
<b>Total cash and cash equivalents</b>	<u><b>\$ 15,864,502</b></u>	<u><b>\$ 15,251,145</b></u>

The accompanying notes are an integral part of these statements.

# Moraine Park Technical College

## Statements of Cash Flows (Continued)

For the years ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>Reconciliation of operating loss to net cash used by operating activities</b>		
Operating loss	\$ (43,524,592)	\$ (44,796,137)
Adjustments to reconcile operating loss to net cash used by operating activities		
Depreciation	3,551,466	3,369,368
Changes in assets and liabilities:		
Accounts receivable	(694,632)	(273,702)
Federal and state aid receivable	(344,207)	(34,623)
Student fees receivable	113,999	770,314
Inventories	1,165	709
Prepaid expenses	(392,636)	(186,398)
Deposit	(690,133)	(66,219)
Accounts payable	(220,630)	(76,205)
Accrued payroll, payroll taxes, and retirement	980,098	694,854
Accrued vacation	(56,251)	105,095
Unearned revenue - student fees	75,756	4,937
Other unearned revenue	(6,072)	(42,995)
Pension related asset/liability	(5,226,995)	(12,022,901)
Pension deferred inflows	6,873,395	8,371,541
Pension deferred outflows	(4,790,005)	3,887,436
Other post-employment benefits asset/liability	(838,106)	(15,830)
OPEB deferred inflows	578,958	(409,641)
OPEB deferred outflows	(385,653)	-
<b>Net cash used by operating activities</b>	<b><u>\$ (44,995,075)</u></b>	<b><u>\$ (40,720,397)</u></b>
 <b>Non Cash Capital and Related Financing Activities:</b>		
Capital accounts payable	\$ 542,626	\$ 539,676

The accompanying notes are an integral part of these statements.

**Moraine Park Technical College**  
**Statements of Fiduciary Net Position**  
**Other Post-Employment Benefits Trust**

As of June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>Assets</b>		
Current Assets		
Accounts receivable	\$ 1	\$ 3
Non-current Assets		
Investments		
Money market mutual funds	27,512	19,766
Mutual funds - equity	5,287,739	3,716,638
Mutual funds - fixed income	<u>2,352,150</u>	<u>2,714,660</u>
Total non-current assets	<u>7,667,401</u>	<u>6,451,064</u>
Total Assets	<u>7,667,402</u>	<u>6,451,067</u>
<b>Liabilities</b>		
Current Liabilities		
Accounts payable	<u>87,636</u>	<u>90,207</u>
<b>Net Position</b>		
Restricted for other post-employment benefits (OPEB)	<u>7,579,766</u>	<u>6,360,860</u>
<b>Total Liabilities and Net Position</b>	<u><u>\$ 7,667,402</u></u>	<u><u>\$ 6,451,067</u></u>

The accompanying notes are an integral part of these statements.



# Moraine Park Technical College

## Statements of Changes in Fiduciary Net Position Other Post-Employment Benefits Trust

For the years ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<b>Additions</b>		
Investment Income		
Interest	\$ 10	\$ 495
Dividends	160,095	153,419
Net change in fair value of investments	1,518,561	282,600
Total investment income	<u>1,678,666</u>	<u>436,514</u>
 Total additions	 <u>1,678,666</u>	 <u>436,514</u>
<b>Deductions</b>		
Administrative expenses	34,838	32,844
Trust fund disbursements	<u>424,922</u>	<u>667,326</u>
 Total deductions	 <u>459,760</u>	 <u>700,170</u>
 Change in Net Position	 1,218,906	 (263,656)
 <b>Net Position Held in Trust for Other Post-Employment Benefits</b>		
Beginning of year	<u>6,360,860</u>	<u>6,624,516</u>
End of year	<u><u>\$ 7,579,766</u></u>	<u><u>\$ 6,360,860</u></u>

The accompanying notes are an integral part of these statements.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Moraine Park Technical College was organized in 1911. In 1967 MPTC dropped its status as a city institution and became an area district under the Wisconsin Vocational, Technical and Adult Education system. In April 1994 Moraine Park Technical College became officially known as the Moraine Park Technical College District. Three campuses located at West Bend, Beaver Dam, and Fond du Lac, two regional centers in Jackson and Ripon, as well as several centers throughout the District offer associate degree programs in technical education, vocational programs and a wide range of courses in adult education.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to public colleges and universities as well as those prescribed by the Wisconsin Technical College System Board (WTCSB). The following is a summary of the significant accounting principles and policies utilized by the District:

#### 1. Reporting Entity

The District Board (Board) oversees the operations of the District under provisions of Chapter 38 of the Wisconsin Statutes. The District includes all of Fond du Lac and Green Lake counties, major portions of Dodge and Washington counties, and parts of Calumet, Sheboygan, Waushara, Winnebago, Marquette, and Columbia counties. The Board consists of nine members appointed by county board chairpersons of the ten counties within the service area. As the District's governing authority, the Board's powers include:

- Authority to borrow money and levy taxes.
- Budgetary authority.
- Authority over other fiscal and general management of the District which includes, but is not limited to, the authority to execute contracts, to exercise control over facilities and properties, to determine the outcome or disposition of matters affecting the recipients of the services being provided, and to approve the hiring or retention of key management personnel who implement Board policy and directives.

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, requires reporting as a component unit, an organization that raises and holds economic resources for the direct benefit of a governmental unit.

The District is affiliated with Moraine Park Foundation, Inc. (the "Foundation"), a not-for-profit corporation whose purpose is to solicit, hold, manage, invest and expend endowment funds and other gifts, grants and bequests exclusively for the maintenance and benefit of the District and its students. The Foundation has an independent board and is not fiscally accountable to the District. The Foundation has been reported as a discretely presented component unit in the District's financial statements.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Foundation's financial statements can be obtained through the Moraine Park Foundation, 235 N. National Avenue, Fond du Lac, WI 54936.

#### 2. Basis of Accounting and Financial Statement Presentation

For financial reporting purposes, the District is considered a special purpose government engaged only in business-type activities. Accordingly, the District's 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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the years for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All significant inter-District transactions have been eliminated.

The post-employment benefit trust fund is used to report resources that are required to be held in trust for the members and beneficiaries of post-employment benefit plans. Fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

#### 3. Accounting Estimates

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

#### 4. Cash and Cash Equivalents

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less from date of acquisition are considered to be cash equivalents.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### 5. Property Tax and Taxes Receivable

The District disseminates its property tax levy to city, village, and town clerks in October of the fiscal year for which the taxes are levied. The following dates are pertinent to the District's tax calendar:

Levy date	October 31
Assessment date	January 1
Due dates	January 31 (full) January 31 and July 31 (installments)
Lien date	August 31
Settlement dates	February and August

The District recognizes the property tax levy as revenue in the fiscal year for which the taxes were levied, except for tax levy collections applicable to debt service funding for the subsequent year. These collections do not meet the revenue recognition criteria and are reported as deferred property taxes at June 30, 2021.

Wisconsin state statutes provide a limit on the property tax levies for all Wisconsin Technical Colleges. The increase in the maximum allowable tax levy is limited to the percentage change in the District's January 1 equalized value as a result of net new construction. The restrictions do not apply to debt service expenditures. For the years ended June 30, 2021 and 2020, the District levied taxes at the following mill rates:

	<u>2021</u>	<u>2020</u>
Operating purposes	\$0.41879	\$0.42170
Debt service requirements	<u>0.18644</u>	<u>0.19524</u>
Totals	<u>\$0.60523</u>	<u>\$0.61694</u>

The 2020 tax levy used to finance the fiscal year ended June 30, 2021 was \$17,848,091. The 2019 tax levy used to finance the prior year was \$17,417,392.

#### 6. Inventories

Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable food service, auto parts, and other supplies held for consumption. The cost is recorded as an expense at the time the individual inventory items are consumed rather than when purchased.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### 7. Prepaid Expenses

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are expensed in the periods benefited.

#### 8. Capital Assets

Capital assets are valued at the historical cost or estimated historical cost if actual cost history is not available. Donated capital assets are valued at their estimated acquisition value on the date donated.

The costs of maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are charged to operations as incurred. Equipment assets having a cost of \$5,000 or more per unit and building or remodeling projects of \$15,000 or more are capitalized. Depreciation on capital assets is provided in amounts sufficient to allocate the cost of the depreciable assets to operations on the straight-line basis over the estimated service lives, which range from 5 to 15 years for equipment, 20 years for land improvements, and 50 years for buildings and improvements.

#### 9. Accumulated Vacation, Income Protection, and Other Employee Benefits

##### *Vacation:*

District employees earn vacation in varying amounts based on years of service and hours or days worked. Per the District policy, vacation earned is forfeited if not taken within six months following the end of the fiscal year in which it was earned.

##### *Income Protection:*

District employees earn income protection annually. Income protection allows employees to take paid leave for personal illnesses, deaths in the family, attendance at funerals, temporary medical disabilities, or other personal obligations. Any unused portion is allowed to accumulate to a maximum number of days, but is lost upon retirement or termination. Accumulated unpaid amounts are not accrued.

##### *Retirement Plan:*

The District has a retirement plan covering substantially all of its employees which is funded through contributions to the Wisconsin Retirement System. All contributions made by the District on behalf of its employees are reported as expenses when incurred.



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### *Post-retirement health, dental and life benefits:*

Upon retirement, District employees meeting a minimum age and length of service requirement may participate in the District's group health and dental insurance plans. The District pays 68% of the health premiums and 88% of the dental premiums (100% for persons who retired prior to July 1, 2006) until age 65. If a retiree and spouse participate in a health risk assessment or complete an annual physical with blood work, the District pays 88% of the health premiums. At age 65, a dental plan is available through COBRA continuation for 18 months. Life insurance premiums are paid in full by the District for employees who retired prior to July 1, 2009 until a death benefit is paid. Additional information regarding the District's other post-employment benefits is included in Note F.

#### **10. 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, 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 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.

#### **11. Other Postemployment Benefits Other Than Pensions (OPEB)**

For purposes of measuring the net OPEB liability/asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's Other Postemployment Benefit Plan (the "Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

#### **12. Tuition and Fees and Student Accounts Receivable**

Tuition and fees are recorded as revenue in the period in which the related activity or instruction takes place. Revenues for the summer semester are prorated on the basis of student class days occurring before and after June 30.

The District's student fees receivable is stated at amounts due from students, net of an allowance for doubtful accounts, if appropriate. Amounts outstanding longer than the agreed upon payment terms are considered past due. The District determines its allowance for doubtful accounts by considering a number of factors including length of time amounts are past due, the District's previous loss history, and the student's ability to pay his or her obligation. The District writes off receivables when they become uncollectible. At June 30, 2021, the District has determined that an allowance for doubtful accounts is not necessary based on the above criteria, which is consistent with the prior year.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### 13. State and Federal Revenues

The District receives funding pursuant to various federal and state contracts and grants. Some of these revenues are earned over fiscal periods different than that of the District and are subject to the Federal and State Single Audit Act guidelines.

#### 14. Unearned Revenues

Unearned revenues include amounts received for tuition and fees prior to the end of the fiscal year but related to the subsequent accounting period. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

#### 15. Scholarship Allowances and Student Financial Aid

Most financial aid awarded to students, excluding loans and private scholarships, is reflected in the financial statements as operating expenses or scholarship allowances, which reduce revenues. The amount reported as operating expenses represents the portion of aid that was provided to students in the form of cash. Scholarship allowances represent the portion of aid provided to students in the form of reduced tuition.

#### 16. Deferred Outflows/Inflows of Resources

Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

#### 17. Net Position

Equity is classified as net position and displayed in three components:

- Net investment in capital assets. Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- Restricted net position. Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position. Net position that is neither classified as restricted nor as net investment in capital assets.

When an expense is incurred that can be paid using either restricted or unrestricted resources, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### 18. Classification of Revenue and Expense

The District has classified its revenues and expenses as either operating or non-operating according to the following criteria:

**Operating revenues and expenses** include activities that have the characteristics of exchange transactions to provide goods or services related to the District's principal ongoing operations. Operating revenues include student tuition and fees, net of scholarship allowances, sales and services of auxiliary enterprises, and most federal, state, and local grants and contracts. Operating expenses include the cost of providing educational services, student aid, administrative expenses, and depreciation on capital assets.

**Non-operating revenues and expenses** include activities that have the characteristics of non-exchange transactions. Nonoperating revenues are classified as defined by GASB Statement No. 9, *Reporting Cash Flow of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. These revenues include the local property tax levy, state appropriations, investment income, federal Pell grant, Higher Education Emergency Relief Fund grant and any grants and contracts not classified as operating revenue or restricted by the grantor to be used exclusively for capital expenses. Nonoperating expenses include interest on long-term obligations and losses on the disposal of capital assets.

#### 19. Reclassifications

Certain amounts in the prior year financial statements have been reclassified to conform with the presentation in the current year financial statements with no change in previously reported net position, changes in net position, fund balance or changes in fund balance.



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE B: CASH AND INVESTMENTS

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool. Investments in the private-purpose trust fund may be invested in other types of investments as authorized under Wisconsin Statute 881.01, "Uniform Prudent Investor Act".

The carrying amount of the District's cash and investments totaled \$39,165,394 and \$37,288,647 on June 30, 2021 and 2020, respectively, as summarized below:

	<u>2021</u>	<u>2020</u>
Petty cash funds	\$ 5,257	\$ 5,307
Interest bearing demand deposits	15,859,244	3,212,728
Investments		
Negotiable certificates of deposit	-	302,098
US Treasury notes	4,066,313	5,058,628
US government instrumentalities	1,605,279	1,236,462
Fannie Mae	2,111,176	2,393,337
Federal Home Loan Bank	917,168	926,123
Freddie Mac	3,060,313	902,273
Corporate bonds	3,085,260	3,321,077
Commercial paper	-	2,499,988
Asset backed securities	688,936	1,247,079
Money market mutual fund	126,559	9,752,249
Mutual funds – equity	5,287,739	3,716,638
Mutual funds – fixed income	2,352,150	2,714,660
	<u>\$ 39,165,394</u>	<u>\$ 37,288,647</u>

Reconciliation to the basic financial statements:

	<u>2021</u>	<u>2020</u>
Statements of net position		
Cash and investments	\$ 20,383,780	\$ 19,574,013
Restricted cash and investments	11,114,213	11,263,570
Fiduciary fund statements of net position		
Post-employment benefits trust	7,667,401	6,451,064
	<u>\$ 39,165,394</u>	<u>\$ 37,288,647</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### **NOTE B: CASH AND INVESTMENTS (Continued)**

Deposits and investments of the District are subject to various risks. Presented below is a discussion of specific risks and the District's policy related to the risk.

#### **Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The District does not have an additional custodial credit policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for the combined amount of all time and savings deposits and \$250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of \$250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of \$250,000 per credit union member. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available. This coverage has been considered in determining custodial credit risk.

As of June 30, 2021 and 2020, \$15,460,512 and \$3,078,447 of the District's deposits with financial institutions were in excess of federal and state depository insurance limits. No amounts were collateralized.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE B: CASH AND INVESTMENTS (Continued)

#### Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investment in securities to the top two ratings assigned by nationally recognized statistical rating organizations at the time of purchase. Presented below is the actual rating as of the year-end for each investment type.

	2021					
	Fair Value	Exempt from Disclosure	AAA	AA	A	Not Rated
US Treasury notes	\$ 4,066,313	\$ 4,066,313	\$ -	\$ -	\$ -	\$ -
US government instrumentalities	1,605,279	-	1,605,279	-	-	-
Fannie Mae	2,111,176	-	2,111,176	-	-	-
Federal Home Loan Bank	917,168	-	917,168	-	-	-
Freddie Mac	3,060,313	-	3,060,313	-	-	-
Corporate bonds	3,085,260	-	232,637	1,368,070	1,484,553	-
Asset backed securities	688,936	-	688,936	-	-	-
Money market mutual fund	126,559	-	126,559	-	-	-
Mutual funds – equity	5,287,739	-	-	-	-	5,287,739
Mutual funds – fixed income	2,352,150	-	-	-	-	2,352,150
Totals	<u>\$ 23,300,893</u>	<u>\$ 4,066,313</u>	<u>\$ 8,742,068</u>	<u>\$ 1,368,070</u>	<u>\$ 1,484,553</u>	<u>\$ 7,639,889</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE B: CASH AND INVESTMENTS (Continued)

Presented below is the actual rating as of June 30, 2020 for each investment type.

2020						
	Fair Value	Exempt from Disclosure	AAA	AA	A	Not Rated
Negotiable certificates of deposit	\$ 302,098	\$ -	\$ -	\$ -	\$ 302,098	\$ -
US Treasury notes	5,058,628	5,058,628	-	-	-	-
US government instrumentalities	1,236,462	-	1,236,462	-	-	-
Fannie Mae	2,393,337	-	2,393,337	-	-	-
Federal Home Loan Bank	926,123	-	926,123	-	-	-
Freddie Mac	902,273	-	902,273	-	-	-
Corporate bonds	3,321,077	-	-	2,271,657	1,049,420	-
Commercial paper	2,499,988	-	-	-	2,499,988	-
Asset backed securities	1,247,079	-	1,247,079	-	-	-
Money market mutual fund	9,752,249	-	9,752,249	-	-	-
Mutual funds – equity	3,716,638	-	-	-	-	3,716,638
Mutual funds – fixed income	2,714,660	-	-	-	-	2,714,660
Totals	<u>\$ 34,070,612</u>	<u>\$ 5,058,628</u>	<u>\$ 16,457,523</u>	<u>\$ 2,271,657</u>	<u>\$ 3,851,506</u>	<u>\$ 6,431,298</u>

### Concentration of Credit Risk

Concentration of credit risk refers to potential losses if total investments are concentrated with one or few issuers. The District policy for reducing this risk for fixed income securities is that, with the exception of U.S. Government and Agency issues, no more than five percent of the bond portfolio, at par value, will be invested in securities of a single issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represents 5% or more of total investments as of June 30, 2021 and 2020 are as follows:

2021		
<u>Issuer</u>	<u>Investment Type</u>	<u>Percent of Portfolio</u>
Fannie Mae	Federal agency securities	9.0%
Freddie Mac	Federal agency securities	13.1%
2020		
<u>Issuer</u>	<u>Investment Type</u>	<u>Percent of Portfolio</u>
Fannie Mae	Federal agency securities	7.0%

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE B: CASH AND INVESTMENTS (Continued)

#### Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District does not have a formal investment policy that limits investment maturities as a means of managing exposure to fair value losses arising from changing interest rates. Presented below are the maturities as of June 30, 2021 for each investment type.

	Fair Value	2021 Investment Maturities (in Years)			
		Less than 1	1-3	4-7	More than 7
US Treasury notes	\$ 4,066,313	\$ 303,141	\$ 3,453,609	\$ 309,563	\$ -
US government instrumentalities	1,605,279	-	1,605,279	-	-
Fannie Mae	2,111,176	-	2,111,176	-	-
Federal Home Loan Bank	917,168	-	917,168	-	-
Freddie Mac	3,060,313	-	3,060,313	-	-
Corporate bonds	3,085,260	1,270,184	1,656,923	158,153	-
Asset backed securities	688,936	-	475,932	213,004	-
Money market mutual fund	126,559	126,559	-	-	-
Mutual funds – equity	5,287,739	5,287,739	-	-	-
Mutual funds – fixed income	2,352,150	2,352,150	-	-	-
Totals	<u>\$23,300,893</u>	<u>\$ 9,339,773</u>	<u>\$13,280,400</u>	<u>\$ 680,720</u>	<u>\$ -</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### B: CASH AND INVESTMENTS (Continued)

Presented below are the maturities as of June 30, 2020 for each investment type.

