

Madison Area Technical College District | Wisconsin

COMPREHENSIVE ANNUAL FINANCIAL REPORT



madisoncollege.edu

for the fiscal years ended
June 30, 2020 and 2019

MADISON AREA TECHNICAL COLLEGE DISTRICT
Madison, Wisconsin
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the years ended June 30, 2020 and 2019

Current Members of the Board

Frances Huntley-Cooper Chairperson
Joseph Hasler Vice Chairperson
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Brittany Campbell..... Student Liaison

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Jack E. Daniels, III President
Turina Bakken Provost
Mark Thomas Executive Vice President, Finance & Administration
Rosemary Buschhaus Vice President, Human Resources/CHRO
Tim Casper Executive Vice President, Student Affairs &
Institutional Effectiveness
Lucia Nunez..... Vice President of Equity, Inclusion
and Community Engagement

Official Issuing Report

Mark Thomas Executive Vice President, Finance & Administration

Report Prepared By

Laurie Grigg CFO/Controller

Assisted By

Alane Spatola Financial Manager
Teri Paltz Financial Manager
Tim Bergman Senior Accountant

MADISON AREA TECHNICAL COLLEGE DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT For Years Ended June 30, 2020 and 2019

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December 2, 2020

To the Residents, Board of Directors, and Madison Area Technical College District:

The Comprehensive Annual Financial Report (CAFR) of Madison Area Technical College District (the District or Madison College) for the fiscal years ended June 30, 2020, and 2019 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 and belief, the presented data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

This report is consistent with the State of Wisconsin's legal reporting requirements. In our opinion, it was prepared in conformity with generally accepted accounting principles applied on a basis consistent with the preceding year. In addition to meeting legal reporting requirements, this report is intended to present a comprehensive summary of the significant financial information of the District in a readable format to meet the varying needs of the District's residents, taxpayers, students, employees, financial institutions, intergovernmental agencies and the State of Wisconsin Technical College System.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, information regarding the College's board members, and an organization chart. The financial section includes the management's discussion and analysis, the report of independent certified public accountants, the basic financial statements, notes to financial statements, required supplemental information, and additional financial information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

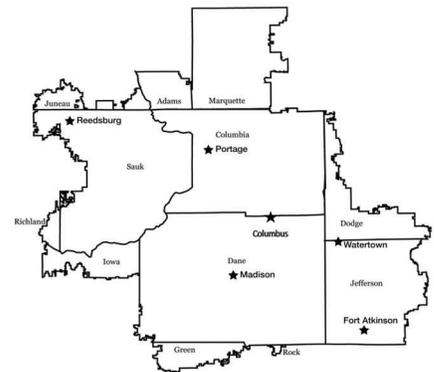
Madison College is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Wisconsin Department of Administration publication, *State Single Audit Guidelines*. Information related to the requirements and compliance with this single audit will be established at some future date.

The Governmental Accounting Standards Board (GASB) 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. Madison College's MD&A can be found immediately following the independent auditor's report.

Profile of the Madison College District

Madison Area Technical College was first chartered as the Madison Industrial School in 1912, enrolling 63 students in its first classes. In 1917, the federal Smith-Hughes Act provided additional funding for vocational education, and the Madison Industrial School became known as the School of Vocational Education. Attendance continued to grow as the result of state legislation enacted in 1933 requiring compulsory education until the age of eighteen, which served to increase the number of students enrolled in high school and opened space at the vocational schools for more adult students. These changes in focus resulted in another name change in 1937 to the Madison Vocational and Adult School. Increasing state control and budgetary difficulties led to legislation, enacted in 1965, requiring the formation of vocational districts by 1970. The Area Vocational, Technical and Adult Education District No. 4 was legally organized on July 1, 1967, under the provisions of Chapter 292, Laws of Wisconsin 1965. Its name was changed in 1992 to Madison Area Vocational, Technical and Adult Education District, and in 1994 to Madison Area Technical College District.

The District is composed of almost all of five counties (Dane, Columbia, Jefferson, Marquette, and Sauk) and parts of seven other counties (Adams, Dodge, Green, Iowa, Juneau, Richland, and Rock). There are 225 municipalities and 40 public school districts within the District's boundaries. The District contains 4,414 square miles, an equalized valuation for fiscal year 2019-20 of \$94,997,912,017, and an estimated District population in 2020 of 798,053. The District operates campuses in six cities: Columbus, Fort Atkinson, Madison, Portage, Reedsburg, and Watertown. Educational offerings are also provided at many other locations throughout the District.



Governance

The governing body of Madison Area Technical College District is the District Board, which consists of nine members. The members are appointed to staggered three-year terms by the county board chairpersons of the twelve counties in the District who meet once a year to appoint three members. The District Board membership categories include two employers, two employees, three additional members, one school district administrator, and one elected official who holds a state or local office. The District Board powers, which include the authority to levy property taxes and borrow monies, are established under the provisions of Chapter 38 of the Wisconsin Statutes. Current members of the Madison College District Board are shown on page 12.

Services

Madison College provides practical and timely education through a comprehensive array of academic offerings, including occupational degrees, a robust liberal arts curriculum, adult basic education, and extensive offerings to serve business and industry and lifelong learners. The College offers associate degrees, technical diplomas, certificates, apprenticeship, professional and non-credit, courses, digital badges, and more that cover some 150 programs of study. In addition to serving the credit and credential seeking student, Madison College also offers extensive and relevant options to businesses via customized training and lifelong learners via professional development and enrichment courses. Madison College also serves international students, offers study abroad options, and is home to new, unique opportunities for high school students to earn college credits or credentials. A prime example of this is the Early College STEM Academy, wherein high school students attend Madison College full time during their junior and senior years and complete high school requirements while earning college credits or credentials.

Madison College has been a leader in online and remote instruction for over 20 years. This past year, our portfolio of online and remote options has expanded greatly due to the impact of COVID-19. Engaging and convenient online options, both synchronous and asynchronous, ensure that students can continue their education from anywhere, no matter what the world throws at us.

The learning opportunities provided by Madison College are essential for a new workforce that is technically prepared, but also adaptable, and willing and able to learn and grow as industries and jobs change. What we offer and how we offer it is in constant flux, always evolving to meet the needs of a more diverse student, employer, and stakeholder market. Our academic portfolio aims to meet these diverse student needs by making higher education and lifelong learning accessible, affordable, and high-quality, delivered by the best faculty anywhere.

Strategic Plan

Mission

Madison College provides open access to quality higher education that fosters lifelong learning and success within our communities.

Vision

To be the leader in accessible, affordable education that meets the evolving needs of our diverse communities.

Value

Excellence, respect, commitment to students and diverse communities, and making higher education available to all.

Strategic Directives

- Focus on Successful Outcomes for Students
- Ensure our Sustainability
- Support our Faculty and Staff
- Address Student Preparedness
- Align with Community Needs
- Improve Recruitment and Strategic Outreach

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when considered from the broader perspective of the specific environment within which the District operates.

Local Economy

The Madison area continues to fare better than the national economy in terms of unemployment. According to the Bureau of Labor Statistics (BLS), the adjusted Madison Metropolitan Area's unemployment rate (not seasonally adjusted) increased from 2.6% in May 2019 to 9.5% in May 2020. In comparison, the Wisconsin and U.S. rates for May 2020 were 11.9% and 13%, respectively.

The overall Midwest Region consumer price index rose 0.4% from June 2019 to June 2020, compared to a national increase of 0.6% over the same period.

The Wisconsin REALTORS® Association reported in July 2020 that existing Wisconsin home sales *decreased* in June 2020 by 3.1% compared to June 2019, with prices increasing by 4%.¹ In the 12-county South Central Wisconsin region, existing home sales *decreased* 7.8% over the 12 months ending June 2020. During that time, the median sale price in the region remained the same, at \$260,000. Housing values are set for tax purposes in January of each year, and those values reported to taxing authorities the following fall are used for computing taxes, which are billed to property owners in December.

Legislative Climate

Presently, Wisconsin has a Republican-led legislature and a Democratic governor. After passing a biennial budget in June 2019, there was little policy-making occurring through the legislative process as there was no strong consensus in fall 2019 between the legislature and governor on what issues to address.

In March 2020, a broad public health response to the COVID-19 pandemic began in Wisconsin. Federal policymakers, recognizing declines in state revenues and increased expenditures for education institutions, provided financial resources to higher education institutions directly and to the governors of each state. Between the direct federal funding received and the federal funding allocated by the governor, Madison College recognized \$6.9 million in total, \$4.1 million of which is available to support college operations. The remaining balance of \$2.8 million is to be provided directly to students.