	Fair Value	2020 Investment Maturities (in Years)			
		Less than 1	1-3	4-7	More than 7
Negotiable certificates of deposit	\$ 302,098	\$ 302,098	\$ -	\$ -	\$ -
US Treasury notes	5,058,628	-	5,058,628	-	-
US government instrumentalities	1,236,462	823,011	413,451	-	-
Fannie Mae	2,393,337	-	2,393,337	-	-
Federal Home Loan Bank	926,123	-	926,123	-	-
Freddie Mac	902,273	-	902,273	-	-
Corporate bonds	3,321,077	-	3,321,077	-	-
Commercial paper	2,499,988	2,499,988	-	-	-
Asset backed securities	1,247,079	-	886,933	360,146	-
Money market mutual fund	9,752,249	9,752,249	-	-	-
Mutual funds – equity	3,716,638	3,716,638	-	-	-
Mutual funds – fixed income	2,714,660	2,714,660	-	-	-
Totals	<u>\$34,070,612</u>	<u>\$ 19,808,644</u>	<u>\$13,901,822</u>	<u>\$ 360,146</u>	<u>\$ -</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### B: CASH AND INVESTMENTS (Continued)

#### Fair Value Measurements

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. Presented below are the fair value levels by type as of June 30, 2021 and 2020:

	2021		
	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments			
US Treasury notes	\$ -	\$ 4,066,313	\$ -
US government instrumentalities	-	1,605,279	-
Fannie Mae	-	2,111,176	-
Federal Home Loan Bank	-	917,168	-
Freddie Mac	-	3,060,313	-
Corporate bonds	-	3,085,260	-
Asset backed securities	-	688,936	-
Money market mutual fund	126,559	-	-
Mutual funds – equity	5,287,739	-	-
Mutual funds – fixed income	<u>2,352,150</u>	<u>-</u>	<u>-</u>
Total investments by fair value level	<u>\$ 7,766,448</u>	<u>\$15,534,445</u>	<u>\$ -</u>



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### B: CASH AND INVESTMENTS (Continued)

	2020		
	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments			
Negotiable certificates of deposit	\$ -	\$ 302,098	\$ -
US Treasury notes	-	5,058,628	-
US government instrumentalities	-	1,236,462	-
Fannie Mae	-	2,393,337	-
Federal Home Loan Bank	-	926,123	-
Freddie Mac	-	902,273	-
Corporate bonds	-	3,321,077	-
Commercial paper	-	2,499,988	-
Asset backed securities	-	1,247,079	-
Money market mutual fund	9,752,249	-	-
Mutual funds – equity	3,716,638	-	-
Mutual funds – fixed income	2,714,660	-	-
Total investments by fair value level	<u>\$16,183,547</u>	<u>\$17,887,065</u>	<u>\$ -</u>

The valuation methods for recurring fair value measurements are as follows:

Investment Type	Valuation Method
U.S. Treasury notes	Institutional quotes - evaluations based on various market and industry inputs
Corporate Bonds, Certificates of deposit, Asset backed securities, US government instrumentalities, Mutual funds, and commercial paper	Institutional quotes - evaluations based on various market and industry inputs
Fannie Mae, Freddie Mac, and Federal Home Loan Bank	Mortgage backed securities pricing - evaluations based on various market and industry inputs

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE C: CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended June 30, 2021:

	2021		
	Beginning Balance	Increases	Decreases
Ending Balance			
Capital assets not being depreciated:			
Land	\$ 838,602	\$ -	\$ -
Construction in progress	4,671,142	1,924,692	3,430,169
Total capital assets not being depreciated	5,509,744	1,924,692	3,430,169
Capital assets being depreciated:			
Land Improvements	2,517,888	-	-
Buildings and building improvements	77,298,899	3,547,674	-
Furniture and equipment	19,398,489	2,474,830	1,877,993
Total capital assets being depreciated	99,215,276	6,022,504	1,877,993
Total cost of capital assets	104,725,020	7,947,196	5,308,162
Less accumulated depreciation for:			
Land Improvements	1,300,386	96,656	-
Buildings and building improvements	31,049,517	2,143,891	-
Furniture and equipment	11,935,378	1,310,919	1,728,416
Total accumulated depreciation	44,285,281	3,551,466	1,728,416
Net capital assets	60,439,739	\$ 4,395,730	\$ 3,579,746
Less outstanding debt related to capital assets	(24,223,639)		(26,459,960)
Net investment in capital assets	\$ 36,216,100		\$ 34,795,763

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE C: CAPITAL ASSETS (Continued)

The following is a summary of changes in capital assets for the year ended June 30, 2020:

	2020			
	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 838,602	\$ -	\$ -	\$ 838,602
Construction in progress	<u>3,218,779</u>	<u>2,626,221</u>	<u>1,173,858</u>	<u>4,671,142</u>
Total capital assets not being depreciated	<u>4,057,381</u>	<u>2,626,221</u>	<u>1,173,858</u>	<u>5,509,744</u>
Capital assets being depreciated:				
Land Improvements	2,305,024	212,864	-	2,517,888
Buildings and building improvements	74,365,158	2,933,741	-	77,298,899
Furniture and equipment	<u>17,765,395</u>	<u>1,633,094</u>	<u>-</u>	<u>19,398,489</u>
Total capital assets being depreciated	<u>94,435,577</u>	<u>4,779,699</u>	<u>-</u>	<u>99,215,276</u>
Total cost of capital assets	<u>98,492,958</u>	<u>7,405,920</u>	<u>1,173,858</u>	<u>104,725,020</u>
Less accumulated depreciation for:				
Land Improvements	1,208,673	91,713	-	1,300,386
Buildings and building improvements	29,047,982	2,001,535	-	31,049,517
Furniture and equipment	<u>10,659,258</u>	<u>1,276,120</u>	<u>-</u>	<u>11,935,378</u>
Total accumulated depreciation	<u>40,915,913</u>	<u>3,369,368</u>	<u>-</u>	<u>44,285,281</u>
Net capital assets	57,577,045	<u>\$ 4,036,552</u>	<u>\$ 1,173,858</u>	60,439,739
Less outstanding debt related to capital assets	<u>(20,581,007)</u>			<u>(24,223,639)</u>
Net investment in capital assets	<u>\$ 36,996,038</u>			<u>\$ 36,216,100</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE D: GENERAL LONG-TERM OBLIGATIONS

Long-term obligations of the District consist of general obligation notes payable and unamortized premiums. Changes in these liabilities during the years ended June 30, 2021 and 2020 are summarized below:

	2021			Amounts	
	Balance 7/1/2020	Additions	Reductions	Balance 6/30/2021	Due Within One Year
General obligation notes	\$ 26,410,000	\$ 7,000,000	\$ 5,700,000	\$ 27,710,000	\$ 4,315,000
Debt premium	499,875	277,993	79,323	698,545	91,057
Long-term obligations	<u>\$ 26,909,875</u>	<u>\$ 7,277,993</u>	<u>\$ 5,779,323</u>	<u>\$ 28,408,545</u>	<u>\$ 4,406,057</u>

	2020			Amounts	
	Balance 7/1/2019	Additions	Reductions	Balance 6/30/2020	Due Within One Year
General obligation notes	\$ 24,245,000	\$ 6,990,000	\$ 4,825,000	\$ 26,410,000	\$ 4,670,000
Debt premium	201,480	335,421	37,026	499,875	60,484
Long-term obligations	<u>\$ 24,446,480</u>	<u>\$ 7,325,421</u>	<u>\$ 4,862,026</u>	<u>\$ 26,909,875</u>	<u>\$ 4,730,484</u>

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the District. General long-term debt obligations at June 30, 2021 and 2020 are comprised of the following individual issues:

	Balance June 30, 2021	Balance June 30, 2020
\$4,935,000 general obligation promissory notes dated June 8, 2011 to R.W. Baird & Co., Inc. for building expansion, remodeling and improvement projects, the acquisition of moveable equipment and the refunding of bonds issued in 2001. Semi-annual interest payments ranging from 2.0% to 3.0% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2021.	\$ -	\$ 340,000
\$2,905,000 general obligation promissory notes dated June 6, 2012 to UMB Bank N.A., for building expansion, remodeling and improvement projects and the acquisition of moveable equipment. Semi-annual interest payments ranging from 1.25% to 1.85% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2022.	340,000	665,000

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE D: GENERAL LONG-TERM OBLIGATIONS (Continued)

	Balance June 30, 2021	Balance June 30, 2020
\$4,000,000 general obligation promissory notes dated October 10, 2012 to UMB Bank N.A., for remodeling and improvement projects and the acquisition of moveable equipment. Semi-annual interest payments ranging from 1.00% to 1.65% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2022.	320,000	630,000
\$2,855,000 general obligation promissory notes dated June 27, 2013 to UMB Bank N.A., for building expansion, the acquisition of moveable equipment and the refunding of notes issued in 2006 and 2007. Semi-annual interest payments ranging from 1.25% to 2.20% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2023.	-	600,000
\$3,975,000 general obligation promissory notes dated October 10, 2013 to Piper Jaffray, for general remodeling, EMT, facilities/printing and equipment. Semi-annual interest payments ranging from 2.00% to 2.75% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2023.	-	920,000
\$2,200,000 general obligation promissory notes dated June 16, 2014 to BOSC, Inc., for the Fond du Lac main entrance expansion and equipment. Semi-annual interest payments ranging from 2.00% to 2.25% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2024.	745,000	975,000
\$2,980,000 general obligation promissory notes dated September 10, 2014 to BMO Capital Markets, for general remodeling and equipment. Semi-annual interest payments ranging from 2.00% to 2.25% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2024.	610,000	800,000
\$3,345,000 general obligation promissory notes dated February 11, 2015 to FTN Financial Capital Markets, for the Fond du Lac student services remodel, equipment and the refunding of notes issued in 2007 and 2008. Semi-annual interest payments ranging from 1.00% to 2.00% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2024.	940,000	1,225,000
\$2,200,000 general obligation promissory notes dated June 8, 2016 to BOSC, Inc., for the Fond du Lac student services addition - Phase II and equipment. Semi-annual interest payments ranging from 1.70% to 2.00% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2026.	1,195,000	1,410,000

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE D: GENERAL LONG-TERM OBLIGATIONS (Continued)

	<u>Balance June 30, 2021</u>	<u>Balance June 30, 2020</u>
\$3,680,000 general obligation promissory notes dated December 1, 2016 to UMB Bank N.A., for general district remodeling and equipment. Semi-annual interest payments ranging from 1.50% to 2.00% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2026.	1,480,000	2,015,000
\$2,485,000 general obligation promissory notes dated May 10, 2017 to Piper Jaffray, for general district remodeling and equipment. Semi-annual interest payments ranging from 2.00% to 3.00% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2027.	1,660,000	1,910,000
\$3,450,000 general obligation promissory notes dated September 20, 2017 to BOK Financial Securities for general district remodeling, the Gas utility addition, and equipment. Semi-annual interest payments of 2% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2027.	1,875,000	2,290,000
\$1,000,000 general obligation promissory notes dated January 17, 2018 to Northland Securities, Inc. for general district remodeling, and equipment. Semi-annual interest payments of 3% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2022.	230,000	510,000
\$3,500,000 general obligation promissory notes dated November 27, 2018 to BOK Financial Securities, for general district remodeling and equipment. Semi-annual interest payments of 3% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2028.	2,490,000	2,955,000
\$1,255,000 general obligation promissory notes dated June 6, 2019 to Bernardi Securities for general district remodeling, and equipment. Semi-annual interest payments of 3% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2029.	1,090,000	1,255,000
\$1,260,000 general obligation promissory notes authorization dated June 19, 2019 to BOK Financial Securities for general district remodeling, and equipment. Semi-annual interest payments ranging from 2.5 to 3% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2029.	1,260,000	1,260,000



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE D: GENERAL LONG-TERM OBLIGATIONS (Continued)

	<u>Balance June 30, 2021</u>	<u>Balance June 30, 2020</u>
\$4,125,000 general obligation promissory notes dated December 10, 2019 to Hutchinson, Shockey, Erley & Co. for Fond du Lac lower O addition and equipment. Semi-annual interest payments ranging from 1.375 to 4% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2029.	3,640,000	3,785,000
\$1,365,000 general obligation promissory notes dated June 10, 2020 to UMB Bank, NA for general district remodeling, and equipment. Semi-annual interest payments of 2% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2030.	1,335,000	1,365,000
\$1,500,000 general obligation promissory notes authorization dated June 30, 2020 to Colliers Securities LLC for general district remodeling, and equipment. Semi-annual interest payments ranging from 1.1 to 3% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2030.	1,500,000	1,500,000
\$5,000,000 general obligation promissory notes dated August 3, 2020 to Piper Sandler for Fond du Lac upper O remodeling, and equipment. Semi-annual interest payments ranging from 1 to 2% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2030.	5,000,000	-
\$2,000,000 general obligation promissory notes authorization dated June 9, 2021 to Huntington Securities, Inc. for general district remodeling, and equipment. Semi-annual interest payments ranging from 0.5 to 2.25% are to be made on October 1 and April 1 of each year. Varying principal payments are due annually on April 1. Final maturity in April 2027.	<u>2,000,000</u>	<u>-</u>
	<u>\$ 27,710,000</u>	<u>\$ 26,410,000</u>



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE D: GENERAL LONG-TERM OBLIGATIONS (Continued)

Aggregate maturities of principal and interest of the general obligation debt are as follows:

<u>Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2022	\$ 4,315,000	\$ 610,967	\$ 4,925,967
2023	4,280,000	528,320	4,808,320
2024	4,655,000	424,770	5,079,770
2025	3,760,000	305,853	4,065,853
2026	3,660,000	219,878	3,879,878
2027-2030	<u>7,040,000</u>	<u>257,980</u>	<u>7,297,980</u>
Totals	<u>\$ 27,710,000</u>	<u>\$ 2,347,768</u>	<u>\$ 30,057,768</u>

Wisconsin State Statutes limit the total general obligation debt of Moraine Park Technical College District to 5% of the equalized valuation of taxable property within the District and further limit the District's bonded indebtedness to 2% of equalized valuation.

At June 30 2021, the District's aggregate obligation debt and aggregate bonded indebtedness (net of resources available to fund the debts) was \$27,260,868 and \$0. The 5% and 2% limits as of June 30, 2021 were \$1,523,257,818 and \$609,303,127 respectively.

At June 30, 2020, the District's aggregate obligation debt and aggregate bonded indebtedness (net of resources available to fund the debts) was \$25,291,687 and \$0. The 5% and 2% limits as of June 30, 2021 were \$1,449,648,053 and \$579,859,221 respectively.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: 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, and expected to work at least 1200 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 Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

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.

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement plan participants if hired on or before December 31, 2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service. The factors influencing the benefit are 1) final average earnings, 2) years of creditable service, and 3) a formula factor.

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.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

Vested participants may retire at or after age 55 (50 for protective occupation employees) 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:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)
2017	2.0	4
2018	2.4	17
2019	0.0	(10)
2020	1.7	21

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

#### 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, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the years ending June 30, 2021 and 2020, respectively, the WRS recognized \$1,941,880 and \$1,898,105 in contributions from the District.

Contribution rates for the reporting periods are:

<u>Employee Category</u>	<u>December 31, 2020</u>		<u>December 31, 2019</u>	
	<u>Employee</u>	<u>Employer</u>	<u>Employee</u>	<u>Employer</u>
General (including teachers, executives and elected officials)	6.75%	6.75%	6.55%	6.55%
Protective with Social Security	6.75%	11.65%	6.55%	10.55%
Protective without Social Security	6.75%	16.25%	6.55%	14.95%

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

At June 30, 2021 and 2020 the District reported a net pension asset of \$10,931,001 and \$5,704,006, respectively, for its proportionate share of the net pension asset. The 2021 WRS net pension asset was measured as of December 31, 2020, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019 rolled forward to December 31, 2020. The 2020 WRS net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018 rolled forward to December 31, 2019. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension asset or liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2020, the District's proportion was 0.17508824% which was a decrease of 0.0018100% from its proportion measured as of December 31, 2019.

For the years ended June 30, 2021 and 2020, the District recognized pension income of \$1,190,401 and pension expense of \$2,163,635 respectively.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

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

At June 30, 2021 and 2020, the District reported deferred outflows and inflows of resources related to pensions from the following sources:

	2021		2020	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 15,820,515	\$ 3,407,710	\$ 10,827,509	\$ 5,418,443
Net differences between projected and actual earnings on pension plan investments	-	20,522,065	-	11,661,018
Changes in assumptions	247,936	-	444,493	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	17,898	40,239	32,462	17,158
Employer contributions subsequent to the measurement date	1,118,990	-	1,110,870	-
Total	<u>\$ 17,205,339</u>	<u>\$ 23,970,014</u>	<u>\$ 12,415,334</u>	<u>\$ 17,096,619</u>

\$1,118,990 reported as deferred outflows related to pension at June 30, 2021 resulting from the District's contributions subsequent to the measurement date will be recognized as an increase in the net pension asset in the year ended June 30, 2022.

Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

For the year ended June 30, 2021		For the year ended June 30, 2020	
Year ended June 30	Expense	Year ended June 30	Expense
2022	\$ (2,029,185)	2021	\$ (1,718,128)
2023	(549,194)	2022	(1,285,030)
2024	(3,725,798)	2023	210,182
2025	(1,579,488)	2024	(2,999,179)
Total	<u>\$ (7,883,665)</u>	Total	<u>\$ (5,792,155)</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

#### Actuarial Assumption

The total pension liability at the December 31, 2020, measurement date was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2019
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.00%
Discount Rate:	7.00%
Salary Increases:	
Inflation	3.00%
Seniority/Merit	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table
Post-retirement Adjustments*	1.9%

The total pension liability at the December 31, 2019, measurement date was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2018
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.00%
Discount Rate:	7.00%
Salary Increases:	
Inflation	3.00%
Seniority/Merit	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table
Post-retirement Adjustments*	1.9%

- \* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.9% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The Total Pension Liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the December 31, 2019 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:

	Current Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
<u>Core Fund Asset Class</u>			
Global Equities	51%	7.2%	4.7%
Fixed Income	25.0%	3.2%	0.8%
Inflation Sensitive Assets	16.0%	2.0%	0.4%
Real Estate	8%	5.6%	3.1%
Private Equity/Debt	11%	10.2%	7.6%
Multi-Asset	4%	5.8%	3.3%
Total Core Fund	115%	6.6%	4.1%
<u>Variable Fund Asset Class</u>			
U.S. Equities	70%	6.6%	4.1%
International Equities	30%	7.4%	4.9%
Total Variable Fund	100%	7.1%	4.6%

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.4%

Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE E: PENSION PLAN (Continued)

**Single Discount rate.** A single discount rate of 7.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.00% and a long-term bond rate of 2.00% (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, 2020. 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 7.00% expected rate of return implies that a dividend of approximately 1.9% 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 members contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the District's proportionate share of the net pension 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 7.00%, 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

For the year ended June 30, 2021			
	1% Decrease to Discount Rate (6.0%)	Current Discount Rate (7.0%)	1% Increase to Discount Rate (8.0%)
District's proportionate share of the net pension liability (asset)	\$ 10,404,798	\$ (10,931,001)	\$ (26,601,988)
For the year ended June 30, 2020			
	1% Decrease to Discount Rate (6.0%)	Current Discount Rate (7.0%)	1% Increase to Discount Rate (8.0%)
District's proportionate share of the net pension liability (asset)	\$ 14,688,836	\$ (5,704,006)	\$ (20,950,002)

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### **Payable to the WRS**

The District reported a payable to the pension plan as of June 30, 2021 and 2020 in the amount of \$551,977 and \$531,281, respectively, for its share and the employees' share of the June 2021 and 2020 legally required contributions to the plan. This amount is included in payroll related liabilities on the Statements of Net Position.

### **NOTE F: OTHER POST-EMPLOYMENT BENEFITS**

#### **Other Postemployment Benefits Other Than Pension Benefits (OPEB)**

##### **a. Plan Description**

The Plan is a single-employer defined benefit postemployment health plan that covers retired employees of the District. Eligible retired employees have access to group medical coverage through the District's group plan. District paid medical benefits are paid for as indicated below. All employees of the District are eligible for the Plan if they meet the following age and service requirements below. The plan does not issue separate financial statements.

##### **b. Benefits Provided**

The District pays portions of health and dental premiums, makes contributions to individual HRA accounts, and provides life insurance, based upon retirement dates and years of service.

##### **c. At June 30, 2021 and 2020, the following employees were covered by the benefit terms:**

	<b>2021</b>	<b>2020</b>
Inactive employees entitled to benefit payments	188	194
Active employees	327	350
	<u>515</u>	<u>544</u>

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE F: OTHER POST-EMPLOYMENT BENEFITS (Continued)

#### d. Contributions

Employees	District Contributions
Teachers and Management	For participants retired on or after July 1, 2009, the College will contribute 68% of the medical premium, unless the retiree completes the health risk assessment, then the College will contribute 88% of the medical premium. The College contributes 88% of the dental premium for those retired prior to July 1, 2013.
Support Professionals	For participants retired on or after July 1, 2009, the College will contribute 68% of the medical premium, unless the retiree completes the health risk assessment, then the College will contribute 88% of the medical premium. The College contributes 88% of the dental premium for those retired prior to July 1, 2013.

\* Life insurance is also provided to certain retirees, based on the plan description

\* See plan descriptions for additional detailed eligibility requirements

#### e. Net OPEB Asset

The District's net OPEB asset at June 30, 2021 was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as June 30, 2020. The District's net OPEB asset at June 30, 2020 was measured as of June 30, 2020 and the total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of June 30, 2020.

Actuarial Assumptions. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation:	2.0 percent
Salary Increases:	Ranges from 0.1 percent to 5.6 percent
Investment Rate of Return:	6.00 percent
Healthcare cost trend rates:	6.5 percent decreasing to 6.4 percent in the second year, then by 0.10 percent per year down to 5.0 percent, and level thereafter

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE F: OTHER POST-EMPLOYMENT BENEFITS (Continued)

Mortality rates are the same as those used in the Wisconsin 2018 Mortality table.

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study using Wisconsin Retirement System (WRS) experience from 2015-2017.

The long-term expected rate of return on OPEB plan investments was valued at 6.00%. The rate is based upon the College's current asset class allocation and expected nominal returns.

**Discount rate.** The discount rate used to measure the total OPEB liability was 6.00 percent. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

There were no significant changes in assumptions, methods, or discount rate from the previous valuation.

#### f. Changes in the Net OPEB Liability(Asset)

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at July 1, 2020	\$ 4,750,846	\$ 6,360,860	\$ (1,610,014)
Changes for the year:			
Service cost	109,127	-	109,127
Interest	275,577	-	275,577
Changes of benefit terms	(93,186)	-	(93,186)
Differences between expected and actual experience	494,767	-	494,767
Changes of assumptions or other input	19,437	-	19,437
Net investment income	-	1,678,666	(1,678,666)
Benefit payments	(424,924)	(424,924)	-
Administrative expenses	-	(34,838)	34,838
Net changes	380,798	1,218,904	(838,106)
Balance at June 30, 2021	\$ 5,131,644	\$ 7,579,764	\$ (2,448,120)



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE F: OTHER POST-EMPLOYMENT BENEFITS (Continued)

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
	(a)	(b)	(a) - (b)
Balance at July 1, 2019	\$ 5,030,333	\$ 6,624,517	\$ (1,594,184)
Changes for the year:			
Service cost	102,950	-	102,950
Interest	284,889	-	284,889
Net investment income	-	436,513	(436,513)
Benefit payments	(667,326)	(667,326)	-
Administrative expenses	-	(32,844)	32,844
Net changes	(279,487)	(263,657)	(15,830)
Balance at June 30, 2020	\$ 4,750,846	\$ 6,360,860	\$ (1,610,014)

*Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates.* The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.00 percent) or 1-percentage-point higher (7.00 percent) than the current rate:

	For the year ended June 30, 2021		
	1% Decrease to Discount Rate (5.00%)	Current Discount Rate (6.00%)	1% Increase to Discount Rate (7.00%)
Net OPEB asset	\$ (2,132,721)	\$ (2,448,120)	\$ (2,737,281)

	For the year ended June 30, 2020		
	1% Decrease to Discount Rate (5.00%)	Current Discount Rate (6.00%)	1% Increase to Discount Rate (7.00%)
Net OPEB asset	\$ (1,299,824)	\$ (1,610,014)	\$ (1,893,581)



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE F: OTHER POST-EMPLOYMENT BENEFITS (Continued)

*Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates.* The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.5 percent decreasing to 4.0 percent) or 1-percentage-point higher (7.5 percent decreasing to 6.0 percent) than the current healthcare cost trend rates:

For the year ended June 30, 2021			
	1% Decrease (5.5% decreasing to 4.0%)	Healthcare Cost Trend Rates (6.5% decreasing to 5.0%)	1% Increase (7.5% decreasing to 6.0%)
Net OPEB asset	\$ (2,725,881)	\$ (2,448,120)	\$ (2,133,319)
For the year ended June 30, 2020			
	1% Decrease (7.2% decreasing to 4.0%)	Healthcare Cost Trend Rates (8.2% decreasing to 5.0%)	1% Increase (9.2% decreasing to 6.0%)
Net OPEB asset	\$ (1,915,638)	\$ (1,610,014)	\$ (1,261,201)

*OPEB plan fiduciary net position.* Information about the OPEB plan's fiduciary net position is presented in the Employee Benefit Trust Fund in these financial statements.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE F: OTHER POST-EMPLOYMENT BENEFITS (Continued)

- g. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021 and 2020, the District recognized OPEB expense of \$(644,801) and \$(425,471). At June 30, 2021 and 2020, the District did not report any deferred outflows of resources. At June 30, 2021 and 2020, the District reported deferred inflows of resources related to OPEB from the following sources:

	<b>For the year ended June 30, 2021</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 371,075	\$ 346,140
Changes in assumptions	14,578	78,172
Net difference between projected and actual earnings on OPEB plan investments	-	1,120,263
Total	<u>\$ 385,653</u>	<u>\$ 1,544,575</u>

	<b>For the year ended June 30, 2020</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ -	\$ 692,279
Changes in assumptions	-	156,345
Net difference between projected and actual earnings on OPEB plan investments	-	116,993
Total	<u>\$ -</u>	<u>\$ 965,617</u>

Amounts reported as deferred outflows and inflows of resources related to OPEB at June 30, 2021 will be recognized in other postemployment benefits expense as follows:

<b>Year ended June 30</b>	<b>Expense</b>
2022	\$ (603,300)
2023	(147,838)
2024	(145,621)
2025	(262,163)
Total	<u>\$ (1,158,922)</u>

- h. Payable to the OPEB Plan

At June 30, 2021 and 2020, the District reported no payable for the outstanding amount of contributions to the Plan required for the year ended June 30, 2021 and 2020.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE G: RISK MANAGEMENT

#### Insurance Consortium

As of July 1, 2015, the District joined together with other colleges in the State to form the Wisconsin Technical College Employee Benefits Consortium (WTCEBC). WTCEBC is a public entity risk pool that the College participates in to provide health insurance coverage to its employees. The main purpose of WTCEBC is to jointly self-insure certain risks up to an agreed upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limit. The District pays WTCEBC a monthly premium based on the number of participants and the type of coverage that has been elected. Individual claims below \$100,000 are self-funded by the college. Any individual claim exceeding \$100,000 but less than \$250,000 is shared in a pooled layer among all of the colleges participating in the consortium. Individual claims exceeding \$250,000 and aggregate claims exceeding \$1,000,000 are subject to reinsurance.

The claims liability of \$717,000 and \$616,000 as reported at June 30, 2021 and 2020, respectively, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount in fiscal years 2021 and 2020 were:

	<b>Unpaid Claims At Beginning of Year</b>	<b>Current Year Claims and Changes In Estimates</b>	<b>Claim Payments</b>	<b>Unpaid Claims at End of Year</b>
2019-20	\$ 866,000	\$ 5,964,437	\$ 6,214,437	\$ 616,000
2020-21	616,000	7,229,621	7,128,621	717,000

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE G: RISK MANAGEMENT (Continued)

#### Districts Mutual Insurance Company

In July 2004 all sixteen WTCS technical colleges created Districts Mutual Insurance Company (DMI). DMI is a fully-assessable mutual company authorized under Wisconsin statute 611 to provide property, casualty, and liability insurance and risk management services to its members. The scope of insurance protection provided by DMI is broad, covering property at \$500,225,000 per occurrence; general liability, auto, and educators' legal liability at \$5,000,000 per occurrence; and workers' compensation at the minimum statutorily required limits.

At this time, settled claims have not approached the coverage limits as identified above. The District's exposure in its layer of insurance is limited to between \$2,500 and \$100,000 per occurrence depending on the type of coverage; DMI purchases reinsurance for losses in excess of its retained layer of coverage.

DMI operations are governed by a five-member board of directors. Member colleges do not exercise any control over the activities of DMI beyond election of the board of directors at the annual meeting. The board has the authority to adopt a budget, set policy, and control the financial affairs of the company.

During 2004-2008, all member colleges were assessed an annual premium that included a capitalization component to establish reserves for the company. Since inception, members have provided capital contributions of \$4,484,665. Future premiums will be based on relevant rating exposure bases as well as the historical loss experience by members. DMI's ongoing operational expenses, other than loss adjustment expenses, are allocated to participants based on equity interest in the company.

For the year ended June 30, 2021, the District paid a total premium of \$275,353, which included no capitalization component. For 2020 total premiums were \$286,582 which included no capitalization component.

Audited financial statements for DMI can be obtained from Districts Mutual Insurance Company, 212 W. Pinehurst Trail, Dakota Dunes, SD 57049.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE G: RISK MANAGEMENT (Continued)

#### Supplemental Insurance

In July 1997, the WTCS technical colleges formed the WTCS Insurance Trust to jointly purchase commercial insurance to provide coverage for losses from theft of, damages to, or destruction of assets. The trust is organized under Wisconsin Statutes 66.0301 and is governed by a board of trustees consisting of one trustee from each member college. Members include all sixteen Wisconsin Technical College System districts.

The WTCS Insurance Trust has purchased the following levels of coverage from DMI for its participating members:

- Foreign liability: \$1,000,000 aggregate general; \$1,000,000 auto per accident; \$1,000,000 employee benefits; includes benefit for accidental death and dismemberment, repatriation, and medical expenses; \$1,000 deductible for employee benefits.
- Crime: \$750,000 coverage for employee theft, forgery or alteration, ERISA fidelity, computer fraud, funds transfer fraud, personal accounts forgery or alteration, credit and forgery, theft, robbery, burglary, disappearance and destruction of money and securities; \$25,000 coverage for identity fraud reimbursement, claim expense, and employee dishonesty; \$100,000 coverage for impersonation fraud; \$2,500 deductible for investigation; \$10,000 deductible for employee theft, forgery, and fraud.
- Business travel accident insurance: Coverage for local board of director members. \$1,000,000 aggregate, \$100,000 for scheduled losses, exposure and disappearance coverage.

The WTCS Insurance Trust statements can be obtained through Lakeshore Technical College District, 1290 North Avenue, Cleveland, WI 53015.

# **Moraine Park Technical College**

## **Notes to Financial Statements** **For the Years Ended June 30, 2021 and 2020**

### **NOTE H: JOINT VENTURE**

The District has implemented a computerized library database through a joint venture with Gateway and Waukesha County (WCTC) Technical Colleges by forming the Wisconsin Public Access Library System (WISPALS) in the fall of 1989. Since 1997 and as of June 30, 2016, eight additional technical colleges have joined. WISPALS is governed by the eleven colleges' presidents and librarians with each college having an equal vote. Through the joint venture each college owns one-eleventh of the computer hardware and software that comprises WISPALS; however, the computer hardware and software is permanently housed at WCTC's Pewaukee campus.

The District's share of the operating costs was \$91,217 and \$91,016 for the years ended June 30, 2021 and 2020, respectively. The fund balance for the joint venture increased \$201 in the current year. WISPALS has no joint venture debt outstanding.

The WISPALS financial statements can be obtained through WiLS, 1360 Regent Street, Madison, WI 53715.

### **NOTE I: COMMITMENTS AND CONTINGENCIES**

Intergovernmental awards received by the District are subject to audit and adjustment by the funding agency or their representatives. If grant revenues are received for expenditures which are subsequently disallowed, the District may be required to repay the revenues to the funding agency. In the opinion of management, liabilities resulting from such disallowed expenditures, if any, will not be material to the accompanying financial statements at June 30, 2021.

The District has commitments for capital projects as of June 30, 2021 totaling \$2,414,593. As of June 30, 2020, the commitments for capital projects were \$1,729,358.

The District has operating leases which are year-to-year agreements for instructional facilities and equipment. Rent expense under all operating leases for the years ended June 30, 2021 and 2020 was \$68,804 and \$78,876, respectively.



# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE J: EXPENSE CLASSIFICATION

Expenses on the Statements of Revenues, Expenses, and Changes in Net Position are classified by function. Alternatively, the expenses could also be shown by type of expense as follows for the years ended June 30, 2021 and June 30, 2020:

	<u>2021</u>	<u>2020</u>
Salaries and wages	\$29,970,636	\$ 29,733,040
Fringe benefits	6,248,312	9,777,902
Travel, memberships, and subscriptions	359,950	691,531
Supplies, printing, and minor equipment	2,598,775	2,242,456
Contracted services	8,527,247	7,523,836
Rentals, repairs, and maintenance	615,071	748,352
Credit	80,240	186,972
Insurance	308,879	309,909
Utilities	1,072,166	808,866
Depreciation	3,551,466	3,369,368
Student aid	2,316,061	2,960,686
Other	353,124	525,600
Total operating expenses	<u>\$56,001,927</u>	<u>\$ 58,878,518</u>

### NOTE K: SELECT UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2017, the GASB issued Statement No. 87, Leases. The statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. This statement is effective for reporting periods beginning after June 15, 2021. The District is currently evaluating the impact this standard will have on the financial statements when adopted.

### NOTE L: SUBSEQUENT EVENTS

In August 2021, the District issued \$5,000,000 of general obligation promissory notes for the purpose of financing building and improvement projects and the acquisition of moveable equipment.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE M: COMPONENT UNIT

These financial statements contains the Moraine Park Technical College Foundation, Inc., which is included as a component unit. Financial information is presented as a discrete column in the statement of net position and the statement of revenues, expenses and changes in net position. In addition to the basic financial statements, the following disclosures are considered necessary for fair presentation.

1. Cash and Investments

Investments at June 30, 2021 consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Excess of Fair Value Over Cost</u>
Fixed income mutual funds	\$ 1,942,356	\$ 2,024,417	\$ 82,061
Equity mutual funds	1,282,807	1,337,004	54,197
	<u>\$ 3,225,163</u>	<u>3,361,421</u>	<u>\$ 136,258</u>
Bank deposits		1,078,596	
Total Cash and Investments		<u>\$ 4,440,017</u>	

Investments at June 30, 2020 consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Excess of Fair Value Over Cost</u>
Fixed income mutual funds	\$ 1,431,015	\$ 1,899,366	\$ 468,351
Equity mutual funds	704,191	934,663	230,472
	<u>\$ 2,135,206</u>	<u>2,834,029</u>	<u>\$ 698,823</u>
Bank deposits		1,003,082	
Total Cash and Investments		<u>\$ 3,837,111</u>	

The Foundation maintains its bank accounts at a financial institution in the Fond du Lac area. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per insured depository institution. The Foundation's cash deposits may exceed these federally insured limits at times during the year. The Foundation has not experienced any losses on these accounts. Management believes the Foundation is not exposed to any significant credit risk on cash.

# Moraine Park Technical College

## Notes to Financial Statements For the Years Ended June 30, 2021 and 2020

### NOTE M: COMPONENT UNIT (Continued)

Investment return is comprised of the following for the years ended June 30:

	2021	2020
Investment interest and dividend income	\$ 96,478	\$ 82,767
Realized gains (losses) on sale of investments	56,174	41,542
Unrealized gains (losses)	299,269	(226)
Investment fees	(22,908)	(17,443)
	<u>\$ 429,013</u>	<u>\$ 106,640</u>

#### 2. Net Assets

Net assets are classified as follows as of June 30:

	2021	2020
Without Donor Restrictions	\$ 829,845	\$ 699,930
With Donor Restrictions:		
Purpose Restrictions	1,625,842	1,362,493
Perpetual in Nature	2,047,508	1,876,804
Total With Donor Restrictions	<u>3,673,350</u>	<u>3,239,297</u>
Total Net Assets	<u>\$ 4,503,195</u>	<u>\$ 3,939,227</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

# Moraine Park Technical College

## Required Supplementary Information Schedule of Changes in Net OPEB Liability and Related Ratios

Last 10 Fiscal Years

	2021	2020	2019	2018	2017
Total OPEB Liability					
Service cost	\$ 109,127	\$ 102,950	\$ 111,050	\$ 104,764	\$ 104,764
Interest	275,577	284,889	392,911	400,075	403,985
Changes of benefit terms	(93,186)	-	-	-	-
Benefit payments	(424,924)	(667,326)	(538,746)	(716,022)	(431,807)
Differences between expected and actual experience	494,767	-	(1,384,557)	-	-
Changes of assumptions	19,437	-	(312,692)	-	-
Net change in total OPEB liability	380,798	(279,487)	(1,732,034)	(211,183)	76,942
Total OPEB liability - beginning	4,750,846	5,030,333	6,762,367	6,973,550	6,896,608
Total OPEB liability - ending (a)	<u>\$ 5,131,644</u>	<u>\$ 4,750,846</u>	<u>\$ 5,030,333</u>	<u>\$ 6,762,367</u>	<u>\$ 6,973,550</u>
Plan Fiduciary Net Position					
Contributions - Employer	\$ -	\$ -	\$ 38,746	\$ 466,022	\$ 331,807
Net investment income	1,678,666	436,513	400,497	537,368	624,191
Benefit payments	(424,924)	(667,326)	(538,746)	(716,022)	(431,807)
Administrative expenses	(34,838)	(32,844)	(32,151)	(33,090)	(30,566)
Net change in plan fiduciary net position	1,218,904	(263,657)	(131,654)	254,278	493,625
Plan fiduciary net position - beginning	6,360,860	6,624,517	6,756,171	6,501,893	6,008,268
Plan fiduciary net position - ending (b)	<u>\$ 7,579,764</u>	<u>\$ 6,360,860</u>	<u>\$ 6,624,517</u>	<u>\$ 6,756,171</u>	<u>\$ 6,501,893</u>
District's net OPEB liability (asset) - ending (a) - (b)	<u>\$ (2,448,120)</u>	<u>\$ (1,610,014)</u>	<u>\$ (1,594,184)</u>	<u>\$ 6,196</u>	<u>\$ 471,657</u>
Plan fiduciary net position as a percentage of the total OPEB liability	147.71%	133.89%	131.69%	99.91%	93.24%
Covered payroll	\$ 26,347,720	\$ 26,255,847	\$ 26,255,847	\$ 15,533,473	\$ 15,533,473
District's net OPEB liability as a percentage of covered payroll	-9.29%	-6.13%	-6.07%	0.04%	3.04%

\* The amounts presented for each fiscal year were determined as of the current fiscal year end.  
Amounts for prior years were not available.