In anticipation of declining state revenues, in April 2020, the governor directed select state agencies to plan for reduced expenditures of 5% in fiscal year 2019-20. This reduction did not impact state funds anticipated to be received by the College.

In March 2020, the WTCS State Board approved a tuition increase of 1.75% for degree credit students in the 2020-21 academic year.

The College will continue to monitor the planning activities and financial condition of the State of Wisconsin. A new legislative session begins in January 2021 with newly (re-)elected lawmakers. At that time, the governor and legislature could make adjustments to the fiscal year 2020-21 budget if needed to balance the state's budget. Additionally, the governor will introduce the 2021-2023 biennial budget in February 2021.

Institutional Successes

Following are a few of the many successes Madison College and its students have achieved during the last year:

- The most recent Graduate Employment Report, which surveys graduates six months after graduation, indicates that 92 percent of Madison College graduates find jobs within six months of graduation. Of those, over 80 percent are employed within the District, and 94 percent are employed within Wisconsin. The average monthly salary for a Madison College graduate in a position related to their degree is \$3,484.

¹ WI home sales figures are highly impacted by the COVID-19 pandemic.

- In May 2020, Madison College received a \$1,055,284 grant award from the National Science Foundation for the Center for Renewable Energy Advanced Technological Education Resource Center (CREATE RC). The main goal of the CREATE Resource Center is to advance the field of renewable energy by supporting two-year college renewable energy programs. The grant will serve high school educators in addition to two-year college instructors, helping to create bridges to higher education. It will also draw new institutions to the NSF community, including business and industry partners, to help establish and strengthen renewable energy career paths. With women in prominent roles among the project's leadership team and as part of the professional development activities aimed at faculty, the Center will also help to diversify the workforce in the engineering and energy fields.
- Board licensure:

Program	Madison College Pass Rate	National Pass Rate
Advanced Emergency Medical Technician	79%	62%
Associate Degree Nursing	95%	88%
Certified Paralegal ²	N/A	N/A
Dental Hygiene	94%	95%
Emergency Medical Technician	84%	69%
Medical Assistant	78%	63%
Medical Laboratory Technician	100%	81%
Occupational Therapy Assistant	100%	89%
Optometric Technician	100%	76%
Clinical Ophthalmic Assistant	100%	79%
Paramedic	70%	72%
Physical Therapy Assistant ³	TBA	TBA
Radiography	100%	89%
Respiratory Therapist	91%	78%
Surgical Technologist	75%	73%
Therapeutic Massage	90%	71%
Veterinary Technician	90%	71%

Long-term Financial Planning

Technical education in the 21st century is characterized by limited resources, significant outlays for high technology equipment, constantly changing enrollments due to fluctuating unemployment rates, and a changing population, which requires different instructional delivery and other support systems. The District Board has responded to these challenges by developing financial policies that emphasize the District's long-term financial stability, address college 'stakeholders' needs, and maintain financial flexibility.

² Testing for the Certified Paralegal program is optional. No testing occurred in 2019-20.

³ An updated figure for Physical Therapy Assistant has not been given yet.

As part of these policies, Madison College is required to maintain budgetary basis fund balance in the operational funds (General and Special Revenue) at or above the following levels:

- assignments for encumbrances, prepaid items, and noncurrent assets equal to the related financial statement items,
- assignment for compensated absences equal to estimated potential annual payouts,
- assignment for state aid fluctuations equal to 10 percent of funds budgeted for general state aid,
- assignments for subsequent year and years, which may not exceed 5 and 10 percent of funds budgeted for general state aid, respectively.
- assignment for operations representing the potential deficit for an unexpected reduction in cash flow, generally between 16.6 and 25 percent of the 'District's operational budget.

Current plans and long-term projections predict continued compliance with these Board guidelines.

The Board also requires a capital budget that meets the capital needs of the District. In addition to the above-mentioned 10 Year Facility Master Plan, annually the District prepares a three-year facilities plan for Board approval and submittal to the Wisconsin Technical College System (WTCS). During Fiscal Year 2020-21, Madison College plans to borrow \$35 million for capital projects.

Madison College's Smart Future Building Plan

Over the course of 2008 to early 2009, Madison Area Technical College (Madison College) prepared a Facilities Master Plan for its seven campuses. That inclusive campus planning process regarding the District's facilities was informed by the College's 2007 Academic Plan. This was the first such facilities plan developed for the College since it located its primary facilities at Truax more than 30 years ago.

In 2010, the College faced a unique challenge with historic enrollment increases, inadequate facilities and a call for more relevant training for the unemployed. The College had not asked voters for increased taxes for new buildings since 1974. On November 2, 2010, the College asked voters in its 12-county District for \$134 million to start implementing its Facilities Master Plan. Voters overwhelmingly supported the College with almost 60 percent of the vote and agreed to an increase in taxes of \$33 per year on average for a home valued at \$245,000.

Funding from the referendum supported renovations and expansions at the District's four regional campuses, a new Emergency Vehicle Operators Course and supporting facilities, and the creation of new facilities at the Truax campus for health education, protective services, culinary, baking, physical education, and recreation management, and advanced manufacturing programs as well as a new library, student achievement center, and career placement center.

All work from the 2010 referendum has been completed, and in 2018 a new work team updated the 2009 Facilities Master Plan with a new 10 Year Facility Master Plan. The updated plan is based on the goals of the new Academic and Student Services Plans, identifying how Madison College's facilities can host accessible, high quality learning and technical experiences that meet the needs of its ever-evolving students, communities, and area employers. Elements of this updated Facilities Master Plan have already begun informing capital resource allocation and planning for FY20 and beyond, with future resource allocations dependent upon availability.

Management Systems and Controls

The District is committed to the development of good management systems and internal controls. Significant efforts are made to employ qualified personnel. Similarly, systems are conscientiously developed, within which District employees can function effectively. In turn, employees provide appropriate levels of supervision and segregation of duties.

Accounting System

In developing and modifying the District's accounting system, consideration is given to the adequacy of internal controls. Internal accounting controls within the District are designed to provide reasonable assurance for safeguarding assets against loss from unauthorized use or disposition; reliability of financial records for preparing financial statements; and accountability for assets.

The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. 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 budget is prepared annually in accordance with the requirements of the Wisconsin Technical College System. These budget requirements include review, public hearing, and passage by the District Board prior to July 1 of each year. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by fund and function.

Budgets are developed based on strategic priorities, objectives, and plans. The budget information is summarized by the budget department and analyzed by the administration before being submitted to the District Board of Trustees for approval in June. As expenditures occur throughout the year, they are recorded against budgeted amounts, and necessary budget adjustments are submitted to the Board of Trustees. A two-thirds majority of the Board of Trustees must pass any necessary budget adjustments.

Independent Audit

Madison College board policy and state law require an annual audit of the District's financial statements by an independent certified public accountant. The District has complied with this requirement, and the auditor's opinion is included in this report.

EXCELLENCE IN FINANCIAL REPORTING

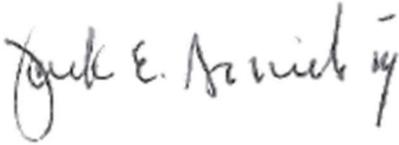
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Madison Area Technical College District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. This was the twenty-third consecutive year that Madison Area Technical College District had achieved this prestigious award. To be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENT

We express our appreciation to the dedicated Finance staff for their significant investment of time and resources in preparing this report. In addition, we thank Madison College's Board of Trustees for their interest and support in planning and conducting the financial operations of the District responsibly and progressively.

Respectfully submitted,



Jack E. Daniels III, Ph.D.
President



Mark Thomas
Executive Vice President, Finance &
Administrative Services

MANAGEMENT'S RESPONSIBILITY

Board of Trustees
Madison Area Technical College District

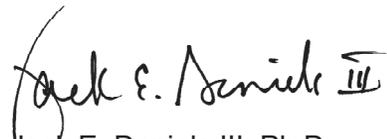
The management of Madison College is responsible for the preparation and presentation of the financial statements in this report. This report has been prepared in accordance with generally accepted accounting principles based on our best judgments and giving due consideration to materiality.