See Notes to Required Supplementary Information.

## Moraine Park Technical College

### Required Supplementary Information Schedule of Employer Contributions Other Post-Employment Benefits

Last 10 Fiscal Years

	2021	2020	2019	2018	2017
Actuarially determined contribution (ADC)	\$ 33,000	\$ 7,396	\$ 7,396	\$ 175,587	\$ 175,587
Contributions in relation to the ADC	-	-	38,746	466,022	331,807
Contribution deficiency (excess)	<u>\$ 33,000</u>	<u>\$ 7,396</u>	<u>\$ (31,350)</u>	<u>\$ (290,435)</u>	<u>\$ (156,220)</u>
Covered payroll	\$ 26,347,720	\$ 26,255,847	\$ 26,255,847	\$ 15,533,473	\$ 15,533,473
Contributions as a percentage of covered payroll	0.00%	0.00%	0.15%	3.00%	2.14%

#### Key Methods and Assumption Used to Calculate ADC

Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Asset valuation method	Fair Value	Fair Value	Fair Value	Fair Value	Fair Value
Amortization method	30 Year Level Dollar	30 Year Level Dollar	30 Year Level Dollar	30 Year Level Dollar	30 Year Level Dollar
Discount rate	6.00%	6.00%	6.00%	6.00%	6.00%
Inflation	2.00%	2.50%	2.50%	2.50%	2.50%
Valuation date	June 30, 2020	June 30, 2018	June 30, 2018	June 30, 2016	June 30, 2016

\* The amounts presented for each fiscal year were determined as of the current fiscal year end.  
Amounts for prior years were not available.

See Notes to Required Supplementary Information.



# Moraine Park Technical College

## Required Supplementary Information Schedule of Proportionate Share of the Net Pension Liability (Asset) Wisconsin Retirement System

Last 10 Fiscal Years\*

### Schedule of Proportionate Share of the Net Pension Liability (Asset)

Plan Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll (plan year)	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/2014	0.18196942%	\$ (4,469,667)	\$ 24,821,863	18.01%	102.74%
12/31/2015	0.18232620%	2,962,723	26,489,426	11.18%	98.20%
12/31/2016	0.18078407%	1,490,092	25,814,375	5.77%	99.12%
12/31/2017	0.18080664%	(5,368,363)	26,361,476	20.36%	102.93%
12/31/2018	0.17761247%	6,318,895	27,183,685	23.25%	96.45%
12/31/2019	0.17689824%	(5,704,006)	28,239,825	-20.20%	102.96%
12/31/2020	0.17508824%	(10,931,001)	28,768,594	-38.00%	105.26%

### Schedule of Contributions

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll (fiscal year)	Contributions as a Percentage of Covered Payroll
6/30/2015	\$ 1,734,830	\$ 1,734,830	\$ -	\$ 25,146,856	7.00%
6/30/2016	1,726,101	1,726,101	-	25,735,934	6.80%
6/30/2017	1,804,771	1,804,771	-	26,947,887	6.60%
6/30/2018	1,796,013	1,796,013	-	26,608,308	6.75%
6/30/2019	1,810,046	1,810,046	-	27,828,412	6.50%
6/30/2020	1,898,105	1,898,105	-	28,544,992	6.65%
6/30/2021	1,941,880	1,941,880	-	28,759,709	6.75%

See Notes to Required Supplementary Information.

# Moraine Park Technical College

## Notes to Required Supplementary Information For the Years Ended June 30, 2021 and 2020

### NOTE A: OTHER POSTEMPLOYMENT BENEFITS

There were no changes of benefit terms, however there was a change in actuarial assumptions for the June 30, 2020 actuarial valuation. The actuarial assumptions were revised to include a percentage of self-pay medical premiums for currently active employees who are not eligible for a District provided postemployment benefit but are currently electing coverage and are projected to remain on the plan for the duration of COBRA at the single coverage level. As a result, the calculation of eligible wages and covered payroll has increased.

The District implemented GASB Statement No. 74, *Financial Reporting for Post-Employment Benefit Plans Other Than Pension Plans* and Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions* for the fiscal year ended June 30, 2017. Information for prior years is not available.

### NOTE B: WISCONSIN RETIREMENT SYSTEM

There were no changes of benefit terms or assumptions for participating employer in WRS.

The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. The District is required to present the last fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

## **SUPPLEMENTARY INFORMATION**

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The following supplementary information is provided to document Moraine Park Technical College's compliance with budgetary requirements. This accountability is an essential requirement to maintain the public trust. The method of accounting used for budgetary compliance monitoring is substantially different from the method of preparing the basic financial statements of the college. At the end of this section is a reconciliation between the two methods.

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## **GENERAL FUND**

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The General Fund is the operating fund of the District. It is used to account for all financial resources, except those accounted for in another fund.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund

For the year ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance
<b>Revenues</b>						
Local government - tax levy	\$ 11,714,337	\$ 11,890,765	\$ 11,864,326	\$ -	\$ 11,864,326	\$ (26,439)
Intergovernmental revenue						
State	25,237,561	24,982,770	24,990,707	-	24,990,707	7,937
Federal	20,000	1,370,000	1,368,098	-	1,368,098	(1,902)
Tuition and fees						
Statutory program fees	7,608,161	6,993,941	7,002,562	-	7,002,562	8,621
Material fees	397,765	263,164	310,650	-	310,650	47,486
Other student fees	1,043,631	1,043,631	879,292	-	879,292	(164,339)
Institutional	3,895,532	3,195,532	2,963,879	-	2,963,879	(231,653)
Total revenues	49,916,987	49,739,803	49,379,514	-	49,379,514	(360,289)
<b>Expenditures</b>						
Instruction	25,644,637	24,380,820	24,300,883	9,703	24,310,586	70,234
Instructional resources	2,250,489	1,800,321	1,733,310	756	1,734,066	66,255
Student services	6,922,522	6,182,453	6,119,421	-	6,119,421	63,032
General institutional	11,321,043	11,338,184	11,283,521	23,867	11,307,388	30,796
Physical plant	3,778,296	4,166,344	3,985,403	139,442	4,124,845	41,499
Total expenditures	49,916,987	47,868,122	47,422,538	173,768	47,596,306	271,816
Excess of revenues over expenditures	-	1,871,681	1,956,976	(173,768)	1,783,208	(88,473)
<b>Other Financing Sources (Uses)</b>						
Transfers in (out)	-	(1,500,000)	(1,500,000)	-	(1,500,000)	-
Net change in fund balance	-	371,681	456,976	(173,768)	283,208	(88,473)
Fund balance at July 1, 2020	13,309,192	12,576,068	12,765,702	(189,634)	12,576,068	-
Fund balance at June 30, 2021	<u>\$ 13,309,192</u>	<u>\$ 12,947,749</u>	<u>\$ 13,222,678</u>	<u>\$ (363,402)</u>	<u>\$ 12,859,276</u>	<u>\$ (88,473)</u>
<b>Fund balance</b>						
Reserved for encumbrances			\$ 363,402			
Reserved for prepaid items			1,528,738			
Unreserved fund balance						
Designated for state aid fluctuations			339,584			
Designated for subsequent year			169,792			
Designated for subsequent years			509,376			
Designated for operations			10,311,786			
			<u>\$ 13,222,678</u>			

## **SPECIAL REVENUE AIDABLE FUND**

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The Special Revenue Aidable Fund is used to account for the proceeds and related financial activities of specific revenue sources (other than debt service, major capital projects, or expendable trusts) that are restricted to expenditures for designated purposes because of legal or regulatory provisions.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Aidable Fund

For the year ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance
<b>Revenues</b>						
Local government - tax levy	\$ 425,630	\$ 400,000	\$ 400,000	\$ -	\$ 400,000	\$ -
Intergovernmental revenue						
State	1,410,489	1,532,689	1,130,548	-	1,130,548	(402,141)
Federal	1,080,938	1,540,766	1,170,785	-	1,170,785	(369,981)
Institutional	455,740	456,985	125,965	-	125,965	(331,020)
Total revenues	<u>3,372,797</u>	<u>3,930,440</u>	<u>2,827,298</u>	<u>-</u>	<u>2,827,298</u>	<u>(1,103,142)</u>
<b>Expenditures</b>						
Instruction	2,132,397	2,519,874	1,485,575	14,719	1,500,294	1,019,580
Instructional resources	-	10,000	6,116	-	6,116	3,884
Student services	1,160,442	1,311,093	1,148,588	-	1,148,588	162,505
General institutional	79,958	110,000	95,039	-	95,039	14,961
Physical plant	-	110,000	70,285	(14,628)	55,657	54,343
Total expenditures	<u>3,372,797</u>	<u>4,060,967</u>	<u>2,805,603</u>	<u>91</u>	<u>2,805,694</u>	<u>1,255,273</u>
Net change in fund balance	-	(130,527)	21,695	(91)	21,604	152,131
Fund balance at July 1, 2020	<u>979,380</u>	<u>1,262,216</u>	<u>1,276,844</u>	<u>(14,628)</u>	<u>1,262,216</u>	<u>-</u>
Fund balance at June 30, 2021	<u>\$ 979,380</u>	<u>\$ 1,131,689</u>	<u>\$ 1,298,539</u>	<u>\$ (14,719)</u>	<u>\$ 1,283,820</u>	<u>\$ 152,131</u>
Fund balance						
Reserved for encumbrances			\$ 14,719			
Reserved for prepaid items			23,477			
Designated for subsequent year			<u>1,260,343</u>			
			<u>\$ 1,298,539</u>			

## **SPECIAL REVENUE NON-AIDABLE FUND**

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The Special Revenue Non-Aidable Fund is used to account for expendable trust funds held by the District in a trustee/agent capacity, primarily for student activities and student aid.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Non-Aidable Fund

For the year ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance
<b>Revenues</b>						
Local government - tax levy	\$ 79,565	\$ 79,565	\$ 79,565	\$ -	\$ 79,565	\$ -
Intergovernmental revenue						
State	745,550	745,550	888,196	-	888,196	142,646
Federal	8,107,197	8,107,197	4,028,924	-	4,028,924	(4,078,273)
Other student fees	-	-	429,823	-	429,823	429,823
Institutional	827,000	827,000	525,525	-	525,525	(301,475)
Total revenues	9,759,312	9,759,312	5,952,033	-	5,952,033	(3,807,279)
<b>Expenditures</b>						
Student services	9,759,312	9,759,312	5,620,275	-	5,620,275	4,139,037
General institutional	-	10,000	7,756	-	7,756	2,244
Total expenditures	9,759,312	9,769,312	5,628,031	-	5,628,031	4,141,281
Net change in fund balance	-	(10,000)	324,002	-	324,002	334,002
Fund balance at July 1, 2020	256,022	879,456	879,456	-	879,456	-
Fund balance at June 30, 2021	<u>\$ 256,022</u>	<u>\$ 869,456</u>	<u>\$ 1,203,458</u>	<u>\$ -</u>	<u>\$ 1,203,458</u>	<u>\$ 334,002</u>
Fund balance						
Reserved for student financial assistance			\$ 206,211			
Reserved for student clubs and organizations			997,247			
			<u>\$ 1,203,458</u>			

## **CAPITAL PROJECTS FUND**

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The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of capital facilities and major equipment other than those financed by the Enterprise and Internal Service funds.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Capital Projects Fund

For the year ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance
<b>Revenues</b>						
Local government - tax levy	\$ 4,200	\$ 4,200	\$ 4,200	\$ -	\$ 4,200	\$ -
Intergovernmental revenue						
State	173,675	173,675	184,174	-	184,174	10,499
Federal	-	770,000	773,044	-	773,044	3,044
Institutional	100,000	100,000	43,354	-	43,354	(56,646)
Total revenues	<u>277,875</u>	<u>1,047,875</u>	<u>1,004,772</u>	<u>-</u>	<u>1,004,772</u>	<u>(43,103)</u>
<b>Expenditures</b>						
Instruction	2,016,974	2,126,974	1,983,719	131,528	2,115,247	11,727
Instructional resources	541,800	1,210,000	1,107,543	83,481	1,191,024	18,976
Student services	-	80,000	54,173	17,287	71,460	8,540
General institutional	3,569,101	1,169,101	1,087,980	(134,607)	953,373	215,728
Physical plant	4,050,000	4,300,000	3,650,026	587,546	4,237,572	62,428
Total expenditures	<u>10,177,875</u>	<u>8,886,075</u>	<u>7,883,441</u>	<u>685,235</u>	<u>8,568,676</u>	<u>317,399</u>
Excess (deficiency) of revenues over expenditures	<u>(9,900,000)</u>	<u>(7,838,200)</u>	<u>(6,878,669)</u>	<u>(685,235)</u>	<u>(7,563,904)</u>	<u>274,296</u>
<b>Other Financing Sources</b>						
Long-term debt issued	7,000,000	7,000,000	7,000,000	-	7,000,000	-
Transfers in	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>	<u>-</u>
Total other financing sources	<u>7,000,000</u>	<u>8,000,000</u>	<u>8,000,000</u>	<u>-</u>	<u>8,000,000</u>	<u>-</u>
Net change in fund balance	<u>(2,900,000)</u>	<u>161,800</u>	<u>1,121,331</u>	<u>(685,235)</u>	<u>436,096</u>	<u>274,296</u>
Fund balance at July 1, 2020	<u>9,053,708</u>	<u>9,818,607</u>	<u>11,547,965</u>	<u>(1,729,358)</u>	<u>9,818,607</u>	<u>-</u>
Fund balance at June 30, 2021	<u>\$ 6,153,708</u>	<u>\$ 9,980,407</u>	<u>\$ 12,669,296</u>	<u>\$ (2,414,593)</u>	<u>\$ 10,254,703</u>	<u>\$ 274,296</u>
 Fund balance						
Reserved for encumbrances			\$ 2,414,593			
Reserved for equipment			5,057,563			
Reserved for capital projects			<u>5,197,140</u>			
			<u>\$ 12,669,296</u>			

## **DEBT SERVICE FUND**

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

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Debt Service Fund

For the year ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance
<b>Revenues</b>						
Local government - tax levy	\$ 5,500,000	\$ 5,500,000	\$ 5,500,000	\$ -	\$ 5,500,000	\$ -
Institutional	50,000	50,000	2,762	-	2,762	(47,238)
Total revenues	5,550,000	5,550,000	5,502,762	-	5,502,762	(47,238)
<b>Expenditures</b>						
Physical plant	5,498,956	6,450,000	6,448,174	-	6,448,174	1,826
Excess (deficiency) of revenues over expenditures	51,044	(900,000)	(945,412)	-	(945,412)	(45,412)
<b>Other financing sources</b>						
Premiums on debt issued	-	-	277,993	-	277,993	(277,993)
Net change in fund balance	51,044	(900,000)	(667,419)	-	(667,419)	(45,412)
Fund balance at July 1, 2020	1,306,502	1,420,057	1,420,057	-	1,420,057	-
Fund balance at June 30, 2021	<u>\$ 1,357,546</u>	<u>\$ 520,057</u>	<u>\$ 752,638</u>	<u>\$ -</u>	<u>\$ 752,638</u>	<u>\$ (45,412)</u>
Fund balance						
Reserved for debt service			<u>\$ 752,638</u>			

## **ENTERPRISE FUNDS**

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The Enterprise Funds are used to account for operations that provide services which are financed primarily by user charges or activities where periodic measurement of net income is appropriate for capital maintenance, public policy, management control, or other purposes. The District's enterprise funds are used to account for the operations of the vending machines, parts department, and other activities.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual (Non-GAAP Budgetary Basis) - Enterprise Fund

For the year ended June 30, 2021

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance</u>
<b>Revenues</b>						
Intergovernmental revenue						
Federal	\$ -	\$ 300,000	\$ 299,480	\$ -	\$ 299,480	\$ (520)
Auxiliary revenue	<u>185,500</u>	<u>185,500</u>	<u>150,947</u>	<u>-</u>	<u>150,947</u>	<u>(34,553)</u>
Total revenues	185,500	485,500	450,427	-	450,427	(35,073)
<b>Expenditures</b>						
Auxiliary services	<u>323,496</u>	<u>373,496</u>	<u>349,923</u>	<u>-</u>	<u>349,923</u>	<u>23,573</u>
Change in net position	(137,996)	112,004	100,504	-	100,504	(11,500)
Net position at July 1, 2020	<u>1,373,120</u>	<u>1,395,780</u>	<u>1,395,780</u>	<u>-</u>	<u>1,395,780</u>	<u>-</u>
Net position at June 30, 2021	<u>\$ 1,235,124</u>	<u>\$ 1,507,784</u>	<u>\$ 1,496,284</u>	<u>\$ -</u>	<u>\$ 1,496,284</u>	<u>\$ (11,500)</u>
Net position						
Unrestricted			<u>\$ 1,496,284</u>			

## **INTERNAL SERVICE FUNDS**

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The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. At present, the District has two Internal Service Funds. One is used to account for the transactions of the District's self-insured employee health reimbursement and dental coverage programs. The other accounts for all costs associated with copiers and usage by District departments.