Madison College has communicated the requirements for accurate records and accounting to appropriate employees and has developed a system of internal accounting controls designed to provide reasonable assurance for the safeguarding of assets and for the reliability of financial records. This system includes selection and training of qualified personnel, organizational arrangements to provide for an appropriate division of responsibility, communication of standard accounting and internal control policies, and regular meetings on accounting matters.

Annually an independent public accounting firm, which we retain to audit our financial statements, is responsible for expressing an opinion as to whether our financial statements present fairly the financial position, results of operations, and cash flows. The audit includes a review of our internal control structure and a testing of the accounting procedures and financial records.

The Madison College Board of Trustees is composed of concerned and qualified citizens who meet regularly with the independent auditors and management. This Board reviews the audit scope, discusses financial and reporting subjects, and considers management action on these matters. There is full and free access to the Board by the independent auditors.

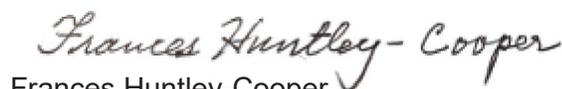
We believe our policies, internal controls, and review processes provide reasonable assurance that our financial information contains the integrity and objectivity necessary for properly reporting Madison College's transactions.



Jack E. Daniels III, Ph.D.
President



Mark Thomas
Executive Vice President, Finance &
Administration



Frances Huntley-Cooper
Madison College Board Chair



Shiva Bidar-Sielaff
Madison College Board Treasurer

Map of Wisconsin Technical College District





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Madison Area Technical College District
Wisconsin**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO

Madison Area Technical College District Board FY 2020 - 2021

Shiva Bidar-Sielaff

Board Treasurer

[Employer Member]

Term Expires 6/30/21

Chief Diversity Officer, University of Wisconsin Hospital and Clinics

Dr. Elton J. Crim, Jr.

Board Secretary [Member-at-Large]

Term Expires 6/30/23

Clinical Professor of Higher Education, University of Wisconsin-Madison

Randy S. Guttenberg

[School District Administrator] Term Expires 6/30/21

Superintendent, Waunakee Community School District

Arlyn R. Halvorson

[Employee Member] Term Expires 6/30/21

Dane County Highway Department and President of American Federation of State, County and Municipal Employees Local 65

Joseph J. Hasler

Board Vice-Chair

[Employer Member] Term expires 6/30/22

Attorney, LaRowe Gerlach Taggart LLP

Frances M. Huntley- Cooper

Board Chair

[Member-at-Large]

Term Expires 6/30/23

Retired

Melanie Lichtfeld

[Employer Member]

Term expires 6/30/22

Owner, Lichtfeld Plumbing

Ananda Mirilli

[Employee Member] Term Expires 6/30/22

Education Equity Consultant, Wisconsin Department of Public Instruction

Christopher Polzer

[Elected Official Member] Term Expires 6/30/23

Instructor, University of Wisconsin-Platteville

Jack E. Daniels III, Ph.D.

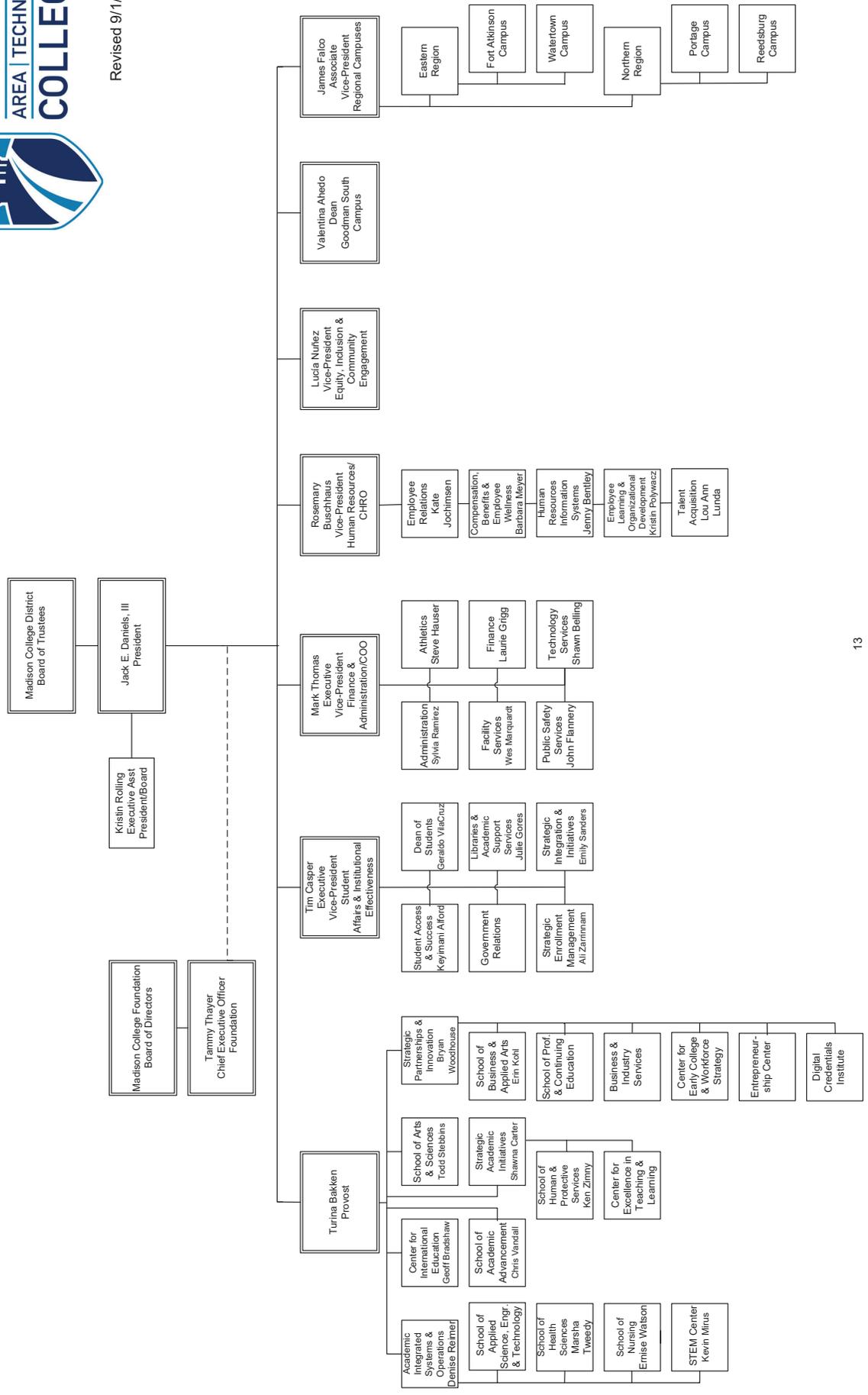
President

Madison Area Technical College

Madison College Organizational Chart



Revised 9/1/2020





INDEPENDENT AUDITORS' REPORT

District Board
Madison Area Technical College
Madison, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the Madison Area Technical College, as of and for the year ended June 30, 2020 and 2019, 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 an opinion 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.

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 auditor considers internal control relevant to the entity'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 entity'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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the Madison Area Technical College as of June 30, 2020 and 2019, and the respective changes in financial position and cash flows 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, Other Postemployment Benefits Plan Information, and the Pension Plan Information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Madison Area Technical College's basic financial statements. The introductory section, individual budgetary basis fund financial statements, the schedule to reconcile budget basis financial statements to basic financial statements, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual budgetary basis fund financial statements and the schedule to reconcile budget basis financial statements to the basic financial statements are the responsibility of management and were derived from and relate 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, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section included in the table of contents 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.

District Board
Madison Area Technical College

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2020, on our consideration of the Madison Area Technical College'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 Madison Area Technical College'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 Madison Area Technical College's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 2, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

The purpose of Management's Discussion and Analysis (MD&A) is to provide users of the basic financial statements with a narrative introduction, overview, and analysis of those statements. The MD&A provides summary level financial information; therefore, it should be read in conjunction with the accompanying financial statements.

Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to Madison Area Technical College District's basic financial statements. The statements are comprised of two components: government-wide financial statements and notes to financial statements.

Government-wide financial statements—the government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business.

The statement of net position presents information on all of the District's assets and deferred outflows, and liabilities and deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or declining. 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, regardless of when cash is exchanged.

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. As the District receives the majority of its revenues from the taxpayers and other government entities, the District will report an operating deficit or loss. Revenues received from taxpayers (tax levies) and from the state (state appropriations) are considered non-operating revenue, and reduce the operating deficit or loss. 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.

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

The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements. The notes to financial statements are located after the government-wide financial statements in this report.

**The following summary shows a condensed version of the Statement of Net Position
(Dollars in thousands)**

	2020	2019	Increase (Decrease) 2020-2019	2018	Increase (Decrease) 2019-2018
ASSETS					
Cash and investments	\$ 68,965	\$ 74,267	\$ (5,303)	\$ 88,406	\$ (14,139)
Net capital assets	282,788	273,970	8,818	256,549	17,421
Net pension asset	20,780	-	20,780	19,200	(19,200)
Other assets	32,232	44,429	(12,197)	42,765	1,664
Total Assets	404,764	392,667	12,097	406,921	(14,254)
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources related to pensions	44,680	58,936	(14,256)	32,027	26,909
Deferred outflows of resources related to OPEBs	10,186	3,064	7,122	1,866	1,198
Refunding loss	3,803	4,165	(362)	4,528	(362)
Total Deferred Outflows of Resources	58,670	66,166	(7,496)	38,420	27,745
LIABILITIES					
Current liabilities	44,309	60,736	(16,427)	59,221	1,514
Net pension liability	-	22,927	(22,927)	-	22,927
Net OPEB liability	27,942	20,586	7,355	24,053	(3,466)
Other long-term liabilities	158,992	163,801	(4,809)	167,075	(3,274)
Total Liabilities	231,242	268,049	(36,807)	250,349	17,700
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources related to pensions	62,256	31,622	30,634	37,838	(6,216)
Deferred inflows of resources related to OPEBs	4,349	3,511	837	497	3,015
Total Deferred Inflows of Resources	66,604	35,133	31,471	38,335	(3,201)
NET POSITION					
Net investment in capital assets	137,714	127,550	10,164	113,912	13,638
Restricted for capital acquisitions	-	-	-	9,849	(9,849)
Restricted for debt service	2,418	3,451	(1,033)	3,057	393
Restricted for net pension asset	20,780	-	20,780	19,200	(19,200)
Restricted for student organizations	1,290	982	308	-	982
Unrestricted	3,385	23,667	(20,282)	10,639	13,029
Total Net Position	\$ 165,587	\$ 155,650	\$ 9,937	\$ 156,657	\$ (1,007)

Note: 2018 ending net position will not equal 2019 beginning net position due to the restatement to remove fiduciary funds.

Fiscal Year 2020 Compared to 2019

Total assets increased by \$12.1 million, or 3.1%. This was a net result from various changes in most categories of assets.

- The net pension asset increased from \$0 to \$20.8 million since this year the Wisconsin Retirement System recorded a net pension asset compared to a net pension liability from last year. Additional disclosure information can be found in Note 5 on Retirement Plan.
- Cash and investments decreased by \$5.3 million or 7.1%. There has been historical lower interest rates resulting in lower income as a result. In addition, due to the pandemic, the District shut down many auxiliary operations or restricted availability resulting in lower cash collections and investments.
- Net capital assets increased by \$8.8 million or 3.2%. Net capital assets added this fiscal year were, equipment of \$21.1 million, and building and land improvements of \$26.4 million. The Goodman South Campus was completed and added to the District's buildings. \$7.5 million of additions were made to construction in progress and \$21.0 was capitalized. Depreciation expense and sale/disposals reduced net capital assets for the year by \$25.1 million.
- Other assets decreased by \$12.2 million or 27.5%, in large part due to the decrease in student receivables of \$13.9 million. Academic leaders needed more time to complete the modality of classes due to the pandemic and did not want to assess fees until the district had its schedules set. The District did not want to confuse students and change fees after they registered. Assessment of tuition and the corresponding receivables were not recorded until after fiscal 2020 year-end.

Deferred outflows of resources is a consumption of net benefits by the District that is applicable to future reporting periods.

- Deferred outflows of resources related to pensions decreased by \$14.3 million or 24.2%.
- Deferred outflows of resources related to OPEBs increased from by \$7.1 million or 232.4%.
- Deferred outflows of resources due to the amortization of the refunding loss decreased by \$362,000 or 8.7%. This is a straight-line reduction of amortization.

Total liabilities decreased overall by \$36.8 million or 13.7% for the fiscal year.

- Current liabilities decreased by \$16.4 million or 27.0%. Unearned program and material fees decreased by \$14.9 million due to the delay in assessing tuition and fees due to the pandemic. Accounts payable decreased by \$1.0 million and the current portion of compensated absences decreased by \$281,000.
- The net pension liability decreased by \$22.9 million to \$0 due to changing from a pension liability to a net pension asset in fiscal year 2020.
- The net OPEB liability increased by \$7.4 million or 35.7%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs. The increase is from the OPEB life insurance.
- Other long-term liabilities decreased by \$4.8 million or 2.9%, mainly due to a decrease in general obligation debt from scheduled principal payments.

Deferred inflows of resources is an acquisition of net obligations by the District that is applicable to a future reporting period.

- Deferred inflows of resources related to pensions increased by \$30.6 million or 96.9%.
- Deferred inflows of resources related to OPEBs increased by \$837,000 or 23.9%.

Net position increased by \$9.9 million or 6.4% for the fiscal year.

- Net investment in capital assets increased by \$10.2 million or 8.0%. Many large projects were completed within the fiscal year.

- Restricted for debt service decreased by \$1.0 million or 29.9%. Premiums received on debt issues are included in the debt service fund and accrued interest is excluded from the reserve balance.
- Restricted for net pension asset increased from \$0 to \$20.8 million due to changing from a net pension liability to net pension asset for fiscal year 2020.
- Restricted for student organizations increased by \$308,000 or 31.4%. This category was new due to separating out fiduciary funds and reclassifying certain student activities from a liability to display its own net position.
- Unrestricted net position decreased by \$20.3 million or 85.7% mainly due to increasing the restricted net position for the net pension asset.

Fiscal Year 2019 Compared to 2018

Total assets decreased by \$14.3 million, or 3.5%. This was a net result from various changes in most categories of assets.

- The net pension asset decreased from \$19.2 million to \$0 since this year the Wisconsin Retirement System recorded a net pension liability compared to a net pension asset from last year. Additional disclosure information can be found in Note 5 on Pensions.
- Cash and investments decreased by \$14.1 million or 16.0%. The campaign for donations for the new Goodman South campus was in fiscal year 2018. That resulted in a large decline in donations for fiscal year 2019 as a comparison.
- Net capital assets increased by \$17.4 million or 6.8%. Net capital assets added this fiscal year were, equipment \$24.4 million, and building and land improvements of \$9.7 million. There was also an increase in construction in progress of \$13.9 million. Depreciation expense and sale/disposals reduced net capital assets for the year by \$30.6 million
- Other assets increased by \$1.7 million or 3.9%, in large part due to the increase in property tax receivables of \$1.2 million.

Deferred outflows of resources is a consumption of net benefits by the District that is applicable to future reporting periods.

- Deferred outflows of resources related to pensions increased by \$26.9 million or 84.0%.
- Deferred outflows of resources related to OPEBs increased from by \$1.2 million or 64.2%.
- Deferred outflows of resources due to the amortization of the refunding loss decreased by \$362,000 or 8.0%.

Total liabilities increased by \$17.7 million or 7.1% for the fiscal year.

- Current liabilities increased by \$1.5 million or 2.6%. Accounts payables increased by \$1.4 million due to the increased expenses at year end for the new Goodman South Campus that opened up in September 2019. Unearned program and material fees increased by \$788,000.
- The net pension liability increased by \$22.9 million from \$0 due to changing from a pension asset for fiscal year 2018.
- The net OPEB liability was decreased by \$3.5 million or 14.4%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs.
- Other long-term liabilities decreased by \$3.3 million or 2.0%, mainly due to a decrease in compensated absences and general obligation debt.

Deferred inflows of resources is an acquisition of net obligations by the District that is applicable to a future reporting period.

- Deferred inflows of resources related to pensions decreased by \$6.2 million or 16.4%.
- Deferred inflows of resources related to OPEBs increased by \$3.0 million or 607.0%.