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## Moraine Park Technical College

### Schedule of Revenues, Expenditures and Changes in Net Position - Budget and Actual (Non-GAAP Budgetary Basis) - Internal Service Fund

For the year ended June 30, 2021

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance</u>
<b>Revenues</b>						
Auxiliary revenue	\$ 597,380	\$ 597,380	\$ 524,511	\$ -	\$ 524,511	\$ (72,869)
<b>Expenditures</b>						
Auxiliary services	1,167,550	1,167,550	942,568	-	942,568	224,982
Total expenditures	1,167,550	1,167,550	942,568	-	942,568	224,982
Excess (deficiency) of revenues over expenditures	(570,170)	(570,170)	(418,057)	-	(418,057)	152,113
<b>Other Financing Sources</b>						
Transfer in	-	500,000	500,000	-	500,000	-
Net change in position	(570,170)	(70,170)	81,943	-	81,943	152,113
Net position at July 1, 2020	2,155,791	3,198,272	3,198,272	-	3,198,272	-
Net position at June 30, 2021	<u>\$ 1,585,621</u>	<u>\$ 3,128,102</u>	<u>\$ 3,280,215</u>	<u>\$ -</u>	<u>\$ 3,280,215</u>	<u>\$ 152,113</u>
Net position						
Unrestricted			<u>\$ 3,280,215</u>			

## Moraine Park Technical College

### Schedule to Reconcile Budget (Non-GAAP Budgetary Basis) Financial Statements to Basic Financial Statements

For the year ended June 30, 2021

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling Items	Statement of revenues, expenses, and changes in net position
<b>Revenues</b>										
Local government - tax levy	\$ 11,864,326	\$ 400,000	\$ 79,565	\$ 4,200	\$ 5,500,000	\$ -	\$ -	\$ 17,848,091	\$ -	\$ 17,848,091
Intergovernmental revenue										
State	24,990,707	1,130,548	888,196	184,174	-	-	-	27,193,625	-	27,193,625 <sup>(1)</sup>
Federal	1,368,098	1,170,785	4,028,924	773,044	-	299,480	-	7,640,331	-	7,640,331 <sup>(2)</sup>
Tuition and fees										
Statutory program fees	7,002,562	-	-	-	-	-	-	7,002,562	(2,664,114)	4,338,448
Material fees	310,650	-	-	-	-	-	-	310,650	(118,186)	192,464
Other student fees	879,292	-	429,823	-	-	-	-	1,309,115	(334,525)	974,590
Institutional	2,963,879	125,965	525,525	43,354	2,762	-	-	3,661,485	(9,362)	3,652,123 <sup>(3)</sup>
Auxiliary revenue	-	-	-	-	-	150,947	524,511	675,458	(524,511)	150,947
Total revenues	<u>49,379,514</u>	<u>2,827,298</u>	<u>5,952,033</u>	<u>1,004,772</u>	<u>5,502,762</u>	<u>450,427</u>	<u>524,511</u>	<u>65,641,317</u>	<u>(3,650,698)</u>	<u>61,990,619</u>
<b>Expenditures</b>										
Instruction	24,310,586	1,500,294	-	2,115,247	-	-	-	27,926,127	(3,265,134)	24,660,993
Instructional resources	1,734,066	6,116	-	1,191,024	-	-	-	2,931,206	(840,749)	2,090,457
Student services	6,119,421	1,148,588	5,620,275	71,460	-	-	-	12,959,744	(6,020,413)	6,939,331
General institutional	11,307,388	95,039	7,756	953,373	-	-	-	12,363,556	(1,804,676)	10,558,880
Physical plant	4,124,845	55,657	-	4,237,572	6,448,174	-	-	14,866,248	(8,592,408)	6,273,840 <sup>(4)</sup>
Auxiliary services	-	-	-	-	-	349,923	942,568	1,292,491	(947,765)	344,726
Depreciation	-	-	-	-	-	-	-	-	3,551,466	3,551,466
Student aid	-	-	-	-	-	-	-	-	2,316,061	2,316,061
Total expenditures	<u>47,596,306</u>	<u>2,805,694</u>	<u>5,628,031</u>	<u>8,568,676</u>	<u>6,448,174</u>	<u>349,923</u>	<u>942,568</u>	<u>72,339,372</u>	<u>(15,603,618)</u>	<u>56,735,754</u>
Excess (deficiency) of revenues over expenditures	1,783,208	21,604	324,002	(7,563,904)	(945,412)	100,504	(418,057)	(6,698,055)	11,952,920	5,254,865
<b>Other Financing Sources (Uses)</b>										
Transfers in (out)	(1,500,000)	-	-	1,000,000	-	-	500,000	-	-	-
Premiums on debt issued	-	-	-	-	277,993	-	-	277,993	(277,993)	-
Long term debt issued	-	-	-	7,000,000	-	-	-	7,000,000	(7,000,000)	-
Total other financing sources (uses)	<u>(1,500,000)</u>	<u>-</u>	<u>-</u>	<u>8,000,000</u>	<u>277,993</u>	<u>-</u>	<u>500,000</u>	<u>7,277,993</u>	<u>(7,277,993)</u>	<u>-</u>
Net change in fund balance/net position	<u>283,208</u>	<u>21,604</u>	<u>324,002</u>	<u>436,096</u>	<u>(667,419)</u>	<u>100,504</u>	<u>81,943</u>	<u>579,938</u>	<u>4,674,927</u>	<u>5,254,865</u>
Fund balances/net position at July 1, 2020	<u>12,576,068</u>	<u>1,262,216</u>	<u>879,456</u>	<u>9,818,607</u>	<u>1,420,057</u>	<u>1,395,780</u>	<u>3,198,272</u>	<u>30,550,456</u>	<u>37,763,370</u>	<u>68,313,826</u>
Fund balance/net position at June 30, 2021	<u>\$ 12,859,276</u>	<u>\$ 1,283,820</u>	<u>\$ 1,203,458</u>	<u>\$ 10,254,703</u>	<u>\$ 752,638</u>	<u>\$ 1,496,284</u>	<u>\$ 3,280,215</u>	<u>\$ 31,130,394</u>	<u>\$ 42,438,297</u>	<u>\$ 73,568,691 <sup>(5)</sup></u>



# **Moraine Park Technical College**

## **Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis Financial Statements to Basic Financial Statements For the Year Ended June 30, 2021**

### **BUDGETS AND BUDGETARY ACCOUNTING**

The District's fund structure used in preparing the basic financial statements is different than the fund structure used for budgetary accounting. Annual budgets are adopted for all funds in accordance with the requirements of the Wisconsin Technical College System Board. The District follows the procedures listed below in adopting annual budgets for all funds in accordance with legal requirements.

- Annual budget requests by departments are submitted to the President's Cabinet during January. After all the requests are reviewed, the President submits the proposed budget to the District Board.
- Public hearings are conducted on the proposed budget prior to District Board approval.
- In accordance with State Statute 38.12, the budget is legally enacted through approval by the District Board prior to July 1.
- Budget amendments made during the year are legally authorized by the District Board. Budget transfers (between funds and functional areas within funds) and changes in budgeted revenues and expenditures (appropriations) require approval by a vote of two thirds of the entire membership of the District Board and public notice published in the District's official newspaper within 10 days according to Wisconsin Statutes.
- Management exercises control over budgeted expenditures by fund and function (e.g., instruction, instructional resources, student services, etc.), as presented in the accompanying financial statements. Expenditures may not exceed funds available or appropriated. Unused appropriations lapse at the end of each fiscal year.

# Moraine Park Technical College

## Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis Financial Statements to Basic Financial Statements For the Year Ended June 30, 2021

### BUDGETS AND BUDGETARY ACCOUNTING (Continued)

Formal budgetary integration is employed as a planning device for all funds. MPTC adopts an annual operating budget that is prepared on a different basis from the basic financial statements. The budget differs from GAAP by recognizing encumbrances as expenditures and property taxes levied that relate to debt service funding for the subsequent year as revenue. Also, the budget does not incorporate changes related to GASB Statement Nos. 34, 35, 37, and 38 as listed previously in Note A to the financial statements.

- (1) State grants revenue is presented on the basic financial statements as follows:

Operating revenues	\$ 2,086,097
Non-operating	
State operating appropriations	24,923,354
Capital contributions (state portion)	<u>184,174</u>
Total	<u>\$ 27,193,625</u>

- (2) Federal grants revenue is presented on the basic financial statements as follows:

Operating	\$ 1,180,329
Non-operating	
Federal financial assistance - Pell	3,006,059
Federal grants - COVID	<u>3,453,943</u>
Total	<u>\$ 7,640,331</u>

# Moraine Park Technical College

## Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis Financial Statements to Basic Financial Statements For the Year Ended June 30, 2021

### BUDGETS AND BUDGETARY ACCOUNTING (Continued)

- (3) Institutional revenue is reported as three separate line items on the basic financial statements:

Contact revenue	\$ 2,753,963
Miscellaneous	800,497
Investment income earned	<u>97,663</u>
	<u>\$ 3,652,123</u>

- (4) Interest expense is reported as a component of physical plant on the budgetary statements:

Physical plant	\$ 5,540,013
Gain on disposal of capital assets	131,768
Interest expense	<u>602,059</u>
	<u>\$ 6,273,840</u>

- (5) Reconciliation of budgetary basis fund balance and net position as presented in the basic financial statements:

Budgetary basis fund balance / net position	\$ 31,130,394
General capital assets capitalized at cost	107,212,525
Accumulated depreciation on general capital assets	(45,982,426)
Net pension asset	10,931,001
Deferred outflows and inflows related to pension	(6,764,675)
General obligation notes payable	(27,710,000)
Unamortized premium on debt	(698,545)
Deposit with WTCEBC	1,517,807
Accrued interest on notes payable	(149,302)
Long-term OPEB asset	2,448,120
Deferred inflows related to OPEB	(1,158,922)
Encumbrances outstanding at year end	<u>2,792,714</u>
Net position per basic financial statement	<u>\$ 73,568,691</u>

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# STATISTICAL SECTION



The statistical section of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health. The information was prepared by the District and was not subject to audit by the independent certified public accounting firm.

The statistical section contains information related to the following categories:

***Financial Trends***

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed.

***Revenue Capacity***

These schedules contain information to aid the reader in assessing one of the District's most significant local revenue source, the property tax.

***Debt Capacity***

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

***Demographic and Economic Information***

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

***Operating Information***

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

# Moraine Park Technical College District

## Net Position by Component

Last Ten Fiscal Years  
(accrual basis of accounting)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013 (Restated)</u>	<u>2012</u>
Net investment in capital assets	\$34,795,763	\$36,216,100	\$36,996,038	\$33,901,478	\$29,493,861	\$30,726,550	\$ 34,862,712	\$ 27,997,249	\$ 26,031,176	\$ 23,815,330
Restricted for debt service	603,336	1,275,379	942,206	987,821	908,618	753,997	697,232	482,863	348,351	257,862
Restricted for net pension / OPEB asset	13,379,121	7,314,020	1,594,184	5,368,363	-	5,587,455	4,469,667	-	-	-
Restricted for student clubs and organizations	997,247	679,281	468,260	-	-	-	-	-	-	-
Unrestricted	<u>23,793,224</u>	<u>22,829,046</u>	<u>26,104,949</u>	<u>24,045,661</u>	<u>33,340,117</u>	<u>33,784,702</u>	<u>28,743,882</u>	<u>26,354,804</u>	<u>25,335,199</u>	<u>25,134,759</u>
Total Net Position	<u>\$ 73,568,691</u>	<u>\$ 68,313,826</u>	<u>\$ 66,105,637</u>	<u>\$ 64,303,323</u>	<u>\$ 63,742,596</u>	<u>\$ 70,852,704</u>	<u>\$ 68,773,493</u>	<u>\$ 54,834,916</u>	<u>\$ 51,714,726</u>	<u>\$ 49,207,951</u>



# Moraine Park Technical College District

## Changes in Net Position

Last Ten Fiscal Years

	2021	2020	2019 (2)	2018	2017	2016	2015	2014	2013 (Restated)	2012
<b>Operating Revenues</b>										
Student program fees, net of scholarship allowances	\$ 4,338,448	\$ 5,213,524	\$ 5,410,500	\$ 3,792,255	\$ 3,871,570	\$ 3,851,111	\$ 3,859,611	\$ 3,737,760	\$ 3,840,830	\$ 3,910,248
Student material fees, net of scholarship allowances	192,464	269,484	293,224	202,902	208,430	218,841	207,385	206,951	215,970	222,027
Other student fees, net of scholarship allowances	974,590	1,117,577	1,044,237	618,411	412,009	512,883	524,063	457,543	478,855	509,948
Federal grants	1,180,329	1,150,594	1,144,910	1,300,751	6,599,310	7,257,421	7,634,950	7,803,374	8,080,240	9,506,206
State grants	2,086,097	2,159,684	2,561,334	2,162,387	1,748,251	2,611,428	2,500,094	2,054,963	1,946,266	1,602,153
Contract revenue	2,753,963	3,055,756	3,487,693	3,235,300	3,635,170	3,532,604	3,393,497	3,422,878	3,247,325	2,959,294
Auxiliary enterprise revenues	150,947	142,418	209,504	203,489	179,828	191,898	591,036	2,444,915	2,412,418	2,606,817
Miscellaneous	800,497	973,344	870,172	622,765	981,197	966,219	921,840	1,106,235	983,655	860,502
Total operating revenues	12,477,335	14,082,381	15,021,574	12,138,260	17,635,765	19,142,404	19,632,476	21,234,619	21,205,559	22,177,195
<b>Operating expenses</b>										
Instruction	24,660,993	26,243,156	27,018,367	25,558,325	26,822,223	26,917,639	25,145,873	25,160,313	26,336,097	26,729,423
Instructional resources	2,090,457	2,295,065	2,243,417	2,417,809	2,264,703	2,296,409	1,804,787	2,310,329	1,920,013	2,008,717
Student services	6,939,331	7,646,413	8,482,196	3,231,051	7,412,533	7,073,692	6,496,873	6,272,598	6,179,774	6,416,632
General institutional	10,558,880	11,007,123	10,746,049	11,444,378	12,058,638	11,436,696	10,013,357	10,752,146	11,122,967	11,180,309
Physical plant	5,540,013	5,111,656	4,109,442	5,087,878	4,998,626	3,925,883	3,162,981	4,101,860	3,812,120	3,846,962
Auxiliary enterprise services	344,726	245,051	349,997	438,617	311,669	341,809	265,843	2,417,417	2,439,387	2,614,739
Depreciation	3,551,466	3,369,368	3,206,426	3,094,714	3,007,955	2,887,720	2,699,872	2,783,757	2,305,394	2,230,649
Student aid	2,316,061	2,960,686	2,641,606	5,351,261	5,863,123	6,248,512	7,038,024	7,507,330	7,948,743	8,598,564
Total operating expenses	56,001,927	58,878,518	58,797,500	56,624,033	62,739,470	61,128,360	56,627,610	61,305,750	62,064,495	63,625,995
Operating loss	(43,524,592)	(44,796,137)	(43,775,926)	(44,485,773)	(45,103,705)	(41,985,956)	(36,995,134)	(40,071,131)	(40,858,936)	(41,448,800)
<b>Non-operating revenues (expenses)</b>										
Property taxes	17,848,091	17,417,392	16,947,144	16,747,140	16,248,494	16,182,316	15,981,243	36,397,241	36,465,081	35,959,981
State operating appropriations	24,923,354	25,217,628	24,620,871	24,505,199	24,962,606	24,093,314	24,202,382	3,114,310	3,023,949	2,935,635
Federal financial assistance - Pell	3,006,059	3,479,730	3,304,407	3,550,730	3,616,046	3,890,240	4,325,763	4,704,842	4,705,775	4,572,094
Federal grants - COVID	3,453,943	632,325	-	-	-	-	-	-	-	-
Gain/(loss) on sale of capital assets	(131,768)	3,618	(312,898)	(77,755)	(172,730)	(42,835)	(1,373,276)	(807,207)	(241,381)	(173,901)
Investment income earned	97,663	783,092	899,115	295,574	248,528	131,363	112,696	84,104	88,969	83,418
Interest expense	(602,059)	(559,792)	(513,537)	(519,101)	(483,160)	(494,496)	(525,375)	(541,278)	(599,067)	(685,715)
Total non-operating revenues	48,595,283	46,973,993	44,945,102	44,501,787	44,419,784	43,759,902	42,723,433	42,952,012	43,443,326	42,691,512
Income (loss) before capital contributions	5,070,691	2,177,856	1,169,176	16,014	(683,921)	1,773,946	5,728,299	2,880,881	2,584,390	1,242,712
<b>Capital Contributions</b>										
Capital contributions	-	-	-	353,400	-	-	-	-	-	-
Capital federal and state appropriations	184,174	30,333	166,478	191,313	49,608	305,265	173,467	239,309	110,520	80,002
Change in net position before special item	5,254,865	2,208,189	1,335,654	560,727	(634,313)	2,079,211	5,901,766	3,120,190	2,694,910	1,322,714
Cumulative effect of change in accounting principle (1)	-	-	466,660	-	(6,475,795)	-	8,116,811	-	(188,135)	-
<b>CHANGE IN NET POSITION</b>	<b>\$ 5,254,865</b>	<b>\$ 2,208,189</b>	<b>\$ 1,802,314</b>	<b>\$ 560,727</b>	<b>\$ (7,110,108)</b>	<b>\$ 2,079,211</b>	<b>\$ 14,018,577</b>	<b>\$ 3,120,190</b>	<b>\$ 2,506,775</b>	<b>\$ 1,322,714</b>

(1) The District implemented GASB 84 beginning with the fiscal year ended June 30, 2020, GASB 74 and 75 beginning with the fiscal year ended June 30, 2017, GASB 68 and 71 beginning with the fiscal year ended June 30, 2015 and GASB 65 beginning with the fiscal year ended June 30, 2013.

(2) The District restated the fiscal year ended June 30, 2019 for a correction of accounting principles that had no impact on net position.

# Moraine Park Technical College District

## Equalized Value Of Taxable Property <sup>(1) (2)</sup>

For the Fiscal Years Ended June 30, 2011 to 2020

(Amounts in thousands)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Real Estate:										
Residential	\$ 27,670,426	\$ 25,722,768	\$ 23,813,509	\$ 22,644,257	\$ 21,711,637	\$ 21,132,759	\$ 20,696,536	\$ 20,204,798	\$ 20,715,777	\$ 21,722,217
Commercial	5,768,443	5,289,566	4,832,859	4,632,684	4,374,887	4,292,737	4,149,245	4,151,058	4,161,536	4,203,614
Manufacturing	1,291,238	1,194,519	1,142,418	1,083,879	1,024,998	1,002,271	964,161	916,713	903,593	888,322
Agricultural and Other	1,456,853	1,422,457	1,374,849	1,358,664	1,353,021	1,332,430	1,319,045	1,271,591	1,249,240	1,246,917
Undeveloped	207,830	198,294	198,801	191,159	188,191	200,209	188,606	188,586	186,358	181,012
Forest	83,974	78,090	76,459	72,122	69,707	71,087	67,542	67,697	63,585	68,958
Total Real Estate	36,478,764	33,905,694	31,438,895	29,982,765	28,722,441	28,031,492	27,385,135	26,800,443	27,280,088	28,311,040
Total Personal Property	525,059	511,620	455,149	688,627	663,622	455,392	636,710	610,082	637,151	617,015
Total Real Estate and Personal Property	\$ 37,003,823	\$ 34,417,314	\$ 31,894,044	\$ 30,671,392	\$ 29,386,063	\$ 28,486,884	\$ 28,021,845	\$ 27,410,525	\$ 27,917,239	\$ 28,928,055
Total District Equalized Valuation	\$ 29,500,544	\$ 28,171,002	\$ 26,665,325	\$ 25,744,398	\$ 24,732,391	\$ 24,072,618	\$ 23,002,044	\$ 22,513,821	\$ 22,821,371	\$ 23,617,194
Total Direct Tax Rate	\$ 0.605	\$ 0.617	\$ 0.636	\$ 0.649	\$ 0.656	\$ 0.672	\$ 0.675	\$ 1.569	\$ 1.541	\$ 1.481

### Notes:

(1) The District is comprised of all or the majority of four counties (Dodge, Fond du Lac, Green Lake, and Washington), which make up over 97% of the District's equalized valuation, and parts of six other counties (Calumet, Columbia, Marquette, Sheboygan, Waushara, and Winnebago). Real property values are presented for all of Dodge, Fond du Lac, Green Lake, and Washington counties. Therefore, the Total Real Estate and Personal Property will be greater than the Total District Equalized Valuation in which includes only the in-District valuation for the four counties.

(2) Due to varying assessment policies in the municipalities contained in the District, the District uses equalized value of taxable property for tax levy purposes. The equalized value of property approximates estimated actual (full) value of taxable property in the State of Wisconsin. The District Equalized Valuation is the equalized value of property, excluding tax incremental financing districts, within the District. Amount shown is for the four counties listed only.