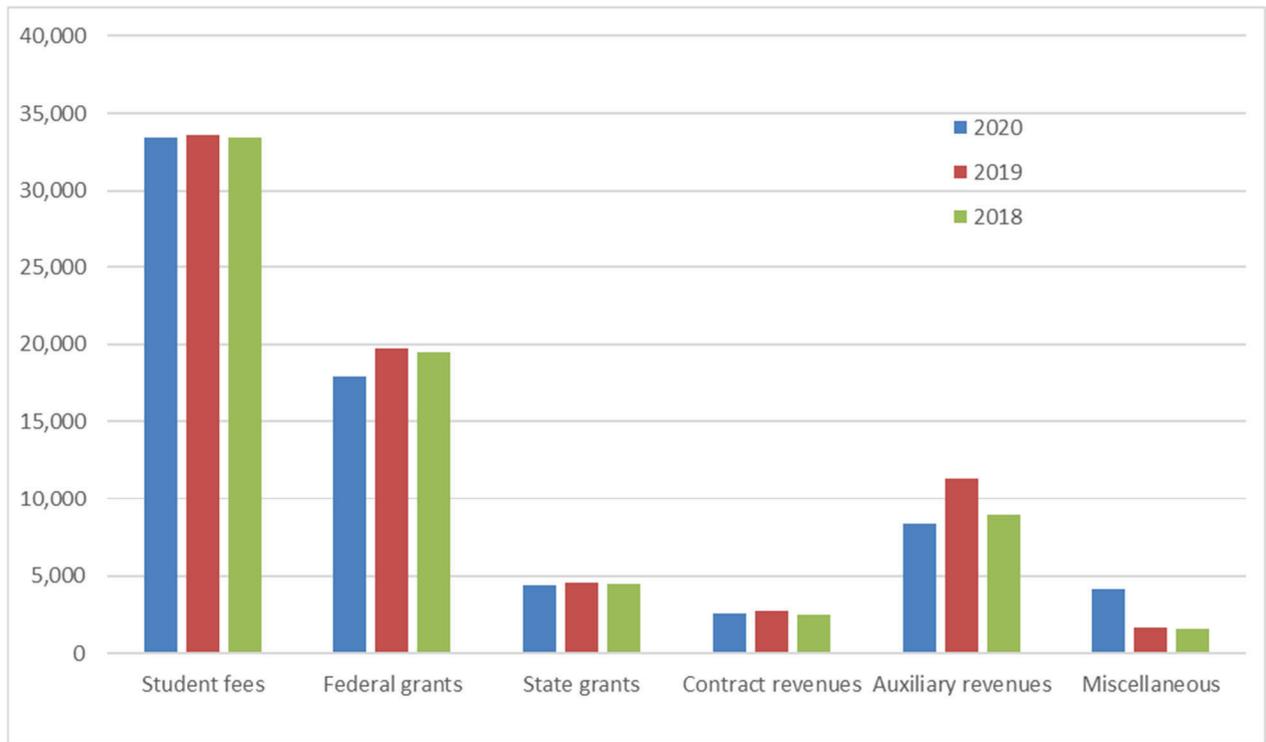
Net position decreased by \$1.0 million or 0.6% for the fiscal year.

- Net investment in capital assets increased by \$13.6 million or 12.0%. Many large projects were completed within the fiscal year.
- Restricted for capital acquisitions decreased by \$9.8 million to \$0. The District had received gifts restricted for the construction of a new campus that was fully expensed.
- Restricted for debt service increased by \$393,000 or 12.9%. Premiums received on debt issues are included in the debt service fund and accrued interest is excluded from the reserve balance.
- Restricted for net pension asset decreased from \$19.2 million to \$0 due to changing from a net pension asset to net pension liability for fiscal year 2019.
- Restricted for student organizations increased by \$982,000 from \$0. This category was new due to separating out fiduciary funds and reclassifying certain student activities from a liability to display its own net position.
- Unrestricted net position increased by \$13.0 million or 122.5%.

The following is a summary of Statement of Revenues, Expenses and Changes in Net Position for the years ended June 30, 2020, 2019, and 2018 (Dollars in Thousands)

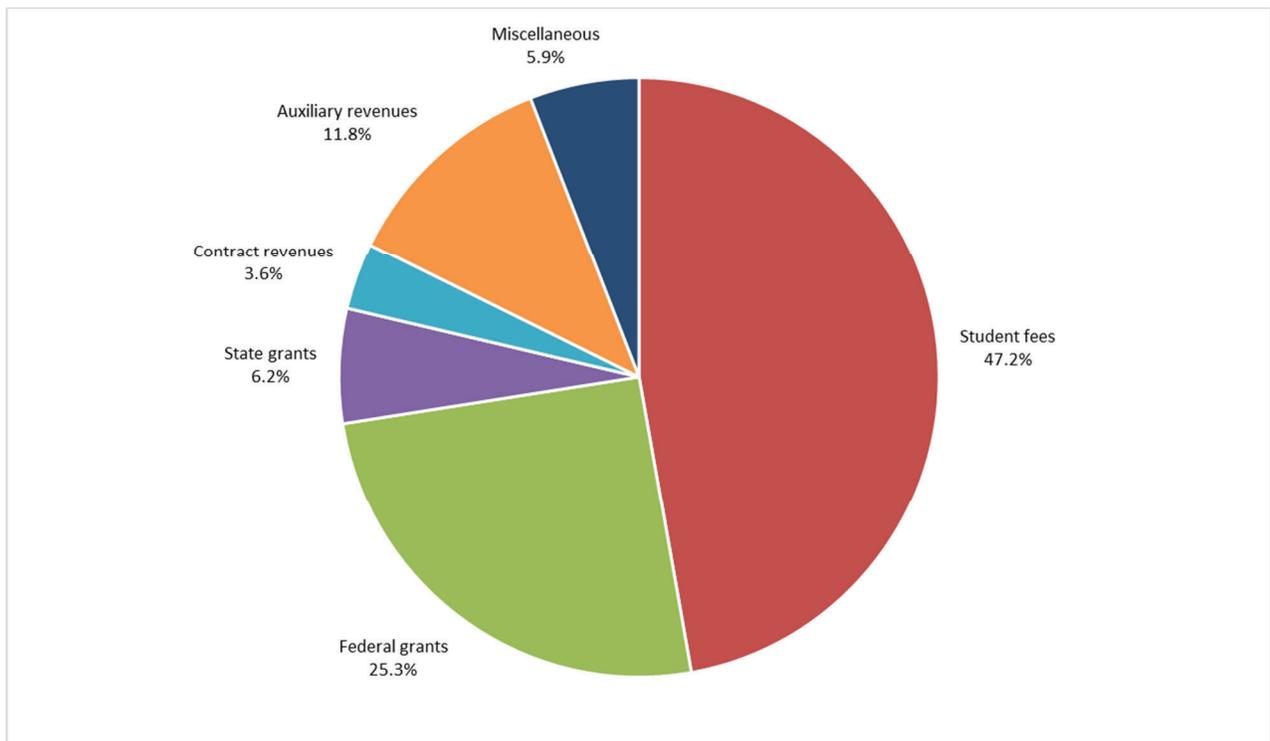
	2020	2019	Increase (Decrease) 2020-2019	2018	Increase (Decrease) 2019-2018
Operating revenues					
Student fees	\$ 33,426	\$ 33,629	\$ (203)	\$ 33,394	\$ 235
Federal grants	17,915	19,725	(1,809)	19,516	209
State grants	4,361	4,591	(231)	4,482	109
Contract revenues	2,572	2,776	(204)	2,491	285
Auxiliary revenues	8,354	11,302	(2,948)	8,936	2,366
Cost reimbursements	50	78	(28)	84	(6)
Miscellaneous	4,174	1,658	2,516	1,602	57
Total operating revenues	70,852	73,760	(2,909)	70,506	3,255
Non-operating revenues					
Property taxes	79,900	77,765	2,135	74,991	2,774
State appropriations	73,957	73,147	810	72,586	561
Federal CARES Act Grants	1,183	-	1,183		
Gifts, grants and bequests	5,110	5,784	(674)	15,688	(9,904)
Investment income earned	1,193	1,999	(806)	1,141	858
Total non-operating revenues	161,343	158,695	2,648	164,406	(5,711)
Total revenues	232,195	232,456	(261)	234,912	(2,456)
Operating expenses					
Instruction	110,296	111,461	(1,165)	109,284	2,178
Instructional resources	11,545	9,050	2,494	8,376	674
Student services	20,088	17,690	2,398	15,665	2,025
General institutional	13,728	13,064	664	15,010	(1,946)
Physical plant	20,152	26,776	(6,624)	21,267	5,509
Public service	535	473	62	416	58
Auxiliary enterprise services	7,262	11,952	(4,690)	10,557	1,395
Depreciation	24,844	22,133	2,712	20,735	1,398
Student aid	9,369	9,654	(285)	9,849	(195)
Total operating expenses	217,819	222,254	(4,434)	211,159	11,095
Non-operating expenses					
Loss (gain) on disposal of capital assets	284	8,234	(7,951)	27	8,207
Interest expense	4,155	4,370	(215)	3,732	638
Total non-operating expenses	4,438	12,604	(8,165)	3,759	8,845
Total expenses	222,258	234,858	(12,600)	214,918	19,940
Increase (Decrease) in Net Position	9,937	(2,402)	12,339	19,994	(22,396)
Net position - as reported	155,650	158,052		136,663	
Prior period adjustment for <i>Fiduciary Activities</i> Per GASB 84				1,395	
Net position - end of the year	\$ 165,587	\$ 155,650		\$ 158,052	

**Comparison of Operating Revenues
For the Years Ended June 30, 2020, 2019 and 2018 (Dollars in Thousands)**



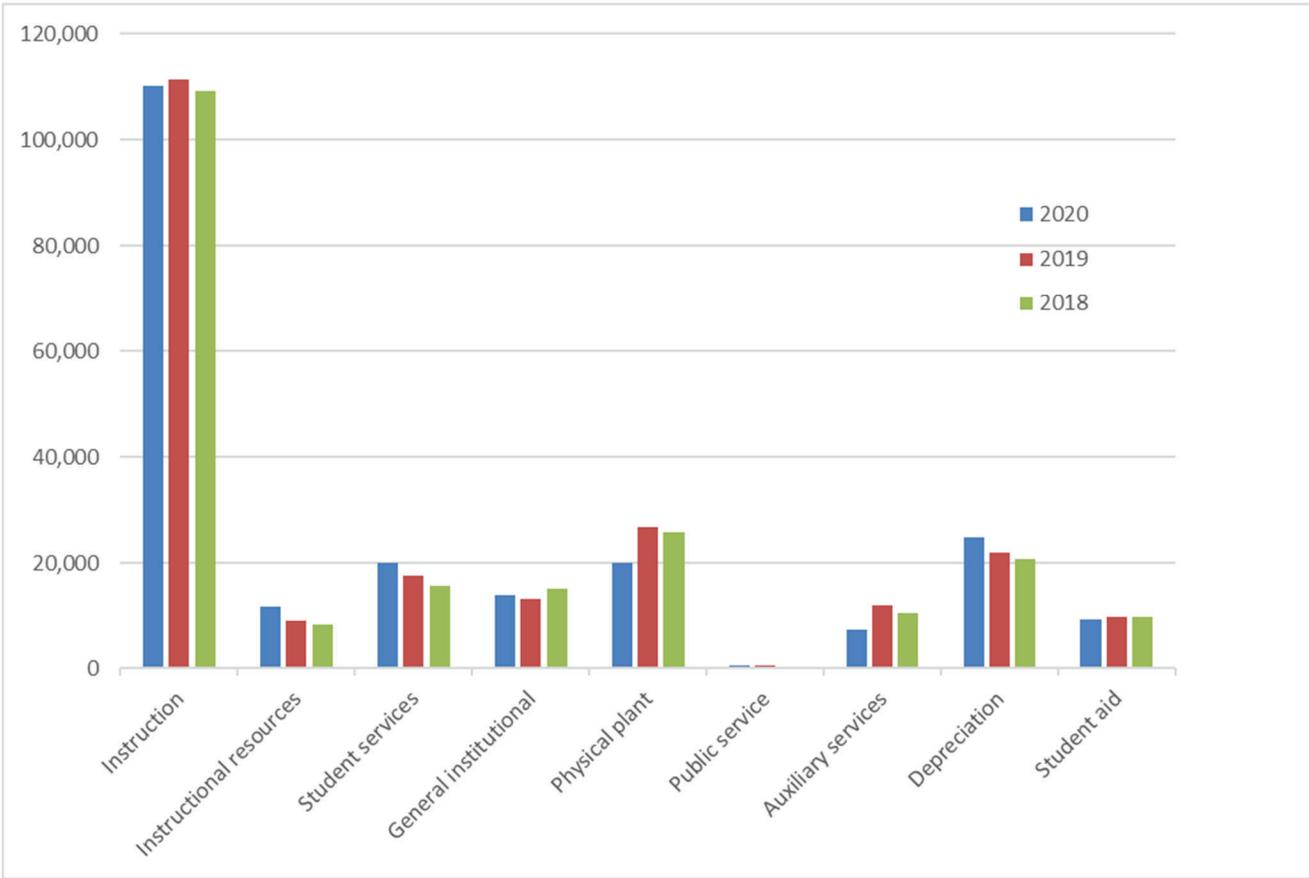
The following is a graphical illustration of operating revenues by source for the fiscal year ended June 30, 2020.

Operating Revenues



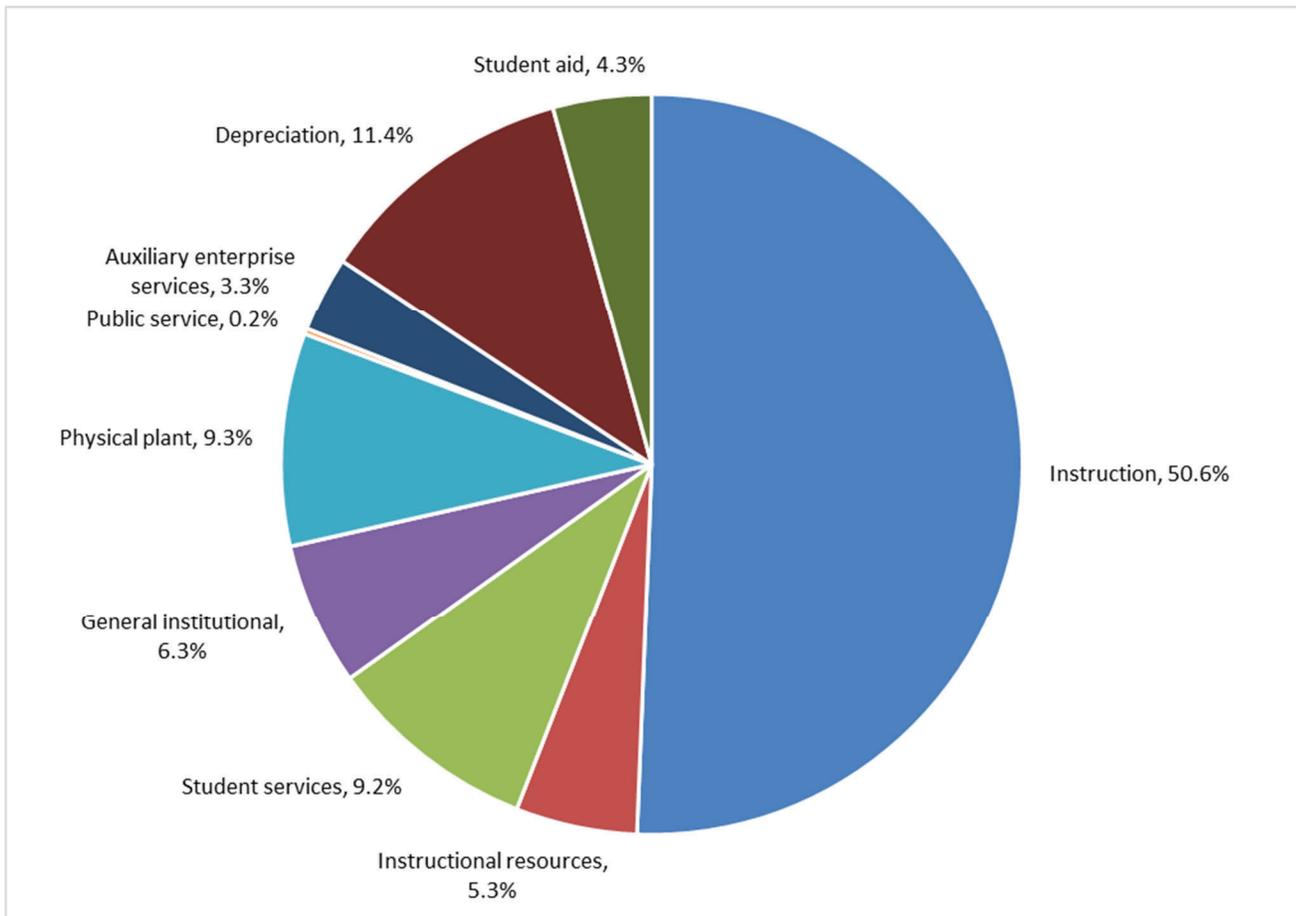
**Comparison of Operating Expenses
For the Years Ended June 30, 2020, 2019 and 2018 (Dollars in thousands)**

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The following is a graphical illustration of operating expenses by function for the fiscal year ended June 30, 2020.