# Moraine Park Technical College District

## Direct and Overlapping Property Tax Rates

Last Ten Years

(Rate per \$1,000 of Equalized Value)

	Calendar Year Taxes are Payable									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
District direct rates										
Operational	\$ 0.41879	\$ 0.42170	\$ 0.42945	\$ 0.43178	\$ 0.42942	\$ 0.42669	\$ 0.42112	\$ 1.30990	\$ 1.28490	\$ 1.24206
Debt Service	0.18644	0.19524	0.20626	0.217521	0.22642	0.24509	0.25356	0.25907	0.25572	0.23896
Total Direct Rate	0.60523	0.61694	0.63571	0.649305	0.65584	0.67178	0.67468	1.56897	1.54062	1.48102
Calumet County										
T Brothertown	19.20	19.91	19.76	19.64	20.15	20.82	21.11	21.25	21.39	20.48
T Charlestown	19.26	19.92	19.87	19.72	20.11	20.80	21.11	21.29	21.49	20.16
T New Holstein	17.47	18.13	18.28	17.87	18.23	18.80	18.42	18.01	18.14	17.65
C New Holstein	22.87	24.07	24.44	25.12	25.67	25.89	25.60	26.51	25.82	25.11
Columbia County										
T Marcellon	16.52	17.45	18.09	18.89	17.81	18.77	18.83	20.29	19.62	19.21
T Scott	18.07	17.87	18.62	18.99	18.48	18.04	17.75	19.92	19.41	19.24
Dodge County										
T Ashippun	18.15	17.85	17.74	18.17	18.58	18.98	19.12	20.61	20.77	19.66
T Beaver Dam	16.26	15.83	16.93	17.37	15.87	15.96	16.23	17.50	17.71	17.41
T Burnett	18.46	18.36	19.35	18.96	18.89	19.05	19.34	20.95	20.08	20.01
T Calamus	17.41	17.74	18.33	18.97	18.42	18.52	18.65	19.76	20.04	20.16
T Chester	16.06	16.98	17.66	18.03	18.45	18.89	18.84	20.32	19.90	19.11
T Clyman	18.63	17.74	19.09	20.08	20.90	21.05	21.15	22.04	21.43	21.14
T Elba	18.73	17.47	17.86	18.42	19.27	19.82	20.20	21.59	20.85	20.17
T Fox Lake	18.25	18.91	19.43	19.91	19.50	20.23	19.81	21.22	20.95	20.03
T Herman	16.38	17.10	17.65	17.99	17.72	18.91	19.58	21.42	21.02	20.58
T Hubbard	17.72	17.57	18.35	18.74	18.73	19.08	18.95	20.30	19.57	19.15
T Hustisford	18.63	17.80	17.86	18.69	19.96	19.60	19.55	20.82	19.91	19.20
T Lebanon	18.84	19.03	19.10	19.41	20.05	20.01	19.84	21.45	21.30	20.49
T Leroy	18.57	19.08	19.79	20.82	19.16	20.81	20.02	21.10	21.11	21.00
T Lomira	17.90	18.13	18.96	19.37	20.16	20.03	19.45	20.10	19.20	19.74
T Lowell	18.90	18.59	19.88	20.71	21.03	21.41	21.25	22.57	22.12	22.00
T Oak Grove	18.07	17.60	18.81	19.50	20.09	20.23	20.23	21.71	20.91	20.85
T Rubicon	15.62	16.34	17.57	17.90	17.82	18.27	18.11	18.93	19.52	19.27
T Shields	18.14	18.16	18.52	18.47	18.89	18.75	19.18	20.56	20.73	20.47
T Theresa	18.39	18.72	19.57	20.17	20.20	20.83	19.40	20.53	20.14	20.51
T Trenton	16.35	16.81	17.52	18.05	17.43	17.94	18.06	19.54	19.38	18.85
T Westford	17.45	17.61	18.16	19.02	18.30	18.45	17.40	18.27	18.56	18.13
T Williamstown	-	-	14.34	15.10	13.37	15.14	14.35	15.42	15.41	15.40
V Brownsville	18.96	19.46	20.94	20.55	22.65	22.49	21.27	22.22	21.61	21.77
V Clyman	27.16	27.00	28.90	30.00	30.51	30.82	30.93	31.69	30.26	29.74

# Moraine Park Technical College District

## Direct and Overlapping Property Tax Rates

Last Ten Years

(Rate per \$1,000 of Equalized Value)

	Calendar Year Taxes are Payable									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
V Hustisford	24.52	23.69	24.98	26.32	26.98	26.91	26.80	27.42	25.33	23.77
V Iron Ridge	21.00	20.95	22.40	21.75	21.03	21.22	21.32	23.22	21.87	21.72
V Kekoskee	13.56	13.84	16.36	18.10	16.16	17.99	17.10	18.10	18.04	17.79
V Lomira	21.14	21.59	22.37	23.02	24.01	22.97	21.63	22.47	21.95	22.81
V Lowell	23.86	23.81	25.76	27.46	27.59	28.92	29.17	28.80	27.74	27.50
V Neosho	18.78	19.48	21.00	21.41	20.41	21.12	21.35	22.29	21.61	21.11
V Reeseville	20.94	20.19	21.66	23.18	23.74	23.66	23.23	24.51	23.81	23.56
V Theresa	18.45	18.80	19.73	20.12	21.07	21.01	19.80	20.70	20.95	21.31
C Beaver Dam	24.02	24.22	25.16	26.09	24.47	24.61	25.00	25.36	25.16	24.32
C Fox Lake	23.29	24.94	25.65	24.97	25.54	26.64	26.70	28.95	29.58	28.55
C Hartford	19.59	20.08	21.08	21.80	22.39	22.91	22.69	23.67	24.51	23.81
C Horicon	26.12	26.11	28.16	25.85	26.74	26.20	26.28	28.23	25.90	26.39
C Juneau	23.85	23.41	26.51	27.85	28.90	29.27	28.83	29.93	28.96	28.72
C Mayville	21.71	22.55	24.16	25.81	24.34	26.28	24.95	25.81	25.59	24.85
C Waupun	21.24	22.30	22.95	23.25	23.07	23.75	23.78	25.59	24.41	23.40
Fond du Lac County										
T Alto	17.44	18.49	19.40	19.90	20.09	20.98	20.85	21.91	21.46	22.40
T Ashford	17.86	18.93	19.08	19.81	20.15	20.09	20.04	20.88	19.96	18.96
T Auburn	16.65	17.73	17.97	18.71	18.99	19.06	19.12	20.30	19.47	18.28
T Byron	17.44	18.21	18.78	19.65	20.03	20.14	19.69	20.37	19.93	19.48
T Calumet	17.84	17.43	17.60	17.95	18.52	19.09	18.63	19.48	18.85	18.38
T Eden	17.69	18.76	18.96	19.68	19.95	19.94	19.93	20.79	19.87	18.86
T Eldorado	18.52	17.54	18.69	19.24	19.15	19.46	19.73	21.03	21.57	19.37
T Empire	16.71	17.27	16.97	17.80	18.46	19.16	18.93	20.25	19.66	18.69
T Fond du Lac	17.59	18.13	18.18	18.94	19.38	19.99	19.75	21.02	20.70	19.97
T Forest	17.51	18.61	18.76	19.48	19.22	19.15	19.12	19.98	19.06	18.02
T Friendship	16.89	17.52	17.54	17.90	17.49	17.30	17.53	18.09	18.15	17.61
T Lamartine	18.20	18.77	19.40	20.44	20.24	20.25	20.57	21.33	21.69	20.08
T Marshfield	16.61	17.21	17.36	17.66	18.04	18.65	18.23	19.09	18.47	18.05
T Metomen	18.79	19.53	19.73	20.58	21.37	22.29	21.76	22.43	21.76	20.93
T Oakfield	18.30	19.31	20.28	21.62	21.15	21.34	21.78	22.02	22.32	21.41
T Osceola	17.87	18.54	18.85	19.14	19.42	19.32	19.36	20.14	19.22	18.21
T Ripon	20.19	21.55	20.97	21.60	22.59	24.00	23.95	24.08	23.45	23.32
T Rosendale	17.96	18.51	18.90	19.61	20.15	21.05	21.29	21.83	21.70	20.75
T Springvale	17.46	17.32	18.48	19.04	19.05	19.65	19.84	21.25	20.82	19.44
T Taycheedah	16.33	16.86	17.06	17.80	18.52	19.10	18.94	20.31	19.78	18.49
T Waupun	16.92	17.79	18.29	18.73	18.97	19.93	19.90	21.36	20.84	19.94
V Brandon	21.69	21.47	24.09	23.85	24.00	24.68	24.73	26.25	26.41	24.65
V Campbellsport	24.74	26.13	26.77	27.12	27.47	26.95	27.11	27.65	26.00	24.57

# Moraine Park Technical College District

## Direct and Overlapping Property Tax Rates

Last Ten Years

(Rate per \$1,000 of Equalized Value)

	Calendar Year Taxes are Payable									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
V of Eden	17.74	18.09	17.82	18.48	18.75	18.69	18.64	19.49	18.59	17.56
V Fairwater	18.70	20.62	21.99	24.11	24.75	23.80	24.27	26.47	26.51	25.13
V Mount Calvary	18.86	19.51	18.89	18.80	19.30	19.65	19.08	19.67	18.93	18.51
V North Fond du Lac	23.67	24.80	25.16	25.43	24.85	24.95	24.69	25.44	25.31	24.62
V Oakfield	21.43	23.15	24.37	25.91	25.54	25.59	25.80	25.99	26.45	25.33
V Rosendale	18.12	17.95	19.07	19.76	19.73	20.20	20.10	21.86	21.93	20.26
V Saint Cloud	19.90	20.64	20.75	21.24	22.01	22.53	21.97	22.88	22.21	21.63
C Fond du Lac	23.83	24.69	24.55	25.06	25.54	25.79	25.28	26.15	25.39	24.29
C Ripon	23.34	25.25	24.22	24.96	25.56	26.77	26.65	26.78	26.07	25.91
C Waupun	21.89	23.00	23.45	23.78	23.51	24.13	24.15	25.90	24.59	23.54
Green Lake County										
T Berlin	14.83	15.04	14.87	14.61	15.81	16.42	16.45	17.09	17.04	16.01
T Brooklyn	14.74	14.67	14.24	14.47	14.70	14.75	14.94	15.61	15.13	14.15
T Green Lake	15.93	16.22	16.79	17.37	17.74	17.79	18.29	19.30	19.15	17.50
T Kingston	18.29	18.98	19.99	20.84	21.16	21.07	21.77	23.89	23.70	21.95
T Mackford	17.90	18.47	19.48	20.29	20.71	20.83	21.51	23.84	23.94	22.25
T Manchester	17.33	17.94	18.82	19.52	19.93	19.97	20.44	22.72	22.69	20.97
T Marquette	17.59	18.28	18.80	19.60	19.57	19.63	20.09	22.03	21.85	20.07
T Princeton	15.97	16.20	16.00	16.58	16.71	17.97	16.87	18.33	18.05	16.26
T Saint Marie	17.32	17.63	17.47	18.30	17.72	18.99	17.85	19.44	19.20	17.51
T Seneca	17.51	17.53	17.36	17.11	18.33	18.89	18.94	19.61	19.54	18.45
V Kingston	19.98	20.74	21.79	21.55	21.69	21.79	22.48	24.36	24.36	22.73
V Marquette	18.46	19.14	19.86	20.69	20.60	20.72	21.39	23.25	23.18	21.49
C Berlin	23.24	23.63	23.87	23.71	25.19	25.96	25.85	26.21	25.97	24.58
C Green Lake	17.30	17.35	18.10	17.49	18.18	18.07	18.31	18.35	17.94	17.28
C Markesan	23.73	24.67	26.56	26.87	27.11	27.14	27.12	27.80	28.00	26.57
C Princeton	26.67	26.17	26.97	28.35	27.88	28.94	27.82	29.55	28.29	26.03
Marquette County										
T Buffalo	17.38	18.42	19.19	19.74	20.58	19.11	17.27	19.67	18.65	17.55
T Mecan	17.83	18.74	19.35	19.64	20.18	19.39	17.26	19.67	18.71	17.61
T Montello	17.37	18.38	19.11	19.68	20.48	19.09	17.20	19.59	18.57	17.59
T Neshkoro	17.91	18.09	18.39	23.09	18.43	19.60	17.62	20.30	19.24	18.11
Sheboygan County										
T Greenbush	15.00	15.69	15.36	15.64	16.21	16.47	16.44	17.91	17.26	16.46
T Russell	16.15	16.66	16.66	17.31	17.99	18.41	18.55	18.62	18.23	17.92
Washington County										
T Addison	13.16	13.68	13.92	14.56	15.25	15.57	15.70	17.63	17.34	16.70
T Barton	13.00	13.37	13.56	14.05	14.81	15.11	15.19	16.83	16.06	15.63

## Moraine Park Technical College District

### Direct and Overlapping Property Tax Rates

Last Ten Years

(Rate per \$1,000 of Equalized Value)

	Calendar Year Taxes are Payable									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
T Erin	12.33	12.70	13.33	13.17	14.05	14.56	14.83	16.38	15.94	15.79
T Farmington	11.88	13.02	13.08	13.77	14.15	14.40	14.48	16.36	15.59	14.64
T Hartford	12.77	13.02	13.46	14.02	14.81	15.36	15.49	17.11	17.00	16.57
T Jackson	14.04	13.60	13.71	13.97	14.56	14.89	15.10	16.78	16.56	16.12
T Kewaskum	12.50	13.62	13.91	14.60	14.99	15.40	15.60	17.50	16.89	15.97
T Polk	11.74	12.22	12.49	12.95	13.57	13.87	13.61	15.50	15.17	14.58
T Trenton	12.90	13.21	13.15	13.77	14.47	14.68	14.64	16.34	15.60	15.22
T Wayne	11.64	12.69	12.95	13.55	14.02	14.43	14.56	16.27	15.69	14.71
T West Bend	12.20	12.55	12.78	13.21	13.96	14.17	14.12	15.95	15.24	14.72
V Jackson	17.89	18.23	18.63	19.38	20.30	20.65	20.80	22.42	21.30	20.56
V Kewaskum	17.09	18.22	18.60	19.06	19.58	19.86	19.80	21.70	20.97	19.57
V Newburg	18.37	18.53	19.09	19.63	20.16	20.29	20.36	21.86	19.17	19.13
V Richfield	13.53	13.40	14.25	13.89	14.56	14.89	15.35	16.84	16.87	16.69
V Slinger	15.18	15.97	16.60	17.16	17.80	19.40	19.71	21.49	21.05	20.25
C Hartford	16.83	17.15	17.76	18.49	19.54	20.11	20.21	21.80	21.67	21.13
C West Bend	18.04	18.31	18.81	19.12	20.34	20.70	20.71	22.38	21.77	21.16
Waushara County										
T Aurora	17.66	17.99	18.09	17.77	19.16	19.56	19.34	19.85	19.63	18.99
T Bloomfield	18.40	18.88	18.97	19.07	17.68	18.16	18.38	19.32	18.96	17.79
T Leon	16.03	16.64	16.90	17.18	18.11	18.29	18.35	18.97	18.57	18.08
T Marion	15.81	16.47	17.09	17.39	18.53	18.52	18.67	19.20	18.55	18.09
T Poy Sippi	17.09	17.42	17.50	17.16	18.54	18.97	19.07	19.58	19.33	18.72
T Saxeville	16.70	17.64	17.73	18.08	18.28	18.57	18.70	19.29	18.90	18.35
T Warren	16.94	17.43	17.80	17.71	18.98	20.76	20.81	19.75	19.45	18.87
C Berlin	23.52	24.02	24.45	24.23	25.87	26.44	26.38	26.57	26.17	25.23
Winnebago County										
T Nekimi	16.22	16.72	16.67	17.85	18.72	18.32	18.64	18.85	18.81	18.28
T Nepeuskun	17.79	18.45	18.51	18.89	20.01	21.05	21.19	21.78	22.00	21.65
T Rushford	17.66	17.38	18.59	18.43	19.04	19.15	19.08	20.32	20.87	20.68
T Utica	17.96	18.68	18.56	19.25	20.15	20.65	20.91	21.64	21.82	21.35

**Source:** Town, Village, and City Taxes, Wisconsin Department of Revenue

**Notes:** (1) The operational property tax levies for all District funds except the debt service fund. Prior to 2014, the operational rate could not exceed \$1.50.  
 (2) Tax rates shown for overlapping governments are the Full Value Rates - Gross. This rate is the total property tax divided by the full value of all taxable general property in the municipality, excluding tax incremental financing (TIF) districts. Total property tax includes state taxes and special charges on counties and tax districts, state trust fund loans, general county and county special purpose taxes, local taxes, county special charges, special purpose district taxes, and school taxes (elementary, secondary, and technical college). It reflects the amount of surplus funds applied (if any) by a tax district to reduce any of the above appointments or charges. It does not include special assessments and charges to individuals, delinquent taxes, omitted taxes, forest crop taxes, managed forest land taxes, or occupational taxes.

## Moraine Park Technical College District

### Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 35,947,317	\$ 26,137,048	72.71%	\$ 9,810,269	\$ 35,947,317	100.00%
2013	36,147,317	26,513,344	73.35%	9,633,973	36,147,317	100.00%
2014	36,337,317	26,703,344	73.49%	9,633,973	36,337,317	100.00%
2015	15,965,042	11,762,876	73.68%	4,202,166	15,965,042	100.00%
2016	16,171,556	11,892,410	73.54%	4,279,146	16,171,556	100.00%
2017	16,220,503	12,107,625	74.64%	4,112,878	16,220,503	100.00%
2018	16,715,975	12,610,939	75.44%	4,105,036	16,715,975	100.00%
2019	16,915,335	12,647,484	74.77%	4,267,851	16,915,335	100.00%
2020	17,379,833	13,008,021	74.85%	4,371,812	17,379,833	100.00%
2021	17,854,530	13,598,898	76.16%	-	13,598,898	76.16%

**Note:** Under Wisconsin law, personal property taxes and first installment real estate taxes are collected by city, village, and town treasurers/clerks, who then make settlement with the county treasurer for certain purposes. Second installment real estate taxes and delinquent taxes are collected by the county treasurer who then makes settlement with city, village, and town treasurers/clerks before retaining any for county purposes. In practice, any delinquent real estate taxes are withheld from the county's share. Therefore, the District will receive 100% of its levy upon receipt of the final settlement from the county treasurer.



## Moraine Park Technical College District

### Principal Property Taxpayers

Current Year and Nine Years Ago

Name of Business	Type of Business	Year Ended June 30, 2021			Year Ended June 30, 2012		
		2020 Equalized Valuation	Rank	Percent of MPTC Total Equalized Valuation	2011 Equalized Valuation	Rank	Percent of MPTC Total Equalized Valuation
Wal-Mart Stores	Retail	\$ 73,736,492	1	0.24%	\$ 84,604,133	1	0.34%
West Bend Mutual Insurance Co.	Insurance	73,714,500	2	0.24%	65,406,900	2	0.26%
Mercury Marine/Brunswick	Manufacturer of marine motors, parts	71,175,509	3	0.23%	36,994,300	4	0.15%
Agnesian Healthcare	Health care	67,334,390	4	0.22%	32,858,820	5	0.13%
Froedtert Health Inc.	Health care	61,803,400	5	0.20%	-	-	-
Quad Graphics Inc.	Commercial lithographic printing	58,094,154	6	0.19%	60,172,341	3	0.24%
Michels Pipeline Construction	Pipeline construction	54,242,039	7	0.18%	22,960,202	9	0.09%
John Deere	Manufacturrer of mowers and tractors	48,279,871	8	0.16%	23,680,126	8	0.09%
Alliance Laundry System	Manufacturer of commercial laundry equipment	40,334,360	9	0.13%	-	-	-
Grande Cheese Company	Cheese Manufacturer	37,366,439	10	0.12%	-	-	-
Cabela's Retail Inc.	Retail	-	-	-	29,650,400	6	0.12%
John Mark Apartment Complexes	Apartment buildings	-	-	-	25,941,480	7	0.10%
Mayville Engineering Co.	Custom stamping	-	-	-	22,494,898	10	0.09%
Total		\$ 586,081,154		1.92%	\$ 404,763,600		1.61%

Source: RW Baird & Co.