Operating Expenses



Fiscal Year 2020 Compared to 2019

Operating revenues are the charges for services offered by the District. During 2020, the District generated \$70.9 million of operating revenue, a decrease of \$2.9 million or 3.9%.

- Student fees decreased by \$203,000 or less than 0.6 %.
- Federal grants decreased by \$1.8 million or 9.2%.
- State grants decreased by \$231,000 or 5.0%.
- Contract revenue decreased by \$204,000 or 7.4%.
- Auxiliary revenues decreased by \$2.9 million or 26.1%. Due to the pandemic, both auxiliary operations and contract revenues decreased dramatically. Locations were shut down or had limited hours to avoid contact and ensure safety as much as possible.
- Miscellaneous revenues increased by \$2.5 million or 151.7% due to separating out fiduciary funds and then reclassifying other student activities under special revenue non-aidable compared to rolling up as a liability.

Operating expenses are costs related to offering the programs of the District. During 2020, total operating expenses were \$217.8 million, a decrease of \$4.4 million or 2.0%.

- Instructional expenses decreased by \$1.2 million or 1.0%.
- Instructional resources increased by \$2.5 million or 27.6%.
- Student services expenditures increased by \$2.4 million or 13.6%.
- General Institutional expenditures increased by \$664,000 or 5.1%.
- There was a large decrease in physical plant expenditures of \$6.6 million or 24.7%. The District had slowed or delayed expenditures in fiscal year 2020 when the pandemic hit. As a result, these expenditures were lower than the prior year.
- Auxiliary enterprise services expenditures decreased by \$4.7 million or 39.2%. Many of the District's enterprise services had shut down or had greatly reduced hours to keep the faculty, staff and students as safe as possible.
- Depreciation increased by \$2.7 million or 12.3%. This is mainly due to the completion of the new campus and the additional equipment that was procured to fill the campus. All have been in-serviced.
- Student aid decreased by \$285,000 or 3.0%.

Non-operating revenue are items not directly related to providing instruction. During 2020, the District generated \$161.3 million of non-operating revenue, an increase of \$2.6 million or 1.7%.

- Property taxes increased by \$2.1 million or 2.7%.
- State appropriations increased slightly by \$810,000 or 1.1%.
- Investment income decreased by \$806,000 or 40.3%. Interest rates decreased most of 2020 while our cost of borrowing continues to decline as well. We predict this will continue moving forward as the economy continues to struggle during the pandemic.
- The real significant increase is due to receiving the Federal CARES Act Grants to help offset some of the unplanned expenditures of moving to a distance learning and working environment. The District received \$1.2 million in fiscal year 2020 and more will be reported next year.

Non-operating expenses are items not directly related to providing instruction. During 2020, total non-operating expenses for the District were \$4.4 million, a decrease of \$8.2 million or 64.8%.

- The losses reported on the disposal of capital assets decreased by \$8.0 million compared to last year. The increase last year was due to the sale of the downtown campus in which a number of remodel projects were not fully depreciated.
- Interest expense decreased by \$215,000 or 4.9%. Interest rates are low for the cost of borrows and we expect will continue to stay low through the pandemic.

Fiscal Year 2019 Compared to 2018

Operating revenues are the charges for services offered by the District. During 2019, the District generated \$73.8 million of operating revenue, an increase of \$3.3 million or 4.6%.

- Student fees increased by \$235,000 or 0.7%. There was a decline in overall enrollment and an increase in scholarship allowances that account for the overall decrease, which was offset by fees collected from student organizations first include in 2019 with the adoption of GASB statement No. 84.
- Federal grants increased by \$209,000 or 1.1%.
- State grants increased by \$109,000 or 2.4%.
- Contract revenue increased by \$285,000 or 11.4%. Employers in the District continue to seek professional development and training for their employees.
- Auxiliary revenues increased by \$2.4 million or 26.5% resulting from fees collected from student organizations first include in 2019 with the adoption of GASB statement No. 84.

Operating expenses are costs related to offering the programs of the District. During 2019, total operating expenses were \$222.3 million, an increase of \$11.1 million or 5.3 %.

- Instructional expenses increased by \$2.2 million or 2.0%. There was a new compensation plan for part-time faculty implemented in 2019 and an increase in compensation of 3% overall that would more than offset an expected decrease due to a slight enrollment decrease. The same holds true for instructional resources with an increase of \$674,000 or 8.1%.
- Student services expenditures decreased by \$2.0 million or 12.9%, which also aligns with the trend in enrollments.
- General Institutional expenditures decreased by \$1.9 million or 12.9%.
- There was an increase in physical plant expenses of \$5.5 million or 25.9%. The District has completed the construction of the new Goodman South Campus. As a result, these expenditures were higher than normal for both fiscal years 2018 and 2019.
- Auxiliary enterprise services expenditures increased by \$1.4 million or 13.2%.
- Depreciation increased by \$1.4 million or 6.7%.
- Student aid decreased by \$195,000 or 2.0%.

Non-operating revenue are items not directly related to providing instruction. During 2019, the District generated \$158.7 million of non-operating revenue, a decrease of \$5.7 million or 3.5%.

- Property taxes increased by \$2.8 million or 3.7%.
- State appropriations increased slightly by \$561,000 or less than 1%.
- Investment income increased by \$858,000 or 75.2%. Interest rates increased most of 2019 while our cost of borrowing remains rather stable. We predict this will change in the next year.
- The real significant decrease is due to gifts and donations received for the construction of a new metro campus located just south of Madison. The campaign ended in 2018 so there was a significant decline of \$9.9 million or 63.1% compared to last fiscal year.

Non-operating expenses are items not directly related to providing instruction. During 2019, total non-operating expenses for the District were \$12.6 million, an increase of \$8.8 million or 235.3%.

- The losses reported on the disposal of capital assets increased by \$8.2 million compared to last year. Much of this is due to the sale of the downtown campus. A number of remodel projects were not fully depreciated resulting in the expected loss.
- Interest expense increased by \$638,000 or 17.1%. This increase is mainly due to the amortization of the refunding loss from the advanced refunding of notes in 2018.

Capital Asset and Debt Administration

The District's investment in capital assets as of June 30, 2020 and 2019, net of accumulated depreciation, amounted to \$282.8 million and \$274.0 million respectively. This investment in capital assets includes land and land improvements, construction in progress, buildings and improvements, and moveable equipment. Additional information on the District's capital assets can be found in Note 3 of the financial statements.

At the end of the current fiscal year, the District had total general obligation debt outstanding of \$162.9 million. The balance at the end of June 30, 2019 was \$165.7 million. The District's bonds and notes continue to maintain a Standard & Poor's AAA rating, and the District continues to meet all of its debt service requirements. All general obligation debt is repaid over the life of the assets acquired with debt proceeds. The current debt adequately replaces and expands the equipment and facility needs of the District. Additional information on the District's long-term debt can be found in Note 4 of the financial statements.