# Moraine Park Technical College District

## Enrollment Statistics

Last Ten Fiscal Years

### Student Enrollment<sup>(1)</sup>

Year Ended June 30,	Associate Degree	Technical Diploma	Vocational Adult	Community Service	Non-Post Secondary	Total	Unduplicated Total
2012	10,105	2,705	6,193	1,017	3,149	23,169	19,975
2013	10,325	2,673	4,910	1,314	3,466	22,688	19,190
2014	9,685	2,536	5,507	1,435	3,113	22,276	19,057
2015	9,072	2,318	5,693	1,051	2,897	21,031	18,042
2016	8,656	2,196	6,171	1,289	3,227	21,539	18,553
2017	8,018	2,114	6,008	1,137	3,075	20,352	17,796
2018	7,122	1,831	5,529	1,586	3,140	19,208	16,826
2019	6,787	1,979	4,890	1,499	2,982	18,137	15,676
2020	6,677	1,842	4,145	1,111	2,815	16,590	14,412
2021	6,193	1,710	3,818	495	1,924	14,140	12,270

### Full-time Equivalents<sup>(2)</sup>

Year Ended June 30,	Associate Degree	Technical Diploma	Vocational Adult	Community Service	Non-Post Secondary	Total
2012	2,205	609	84	7	233	3,138
2013	2,129	559	76	9	269	3,042
2014	2,071	581	80	10	241	2,983
2015	1,943	533	82	8	237	2,803
2016	1,927	473	100	9	308	2,817
2017	1,786	464	86	8	338	2,682
2018	1,671	413	90	10	342	2,526
2019	1,630	445	80	10	323	2,488
2020	1,596	410	64	7	321	2,398
2021	1,527	343	60	3	172	2,106

**Notes:**

- (1) Student enrollment represents the duplicated count of citizens enrolled in District courses.  
This data is from the Wisconsin Technical College System (WTCS) client report "Headcount Summary by Aid Category" (CLI572B). Previous year's numbers have been updated to reflect this state report.
- (2) Full-time equivalent data per the FTE Student Summary by Aid Category and Instructional Division (CLI570A) report from the WTCS client reporting system. A full-time equivalent is basically equal to 30 annual student credits based on a mathematical calculation which varies somewhat by program and which is subject to state approval and audit of student and course data.

# Moraine Park Technical College District

## Schedule of Per Credit Program Fees Charged

Last Ten Fiscal Years

Year	Post Secondary Vocational Adult		Non-Aidable
	Resident	Out of State <sup>(1)</sup>	
2011-12	111.85	55.95	195.00
2012-13	116.90	58.45	202.00
2013-14	122.20	61.10	202.00
2014-15	125.85	62.95	212.00
2015-16	128.40	64.20	214.00
2016-17	130.35	65.18	216.00
2017-18	132.20	66.10	219.00
2018-19	134.20	67.10	230.00
2019-20	136.50	68.25	241.50
2020-21	138.90	69.45	258.41

### Additional Per Credit Fees

#### Material Fees

Fees for instructional materials consumed by students and instructors are required by s.38.24(1)(c), Wisconsin Statutes. These materials fees are to be charged to all students on a uniform basis unless exempted by state statute, administrative code, or State Board action. There are various fee categories ranging from \$4.50 per credit to \$350 per credit. Courses are assigned to one of the material fee categories based on the amount of instructional materials required for the course. The minimum fee that is to be charged for any non-exempt enrollment is \$4.50, regardless of the credit value.

#### Supplemental Fees

A supplemental fee is charged to all students enrolling in post secondary courses. This fee supports Student Senate, clubs and associations, and the College Life department. The fee was 9% of program fees for the 2019-20 academic year.

#### Notes:

(1) Out-of-state tuition excludes those students covered by reciprocal agreements.

# Moraine Park Technical College District

## Ratio of Outstanding Debt by Type

Last Ten Fiscal Years

Year ended June 30,	District Population <sup>(1)</sup>	Equalized Valuation - TID In	General Obligation Notes	General Obligation Bonds	Debt Premium	Debt Service Fund Assets Available	Net Total Debt <sup>(2)</sup>		
							Amount	Percent of Equalized Valuation	Per Capita
2012	341,826	\$ 25,115,841,233	\$ 22,485,000	\$ -	\$ -	\$ 111,668	\$ 22,373,332	9%	73
2013	342,235	24,291,662,323	23,295,000	-	-	222,883	22,778,030	9%	67
2014	342,564	23,873,304,438	23,140,000	-	-	361,970	22,734,854	10%	66
2015	343,812	24,354,040,697	23,310,000	-	-	575,146	22,099,757	9%	66
2016	345,379	24,830,273,433	22,745,000	-	-	645,243	23,090,582	9%	64
2017	346,532	25,403,971,141	23,880,000	-	-	789,418	22,453,355	9%	67
2018	347,417	26,519,160,102	23,320,000	-	74,047	866,645	23,439,909	8%	65
2019	349,128	27,525,107,247	24,245,000	-	201,480	805,091	23,439,909	9%	67
2020	351,316	28,992,961,054	26,410,000	-	499,875	1,118,313	25,291,687	9%	72
2021	351,821	30,465,156,363	27,710,000	-	698,545	449,132	27,260,868	9%	77

### Notes:

(1) Source: Wisconsin Department of Administration compiled by Institutional Research Department of the District. Figures represent population estimates available from the prior calendar year end. For example, year ended June 30, 2021 population estimates are calendar year 2020 population estimates.

(2) Details regarding the District's outstanding debt can be found in the notes to the financial statements.

# Moraine Park Technical College District

## Computation of Direct and Overlapping Debt

For the Year Ended June 30, 2021

Name of Entity <sup>(1)</sup>	Net Debt Outstanding	Percent Applicable to District <sup>(2)</sup>	Outstanding Debt Applicable to District
Calumet County	\$ 40,620,000	7.57%	\$ 3,074,934
Columbia County	47,600,000	0.10%	47,600
Dodge County	30,270,000	78.68%	23,816,436
Fond du Lac County	65,855,000	100.00%	65,855,000
Green Lake County	11,760,000	100.00%	11,760,000
Marquette County	6,265,000	1.94%	121,541
Sheboygan County	23,158,000	0.09%	20,842
Washington County	9,485,000	76.54%	7,259,819
Waushara County	800,000	9.14%	73,120
Winnebago County	29,833,672	0.94%	280,437
Total Cities	211,845,936	Varies	211,845,936
Total Villages	61,002,584	Varies	60,730,882
Total Towns	8,086,491	Varies	7,120,523
Total School Districts	468,706,797	Varies	458,050,654
Total Sanitary Districts	5,037,666	Varies	5,014,367
Subtotal, overlapping debt			855,072,091
District Direct Debt			
General Obligation Notes			27,710,000
Debt Premium			698,545
Subtotal, District direct debt			28,408,545
Total direct and overlapping debt			<u>\$ 883,480,636</u>

### Statistical Summary

2020 Equalized Valuation - TID In	<u>\$ 30,465,156,363</u>
Direct District Indebtedness	28,408,545
Overlapping and Underlying Indebtedness	<u>855,072,091</u>
Total Direct, Overlapping and Underlying Indebtedness	<u>\$ 883,480,636</u>
Direct, Overlapping and Underlying Indebtedness as a Percentage of Equalized Value	2.90%
Population of District	351,821
Direct, Overlapping and Underlying Indebtedness - Per Capita	<u>\$ 2,511.17</u>

Source: R.W. Baird & Co.

Notes:

- (1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses located within the District boundaries. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for the repaying the debt, of each overlapping government.
- (2) The percentage of overlapping debt applicable to the District is the equalized property value of the property of the overlapping government located in the District as a percentage of total equalized value of all property for the overlapping government.

# Moraine Park Technical College District

## Legal Debt Margin Information

Last Ten Fiscal Years

### Legal Debt Margin Calculations for Fiscal year 2021

2020 Equalized Valuation - TID In \$ 30,465,156,363

#### Total Debt

Total debt limit (5% of equalized valuation) \$ 1,523,257,818

Debt applicable to limit:

General obligation notes	\$ 27,710,000
General obligation bonds	-
Less: debt service funds available (GAAP Basis)	<u>449,132</u>

Total amount of debt applicable to debt limit 27,260,868

Legal total debt margin \$ 1,495,996,950

#### Bonded Indebtedness

Total debt limit (2% of equalized valuation) \$ 609,303,127

Debt applicable to limit:

General obligation bonds	\$ -
Less: debt service funds available for bonds (GAAP basis)	<u>-</u>

Total amount of debt applicable to debt limit -

Legal total debt margin \$ 609,303,127

### Legal Debt Margin, Last Ten Fiscal Years

#### Total Debt

Year	Debt Limit	Total net debt applicable to the limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2012	\$ 1,255,792,062	\$ 22,373,332	\$ 1,233,418,730	1.78%
2013	1,214,583,118	23,072,117	1,191,511,001	1.90%
2014	1,193,665,222	22,778,030	1,170,887,192	1.91%
2015	1,217,702,035	22,734,854	1,194,967,181	1.87%
2016	1,241,513,672	22,099,757	1,219,413,915	1.78%
2017	1,270,198,557	23,090,582	1,247,107,975	1.82%
2018	1,325,958,005	22,453,355	1,303,504,650	1.69%
2019	1,376,255,362	23,439,909	1,352,815,453	1.70%
2020	1,449,648,053	25,291,687	1,424,356,366	1.74%
2021	1,523,257,818	27,260,868	1,495,996,950	1.79%

#### Bonded Indebtedness

Year	Debt Limit	Total net debt applicable to the limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
2012	\$ 502,316,825	\$ -	\$ 502,316,825	0.00%
2013	485,833,247	-	485,833,247	0.00%
2014	477,466,089	-	477,466,089	0.00%
2015	487,080,814	-	487,080,814	0.00%
2016	496,605,469	-	496,605,469	0.00%
2017	508,079,423	-	508,079,423	0.00%
2018	530,383,202	-	530,383,202	0.00%
2019	550,502,145	-	550,502,145	0.00%
2020	579,859,221	-	579,859,221	0.00%
2021	609,303,127	-	609,303,127	0.00%

## Moraine Park Technical College District

### Demographic Statistics for Dodge, Fond du Lac, Green Lake and Washington Counties <sup>(1)</sup>

For the Calendar Years Ended June 30, 2011 to 2020

Dodge County						Fond du Lac County				
Year	Population <sup>(2)</sup>	Personal Income <sup>(3)</sup> (000's)	Per Capita Personal Income <sup>(4)</sup>	Unemployment Rate <sup>(5)</sup>	Public School Enrollment <sup>(6)</sup>	Population <sup>(2)</sup>	Personal Income <sup>(3)</sup> (000's)	Per Capita Personal Income <sup>(4)</sup>	Unemployment Rate <sup>(5)</sup>	Public School Enrollment <sup>(6)</sup>
2011	88,789	\$ 3,110,733	\$ 35,035	7.8%	8,429	101,740	\$ 3,766,440	\$ 36,776	7.2%	15,270
2012	88,692	3,364,199	37,931	7.3%	8,496	101,955	4,018,578	37,020	6.6%	15,415
2013	88,875	3,462,150	38,955	7.2%	8,385	101,984	4,160,801	39,415	6.3%	15,369
2014	89,203	3,526,654	39,535	5.6%	8,387	102,424	4,318,062	40,799	5.0%	15,381
2015	89,595	3,633,464	40,554	4.5%	8,315	103,124	4,462,797	42,159	4.1%	15,290
2016	89,962	3,542,434	39,377	3.8%	8,141	103,290	4,562,299	43,276	3.6%	15,151
2017	89,908	3,743,216	43,752	2.9%	8,493	103,704	4,691,921	44,170	2.8%	15,124
2018	89,949	3,935,426	43,752	2.6%	8,465	104,035	4,960,128	47,677	2.6%	15,023
2019	90,032	4,049,325	44,977	3.0%	8,369	104,423	5,164,866	49,461	2.9%	15,096
2020	90,005	(7)	(7)	5.3%	8,146	104,370	(7)	(7)	5.9%	14,864

Green Lake County						Washington County				
Year	Population <sup>(2)</sup>	Personal Income <sup>(3)</sup> (000's)	Per Capita Personal Income <sup>(4)</sup>	Unemployment Rate <sup>(5)</sup>	Public School Enrollment <sup>(6)</sup>	Population <sup>(2)</sup>	Personal Income <sup>(3)</sup> (000's)	Per Capita Personal Income <sup>(4)</sup>	Unemployment Rate <sup>(5)</sup>	Public School Enrollment <sup>(6)</sup>
2011	19,091	\$ 724,819	\$ 37,967	8.1%	3,167	132,206	\$ 5,978,473	\$ 45,221	6.9%	20,215
2012	19,106	786,664	41,174	7.6%	3,164	132,482	6,352,885	47,953	6.4%	20,173
2013	19,093	832,592	43,607	5.9%	3,188	132,612	6,495,547	48,982	6.1%	20,036
2014	19,114	820,198	42,911	4.6%	3,152	133,071	6,471,214	48,630	4.6%	20,111
2015	19,174	863,700	45,045	5.4%	3,067	133,486	6,832,104	51,182	3.8%	20,058
2016	19,143	837,843	43,768	5.0%	3,051	134,137	6,990,182	52,112	3.5%	19,912
2017	19,175	826,128	45,536	3.8%	3,067	134,630	7,398,100	54,410	2.8%	19,973
2018	19,174	873,107	45,536	3.3%	3,097	135,970	7,951,755	57,773	2.5%	19,676
2019	19,224	874,919	45,512	3.9%	3,006	137,637	8,159,139	59,280	2.9%	19,360
2020	19,178	(7)	(7)	6.9%	2,889	138,268	(7)	(7)	5.6%	18,647

Notes:

- (1) Dodge, Fond du Lac, Green Lake, and Washington comprise over 97% of the District's total equalized valuation. The District includes all or the majority of these four counties and parts of six other counties (Calumet, Columbia, Marquette, Sheboygan, Waushara, and Winnebago).
- (2) Source: Wisconsin Department of Administration compiled by Institutional Research Department of the District. Figures represent population estimates available from the prior calendar year end. For example, year ended June 30, 2021 population estimates are calendar year 2020 population estimates.
- (3) Source: US Department of Commerce, Bureau of Economic Analysis.
- (4) Calculated value: Population / Personal Income.
- (5) Source: Wisconsin Department of Workforce Development.
- (6) Source: Wisconsin Department of Public Instruction.
- (7) Information not yet available.



## Moraine Park Technical College District

### Principal Employers

Current Year and Nine Years Ago

Name of Business	Type of Business	Year Ended June 30, 2021			Year Ended June 30, 2012		
		Number of Employees	Rank	Percent of District Population	Number of Employees	Rank	Percent of District Population
Agnesian Health Care	Health care	3,450	1	0.98%	2,730	2	0.80%
Mercury Marine/Brunswick	Manufacturer of marine motors, parts	3,100	2	0.88%	5,000	1	1.46%
Quad/Graphics Inc.	Commercial lithographic printing	2,700	3	0.77%	2,200	3	0.64%
John Deere	Manufacturer of mowers and tractors	1,650	4	0.47%	1,200	6	0.35%
Alliance Laundry System	Manufacturer of commercial laundry equipment	1,500	5	0.43%	1,300	5	0.38%
Wal-Mart Stores	Retail	1,399	6	0.40%	1,125	7	0.33%
West Bend Mutual Insurance Co	Insurance	1,268	7	0.36%	-	-	-
Froedtert Health Care	Health care	1,077	8	0.31%	-	-	-
Wisconsin Department of Corrections	Dodge, Waupun, Fox Lake, Fond du Lac, and Taycheedah correctional facilities	1,065	9	0.30%	1,459	4	0.43%
Dodge County	Government	976	10	0.28%	-	-	-
Beaver Dam Community Hospital	Nursing home and hospital	-	-	-	1,003	8	0.29%
Serigraph Inc	Graphic art printing company	-	-	-	962	10	0.28%
West Bend Joint School District No. 1	Education	-	-	-	1,000	9	0.29%
<b>Total</b>		<b>18,185</b>		<b>5.17%</b>	<b>17,979</b>		<b>5.26%</b>

Source: RW Baird & Co.

## Moraine Park Technical College District

### Full Time Employees by Equal Employment Opportunity Classification

Last Ten Fiscal Years

	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12
<u>Administrative/Managerial</u>										47
Number of females										30
Percent females										63.83%
Number of minorities										3
Percent minorities										6.38%
<u>Faculty</u>	143	142	142	143	143	145	149	139	141	144
Number of females	77	78	81	80	78	80	79	72	74	75
Percent females	53.85%	54.93%	57.04%	55.94%	54.55%	55.17%	53.02%	51.80%	52.48%	52.08%
Number of minorities	3	3	2	3	2	6	1	1	3	4
Percent minorities	2.10%	2.11%	1.41%	2.10%	1.40%	4.14%	0.67%	0.72%	2.13%	2.78%
<u>Professional/Noninstruction</u>										46
Number of females										33
Percent females										71.74%
Number of minorities										2
Percent minorities										4.35%
<u>Secretarial/Clerical</u>										68
Number of females										65
Percent females										95.59%
Number of minorities										1
Percent minorities										1.47%
<u>Technical/Para-professional</u>										43
Number of females										38
Percent females										88.37%
Number of minorities										0
Percent minorities										0.00%
<u>Skilled Trades</u>										1
Number of females										0
Percent females										0.00%
Number of minorities										0
Percent minorities										0.00%
<u>Service/Maintenance</u>										21
Number of females										9
Percent females										42.86%
Number of minorities										0
Percent minorities										0.00%

## Moraine Park Technical College District

### Full Time Employees by Equal Employment Opportunity Classification (Continued)

Last Ten Fiscal Years

	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12
<u>Library Technicians</u>	3	2	3	4	3	3	3	3	3	
Number of females	3	2	3	3	3	3	3	3	3	
Percent females	100%	100%	100%	133%	100%	100%	100%	100.00%	100.00%	
Number of minorities	1	0	1	1	1	1	1	1	1	
Percent minorities	33.33%	0.00%	33.33%	25.00%	33.33%	33.33%	33.33%	33.33%	33.33%	
<u>Librarians</u>	2	2	2	1	3	3	3	3	3	
Number of females	0	0	0	0	0	0	0	0	0	
Percent females	0	0	0	0	0	0	0	0	0	
Number of minorities	1	1	1	1	1	0	0	1	1	
Percent minorities	50.00%	50.00%	50.00%	100.00%	33.33%	0.00%	0.00%	33.33%	33.33%	
<u>Student &amp; Academic Affairs &amp; Other Education S</u>	18	17	20	20	23	21	20	22	22	
Number of females	14	13	14	15	17	15	14	18	17	
Percent females	77.78%	76.47%	70.00%	75.00%	73.91%	71.43%	70.00%	81.82%	77.27%	
Number of minorities	2	2	2	1	1	1	1	2	2	
Percent minorities	11.11%	11.76%	10.00%	5.00%	4.35%	4.76%	5.00%	9.09%	9.09%	
<u>Management</u>	73	72	70	68	65	59	46	40	36	
Number of females	38	36	35	35	35	34	27	24	23	
Percent females	52.05%	50.00%	50.00%	51.47%	53.85%	57.63%	58.70%	60.00%	63.89%	
Number of minorities	4	2	2	2	2	2	2	1	1	
Percent minorities	5.48%	2.78%	2.86%	2.94%	3.08%	3.39%	4.35%	2.50%	2.78%	
<u>Business &amp; Financial Operations</u>	13	12	12	12	12	13	12	10	13	
Number of females	11	11	11	10	10	11	9	7	11	
Percent females	84.62%	91.67%	91.67%	83.33%	83.33%	84.62%	75.00%	70.00%	84.62%	
Number of minorities	0	0	0	0	0	0	0	0	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
<u>Computer, Engineering &amp; Science</u>	7	7	7	10	10	9	16	17	19	
Number of females	2	2	2	2	3	3	3	5	6	
Percent females	28.57%	28.57%	28.57%	20.00%	30.00%	33.33%	18.75%	29.41%	31.58%	
Number of minorities	0	0	0	0	0	0	0	0	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
<u>Community, Social Service, Legal, Arts, Design,</u>	5	7	8	6	7	12	13	15	11	
Number of females	5	7	8	6	6	10	11	13	6	
Percent females	100.00%	100.00%	100.00%	100.00%	85.71%	83.33%	84.62%	86.67%	54.55%	
Number of minorities	0	1	1	1	1	0	0	1	1	
Percent minorities	0.00%	14.29%	12.50%	16.67%	14.29%	0.00%	0.00%	6.67%	9.09%	

## Moraine Park Technical College District

### Full Time Employees by Equal Employment Opportunity Classification (Continued)

Last Ten Fiscal Years

	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13	2011-12
<u>Service</u>	17	25	25	27	17	15	20	18	18	
Number of females	10	14	13	12	8	8	9	10	10	
Percent females	58.82%	56.00%	52.00%	44.44%	47.06%	53.33%	45.00%	55.56%	55.56%	
Number of minorities	0	2	1	0	0	0	0	1	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	5.56%	0.00%	
<u>Sales &amp; Related</u>	2	3	3	2	2	3	2	3	4	
Number of females	1	2	2	0	0	2	2	3	4	
Percent females	50.00%	0.00%	0.00%	0.00%	0.00%	66.67%	100.00%	100.00%	100.00%	
Number of minorities	0	0	0	0	0	0	0	0	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00% #	0.00%	
<u>Office &amp; Administrative Support</u>	102	104	109	110	105	97	92	92	101	
Number of females	92	93	93	96	99	91	86	88	92	
Percent females	90.20%	89.42%	85.32%	87.27%	94.29%	93.81%	93.48%	95.65%	91.09%	
Number of minorities	1	1	3	1	1	1	2	0	0	
Percent minorities	0.98%	0.96%	2.75%	0.91%	0.95%	1.03%	2.17%	0.00%	0.00%	
<u>Natural Resources, Construction &amp; Maintenance</u>	5	5	5	4	4	5	6	6	5	
Number of females	0	0	0	0	0	0	0	0	0	
Percent females	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
Number of minorities	0	0	0	0	0	1	0	1	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	20.00%	0.00%	16.67%	0.00%	
<u>Production, Transportation, and Material Moving</u>	1	1	1	1	1	1	1	1	1	
Number of females	0	0	0	0	0	0	0	0	0	
Percent females	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
Number of minorities	0	0	0	0	0	0	0	0	0	
Percent minorities	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
<u>Total</u>	391	399	407	408	395	386	383	369	377	370
Number of females	252	256	260	259	259	257	243	243	246	250
Percent females	64.45%	64.16%	63.88%	63.48%	65.57%	66.58%	63.45%	65.85%	65.25%	67.57%
Number of minorities	12	10	12	10	9	12	7	9	9	10
Percent minorities	3.07%	2.51%	2.95%	2.45%	2.28%	3.11%	1.83%	2.44%	2.39%	2.70%

Source: IPEDS report. Categories changed to match standard occupational classifications in 2013 from 7 to 13 categories.

# Moraine Park Technical College District

## Operational Expenditures per Full-Time Equivalent (FTE) Student

Last Ten Fiscal Years

<u>Year</u>	<u>Operational Expenditures <sup>(1)</sup></u>		<u>Student Enrollments</u>		<u>Expenditures per FTE</u>	
	<u>Amount</u> <u>000's</u>	<u>Percent</u> <u>Increase</u> <u>(Decrease)</u>	<u>FTE's</u>	<u>Percent</u> <u>Increase</u> <u>(Decrease)</u>	<u>Per FTE</u>	<u>Percent</u> <u>Increase</u> <u>(Decrease)</u>
2012	47,779		3,138		15,226	
		7.65		12.84		(4.60)
2013	48,529		3,042		15,953	
		2.70		(3.34)		6.26
2014	48,945		2,983		16,408	
		(5.75)		(11.00)		5.91
2015	47,431		2,803		16,922	
		1.57		(3.06)		4.77
2016	48,275		2,817		17,137	
		0.86		(1.94)		2.85
2017	49,992		2,682		18,640	
		(3.09)		(6.03)		3.13
2018	48,898		2,526		19,358	
		0.70		(1.50)		2.24
2019	49,240		2,488		19,791	
		(0.13)		(3.62)		3.61
2020	49,174		2,398		20,506	
		2.50		(12.18)		16.71
2021	50,402		2,106		23,933	

Notes:

- (1) For the purposes of this compilation, operational expenditures is based on the budgetary expenditures from the District's General and Special Revenue Aidable funds.

## Moraine Park Technical College District

### Program Graduate Follow-Up Statistics (1)

Last Ten Fiscal Years

<u>Year</u>	<u>Number of Graduates</u>	<u>Number of Follow-up Respondents</u>	<u>Number Available for Employment</u>	<u>Percent Employed</u>	<u>Percent Employed in Related Occupations</u>	<u>Percent Employed in District</u>	<u>Average Monthly Salary</u>
2010-11	1,080	781	573	89%	74%	57%	\$2,864
2011-12	1,110	895	640	88%	77%	56%	\$2,852
2012-13	1,020	657	389	92%	81%	56%	\$2,747
2013-14	1,190	766	467	95%	77%	60%	\$3,065
2014-15	983	690	452	93%	86%	50%	\$3,312
2015-16	1,046	686	334	94%	82%	44%	\$3,357
2016-17	1,270	885	418	93%	81%	47%	\$3,283
2017-18	1,140	804	370	92%	85%	61%	\$3,274
2018-19	1,300	871	341	94%	83%	59%	\$3,520
2019-20	1,107	739	254	90%	84%	49%	\$3,691

(1) Based on a survey of Moraine Park graduates conducted approximately six months after graduation; therefore, 2020-21 statistics are not available. Statistics include graduates of Moraine Park's postsecondary vocational-technical programs. This data does not reflect the activities of students who complete only portions of their program.

## Moraine Park Technical College District

### Square Footage of District Facilities

Last Ten Fiscal Years

Campus	Address	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Beaver Dam	700 Gould Street Beaver Dam, WI 53916-1994	75,780	75,780	75,780	75,780	69,072	69,072	69,072	69,072	69,072	61,889
Fond du Lac	235 N National Avenue Fond du Lac, WI 54936-1940	317,903	317,903	312,103	312,103	312,103	312,103	303,796	302,055	302,055	302,055
Fond du Lac 231 Building	231 N National Avenue Fond du Lac, WI 54936-1940	8,600	8,600	8,600	8,600	8,600	8,600	8,600	8,600	8,600	8,600
West Bend	2151 North Main Street West Bend, WI 53095-1598	156,491	156,491	156,491	156,491	156,491	156,491	156,491	156,491	156,491	147,541
Jackson Regional Center (leased)	N173 W21150 Northwest Passage Way Jackson, WI 53037	9,736	9,736	9,736	9,736	9,736	9,736	9,736	9,736	----- Not Applicable -----	
Ripon Regional Center (leased)	850 Tiger Drive Ripon, WI 54971-0313	----- Not Available -----									

Source: MPTC Facilities department.

Note: The College also offers classes at numerous Instructional Centers throughout the District.

# Moraine Park Technical College District

## Insurance Coverage Summary

Fiscal Year 2020-21  
(Unaudited)

Type of Coverage	Insurance Company	Policy Period	Details of Coverage	Limits of Coverage	Annual Premium
Property Coverage	DMI	7/1/20 - 6/30/21	Covers all real and personal property, all risk; \$25,000 Deductible per Occurance		\$ 62,493
			Blanket Property Limit (Per Occurrence)	\$ 500,225,000	
			Certified Terrorism	500,225,000	
			Non-Certified Terrorism	500,225,000	
			Accounts Receivable	25,225,000	
			Fine Arts	15,225,000	
			Valuable Papers and Records	25,225,000	
			Extra Expense	25,225,000	
			Electronic Data Processing Equipment	25,225,000	
			Miscellaneous Unnamed Locations	25,000,000	
			Newly Acquired Property (180 days reporting)	25,000,000	
			Building Ordinance including Demolition & ICC & Increased Time to Rebuild	25,225,000	
			Debris Removal - the greater of 25% of the loss or	25,000,000	
			Earth Movement and Volcanic Action (Annual Aggregate)	25,225,000	
			Flood and Water Damage (Annual Aggregate)	25,225,000	
			Flood in FEMA Zones designated using letters A or V (Annual Aggregate)	25,225,000	
			Property in the Course of Construction	30,000,000	
			Transit	2,725,000	
			Ingress/Egress (1 mile limitation, 30 days limitation)	5,225,000	
			Interruption by Civil Authority (1 mile radius limitation, 30 day limitation)	5,225,000	
			Leasehold Interest	2,725,000	
			Service Interruption - Property Damage & Time Element Combined (Water, Communication including overhead transmission lines, Power including overhead transmission lines)	300,000,000	
			Mobile Equipment	1,225,000	
			Expediting Expenses	5,000,000	
			Pollutant Clean-Up and Removal (Annual Aggregate)	1,225,000	
			Claims Preparation Expenses (Subject to max. 5% of combined PD & TE Loss)	250,000	
			Defense Costs	250,000	
			Exhibition, Exposition, Fair or Trade Show	1,225,000	
			Fire Department Service Charges	250,000	
			Protection of Property	475,000	
			Radioactive Contamination	250,000	
			Royalties	250,000	



# Moraine Park Technical College District

## Insurance Coverage Summary (Continued)

Fiscal Year 2020-21  
(Unaudited)

Type of Coverage	Insurance Company	Policy Period	Details of Coverage	Limits of Coverage	Annual Premium
<b>Equipment Breakdown</b>	<b>DMI</b>	<b>7/1/20 - 6/30/21</b>	Comprehensive coverage; \$25,000 deductible	\$ 100,000,000	\$ 3,873
			Property Damage	Included	
			Business Income	Included	
			Civil Authority	Included	
			Extra Expense	Included	
			Off-Premises Property Damage	25,000	
			Service Interruption	1,000,000	
			Contingent Business Income	25,000	
			Perishable Goods (Spoilage/Ammonia Contamination)	250,000	
			Data Restoration	250,000	
			Demolition	1,000,000	
			Ordinance or Law	1,000,000	
			Expediting Expenses	250,000	
			Hazardous Substances	250,000	
			Newly Acquired Locations (365 days)	Policy Limit	
			Broad Comprehensive Coverage (Including Production Machines, Computer Equipment)	Included	
			Repair or Replacement	Yes	
			Green Upgrade	25,000	
<b>General Liability</b>	<b>DMI</b>	<b>7/1/20 - 6/30/21</b>	Each occurrence limit	\$ 5,000,000	\$ 43,729
<i>(Includes Professional, Automobile, and Educators Legal Liability)</i>			Damage to Premises Rented to You	500,000	
			Limited Above Ground Pollution Liability		
			- Each Claim and Policy Aggregate	1,000,000	
			Under/Uninsured motorists	350,000	
			Garagekeepers Coverage (ACV up to...)	500,000	
			- Comprehensive deductible (each customer auto/each event)	\$500 / \$2,500	
			- Collision deductible (each customer auto)	500	
			Policy Deductible - per occurrence	5,000	
			Automobile Physical Damage Deductible	2,500	
<b>[Educators Legal Liability (includes, Directors &amp; Officers, Employment Practices, and Employee Benefits Liability)]</b>			- Per Wrongful Act	5,000,000	
			- Per Wrongful Act Deductible	100,000	
<b>Cyber Liability</b>	<b>DMI</b>	<b>7/1/20 - 6/30/21</b>	Policy Aggregate Limit of Liability	\$ 1,000,000	\$ 24,888
			Coverage for Privacy Breach and Response Services	500,000	
			Computer Expert Services, Legal Services, Public Relations and Crisis Management Expense	1,000,000	
			Per Claim Deductible	25,000	
			Deductible for Computer Expert Services, Legal Services, Public Relations and Crisis Management Expense	10,000	

## Moraine Park Technical College District

### Insurance Coverage Summary (Continued)

Fiscal Year 2020-21  
(Unaudited)

Type of Coverage	Insurance Company	Policy Period	Details of Coverage	Limits of Coverage	Annual Premium
Active Threat / Shooter*	DMI	7/1/20 - 6/30/21	Liability & Claim Expense		\$ 3,308
			- Per Occurrence	\$ 1,000,000	
			- Aggregate	16,000,000	
			Mental Anguish - 25% of the Overall Limit		
			Counseling Services		
			- Per Occurrence	250,000	
			- Aggregate	1,000,000	
			Property Damage - per Occurrence / Aggregate	500,000	
			Deductible Per Occurrence	10,000	
Workers' Compensation	DMI	7/1/20 - 6/30/21 Employer's Liability	Workers' Compensation - Wisconsin Benefits	Statutory	\$ 135,435
			- Bodily injury by accident, each accident	\$ 100,000	
			- Bodily injury by disease, policy limit	500,000	
			- Bodily injury by disease, each employee	100,000	
Terrorism & Sabotage	DMI	7/1/20 - 6/30/21	Policy Deductible	\$ 20,000	\$ 1,627
			Overall Limit of Liability - For Any One (1) Occurrence and in the Aggregate, Damage, and Financial Loss Combined during the Period of Insurance	100,000,000	
			Brand rehabilitation: 10% of the overall Limit of Liability or (Whichever the lesser) Extension may be limited	500,000	
			Claims Preparation: 10% of the overall Limit of Liability or (Whichever the lesser)	100,000	
			Contingent Financial Loss	5,000,000	
			Damage to Property at Any Unspecified Third Party Site (Other than site included in the Referral Region and Zip Code List) Limit is per Damage / Financial Loss Combined	500,000	
			Damage to Property while in Transit - per Damage / Financial Loss Combined	500,000	
			Denial of Access	5,000,000	
			Seepage Contamination and Pollution/Clean up	5,000,000	
			Utilities	5,000,000	
			Attraction	5,000,000	
			Contract Works	5,000,000	
			Extinguishment Expenses	500,000	
			Threat	5,000,000	
			Excess Damage - Any One Occurrence for Damage & Financial Loss Combined as per the Associated Policy	20,000	

# Moraine Park Technical College District

## Insurance Coverage Summary (Continued)

Fiscal Year 2020-21  
(Unaudited)

Type of Coverage	Insurance Company	Policy Period	Details of Coverage	Limits of Coverage	Annual Premium
International Travel Liability**	Chubb Insurance Company	7/1/20 - 6/30/21	Foreign general liability - Each occurrence	\$ 1,000,000	\$ -
			General Aggregate	5,000,000	
			Personal and Advertising Injury - Aggregate	1,000,000	
			Products - Completed Operations - Aggregate	2,000,000	
			Premises Damage Limit - Each Occurrence	1,000,000	
			Medical Expense Limit - Any one person	50,000	
			Foreign Property - Limit of Liability - per occurrence	250,000	
			Contingent Auto Liability - Combined Single Limit		
			- Each Accident	1,000,000	
			- Auto Medical Payments	50,000	
			Foreign Hired Auto Physical Damage		
			- Any One Accident	50,000	
			- Any one policy period	50,000	
			Foreign Employee Benefits Liability (\$1,000 Deductible)		
			- Each Claim	1,000,000	
			- Aggregate	1,000,000	
			Foreign Voluntary Workers' Compensation		
			- North American	State of Hire Benefits	
			- Third Country Nationals	Country of Origin	
			- Local Nationals	Employers Liability Only	
			Foreign Employers Liability		
			- Bodily injury by accident, each accident	1,000,000	
			- Bodily injury by disease, each employee	1,000,000	
			- Bodily injury by disease, policy limit	1,000,000	
			Executive Assistance (per covered person)	1,000,000	
			Kidnap and Extortion (per cause of loss)		
			- Extortion/Ransom Monies Payment - Each Covered Loss	250,000	
			- In-transit Extortion / Ransom Monies Loss - Each Covered Loss	250,000	
			- Expenses - Each Covered Loss	250,000	
			- Legal Costs - Each Covered Loss	250,000	
			- Medical, Death or Dismemberment - Sublimit each Life	10,000	
			- Medical, Death or Dismemberment - Sublimit each Incident	100,000	
			- Incident Response - Each Covered Loss	250,000	
			Accidental Death and Dismemberment and Medical Expenses		
			- Accidental Death and Dismemberment	250,000	
			- Medical Expense	25,000	
			- Aggregate Limit	1,500,000	

## Moraine Park Technical College District

### Insurance Coverage Summary (Continued)

Fiscal Year 2020-21  
(Unaudited)

Type of Coverage	Insurance Company	Policy Period	Details of Coverage	Limits of Coverage	Annual Premium
Crime	AIG	7/1/20 - 6/30/21	Employee Theft	\$ 750,000	\$ 2,890
			Forgery or Alteration	750,000	
			ERISA Fidelity	750,000	
			Inside Premises - Money Theft and Securities	750,000	
			Inside Premises - Robbery Safe Burglary - Other Property	750,000	
			Outside Premises	750,000	
			Computer Fraud	750,000	
			Funds Transfer Fraud	750,000	
			Money Orders and Couterfeit Money	750,000	
			Credit, Debit or Charge Card Forgery	750,000	
			Impersonation Fraud	100,000	
			Computer Fraud Insuring Agreement - Cost, Fees or Other Exper	25,000	
			Employee Theft Insuring Agreement - Cost, Fees or Other Expen	25,000	
Business Travel Accident (for Local Boards of Director Members)	CIGNA	7/1/20 - 6/30/21	Benefits for Scheduled Losses	\$ 100,000	\$ 253
			- Aggregate	1,000,000	
			- Loss of Life		
			- Other Covered Losses as Scheduled		
TOTAL ANNUAL PREMIUMS					\$ 278,496

\* Details of Coverage Section - Not all Inclusive. For a full review of **a//** coverages available the Policy must be specifically referenced.

\*\*This coverage is provided on a request basis

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## ADDITIONAL INFORMATION



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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

District Board  
Moraine Park Technical College District  
Fond du Lac, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities, the discretely presented component unit, and the aggregate remaining fund information of Moraine Park Technical College District, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Moraine Park Technical College District's basic financial statements, and have issued our report thereon dated December 10, 2021. The financial statements of Moraine Park Technical District Foundation, Inc., a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Moraine Park Technical College District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Moraine Park Technical College District's internal control. Accordingly, we do not express an opinion on the effectiveness of Moraine Park Technical College District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Moraine Park Technical College District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

**CliftonLarsonAllen LLP**

Wauwatosa, Wisconsin  
December 10, 2021

# **Moraine Park Technical College**

## **Schedule of Findings and Responses For the Year Ended June 30, 2021**

### **Section I. Internal Control Over Financial Reporting**

There are no findings related to the basic financial statements required to be reported under *Government Auditing Standards* generally accepted in the United States of America for the year ended June 30, 2021.

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