Gifts/Donations

Construction of the Goodman South Campus was completed in August 2019. Classes began in September of 2019. This was accomplished through generous gifts and donations from various organizations, companies and the people of the community. Most of the expenditures were made during fiscal year 2019 with final expenditures made during the early part of fiscal year 2020 for completion of the 75,000 square-foot campus. The South Campus initiative aims to increase access of South Madison residents to Madison College, work with community leaders to better assess educational and training gaps and offer affordable programs and classes that fill those gaps. This initiative has been met with extremely favorable responses throughout the community.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. Mark Thomas, Executive Vice President, Finance & Administrative Services, 1701 Wright Street, Madison, WI 53704.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF NET POSITION
As of June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 42,116,352	\$ 44,989,208
Restricted cash and cash equivalents	9,736,987	8,435,764
Restricted investments	17,111,250	20,842,463
Accounts receivable	2,159,395	2,660,999
Property taxes receivable	19,847,516	19,016,784
Federal and state aid receivable	2,145,249	1,839,399
Student fee receivable, less allowance of \$4,375,000 for 2020 and \$4,570,000 for 2019	5,410,653	19,346,608
Inventories	2,197,904	1,035,333
Prepaid items	471,179	530,081
Total current assets	<u>101,196,485</u>	<u>118,696,639</u>
Non-current Assets		
Net pension asset	20,779,547	-
Land	7,589,891	7,589,891
Construction in progress	7,681,114	21,203,810
Other capital assets	471,064,809	431,072,201
Less accumulated depreciation	<u>(203,547,725)</u>	<u>(185,895,804)</u>
Total non-current assets	<u>303,567,636</u>	<u>273,970,098</u>
TOTAL ASSETS	<u>404,764,121</u>	<u>392,666,737</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources related to pensions	44,680,094	58,936,051
Deferred outflows of resources related to OPEB	10,186,427	3,064,388
Refunding loss	3,803,147	4,165,352
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>58,669,668</u>	<u>66,165,791</u>
LIABILITIES		
Current Liabilities		
Accounts payable	7,992,376	9,016,705
Accrued payroll and other accrued liabilities	3,390,213	3,304,165
Accrued interest	1,686,722	1,749,567
Unearned program and material fees	2,408,964	17,354,660
Current portion of compensated absences	6,796,749	7,077,437
Current portion of OPEB - Health Plan	1,019,951	1,069,228
Current portion of long-term obligations	21,013,617	21,163,831
Total current liabilities	<u>44,308,592</u>	<u>60,735,593</u>
Long-term Liabilities		
Compensated absences	5,698,315	6,922,541
General obligation debt	153,265,396	156,846,173
Capital lease	28,610	32,227
Net pension liability	-	22,926,533
Net OPEB liability	27,941,565	20,586,247
Total long-term liabilities	<u>186,933,886</u>	<u>207,313,721</u>
TOTAL LIABILITIES	<u>231,242,478</u>	<u>268,049,314</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources related to pensions	62,255,735	31,622,228
Deferred inflows of resources related to OPEB	4,348,659	3,511,171
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>66,604,394</u>	<u>35,133,399</u>
NET POSITION		
Net investment in capital assets	137,713,818	127,549,799
Restricted for debt service	2,417,605	3,450,698
Restricted for net pension asset	20,779,547	-
Restricted for student organizations	1,290,450	982,063
Unrestricted	3,385,497	23,667,255
TOTAL NET POSITION	<u>\$ 165,586,917</u>	<u>\$ 155,649,815</u>

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Years Ended June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating revenues		
Student program fees, net of scholarship allowances of \$5,207,483 and \$5,838,460 for 2020 and 2019, respectively	\$ 29,482,201	\$ 29,059,402
Student material fees, net of scholarship allowances of \$194,838 and \$222,739 for 2020 and 2019, respectively	1,071,396	1,131,737
Other student fees, net of scholarship allowances of \$501,855 and \$688,466 for 2020 and 2019, respectively	2,872,177	3,438,105
Federal grants	17,915,177	19,724,619
State grants	4,360,701	4,591,351
Business and industry contract revenue	2,429,108	2,630,612
School district contract revenue	142,904	145,765
Auxiliary enterprise revenues	8,353,954	11,302,136
Cost reimbursements	50,044	78,243
Miscellaneous	4,174,008	1,658,358
Total operating revenues	<u>70,851,670</u>	<u>73,760,328</u>
Operating expenses		
Instruction	110,296,025	111,461,111
Instructional resources	11,544,875	9,050,430
Student services	20,088,031	17,689,933
General institutional	13,728,207	13,063,949
Physical plant	20,151,735	26,775,708
Public service	534,963	473,379
Auxiliary enterprise services	7,261,915	11,952,319
Depreciation	24,844,391	22,132,771
Student aid	9,369,253	9,654,314
Total operating expenses	<u>217,819,395</u>	<u>222,253,914</u>
Operating loss	<u>(146,967,725)</u>	<u>(148,493,586)</u>
Non-operating revenues (expenses)		
Property taxes	79,900,104	77,764,670
State appropriations	73,957,246	73,147,052
Federal CARES Act Grants	1,182,717	-
Gifts, grants and bequests	5,110,356	5,784,420
Gain (loss) on disposal of capital assets	(283,507)	(8,234,206)
Investment income earned	1,192,878	1,999,259
Interest expense	(4,154,967)	(4,369,669)
Total non-operating revenues	<u>156,904,827</u>	<u>146,091,526</u>
CHANGE IN NET POSITION	9,937,102	(2,402,060)
Net position - beginning of the year as previously reported	<u>155,649,815</u>	<u>156,656,885</u>
Prior period adjustment	-	1,394,990
Net position - beginning of the year, restated	<u>155,649,815</u>	<u>158,051,875</u>
Net position - end of the year	<u>\$ 165,586,917</u>	<u>\$ 155,649,815</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities		
Tuition and fees received	\$ 32,917,637	\$ 33,978,995
Federal and state grants received	21,970,028	24,293,674
Business, industry and school district contract revenues received	2,572,012	2,776,377
Payments to employees including related benefits	(149,395,274)	(136,793,382)
Payments to suppliers	(45,067,702)	(56,096,430)
Auxiliary enterprise revenues received	8,353,954	11,302,136
Other receipts	<u>4,224,052</u>	<u>1,736,601</u>
Net cash used in operating activities	<u>(124,425,293)</u>	<u>(118,802,029)</u>
Cash flows from noncapital financing activities		
Local property taxes received	79,069,372	76,555,006
State appropriations received	73,957,246	73,147,052
Federal CARES act grants received	1,182,717	-
Gifts, grants and bequests	<u>5,110,356</u>	<u>5,784,420</u>
Net cash provided by noncapital financing activities	<u>159,319,691</u>	<u>155,486,478</u>
Cash flows from capital and related financing activities		
Purchases of capital assets	(33,869,937)	(46,640,009)
Proceeds on disposal of capital assets	70,030	137,625
Premium on issuance of capital debt	908,984	1,010,351
Proceeds from issuance of capital debt	28,000,000	28,000,000
Principal paid on capital debt	(30,763,831)	(29,109,059)
Interest paid on capital debt	<u>(5,735,368)</u>	<u>(5,728,298)</u>
Net cash used in capital and related financing activities	<u>(41,390,122)</u>	<u>(52,329,390)</u>
Cash flows from investing activities		
Investment income received	1,192,878	1,999,259
Purchase of investments	(11,399,787)	(5,569,885)
Proceeds on sale of investments	<u>15,131,000</u>	<u>12,978,512</u>
Net cash provided by investing activities	<u>4,924,091</u>	<u>9,407,886</u>
Net decrease in cash and cash equivalents	(1,571,633)	(6,237,055)
Cash and cash equivalents at beginning of year	<u>53,424,972</u>	<u>59,662,027</u>
Cash and cash equivalents at end of year	<u>\$ 51,853,339</u>	<u>\$ 53,424,972</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS - CONTINUED
For the Years Ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
Reconciliation of operating loss to net cash used in operating activities		
Operating loss	\$ (146,967,725)	\$ (148,493,586)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation	24,844,391	22,132,771
Changes in assets and liabilities:		
Accounts receivable	501,604	36,313
Federal and state aid receivable	(305,850)	(22,296)
Student fee receivable	13,935,955	(539,339)
Inventories	(1,162,571)	(396,216)
Prepaid items	58,902	466,958
Accounts payable	(1,170,311)	226,123
Accrued payroll	86,048	(702,152)
Unearned program and material fees	(14,945,696)	852,777
Accrued compensated absences	(1,504,914)	(783,778)
Pension benefits	(43,706,080)	42,126,487
Deferred outflows of resources related to pensions	14,255,957	(26,909,475)
Deferred inflows of resources related to pensions	30,633,507	(6,215,926)
Other postemployment benefits	7,306,041	(2,397,037)
Deferred outflows of resources related to OPEB	(7,122,039)	(1,198,186)
Deferred inflows of resources related to OPEB	<u>837,488</u>	<u>3,014,533</u>
Net cash used in operating activities	<u>\$ (124,425,293)</u>	<u>\$ (118,802,029)</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position		
Unrestricted cash and cash equivalents	\$ 42,116,352	\$ 44,989,208
Restricted cash and cash equivalents	<u>9,736,987</u>	<u>8,435,764</u>
	<u>\$ 51,853,339</u>	<u>\$ 53,424,972</u>
Supplemental disclosure of non-cash investing and financing activities		
Bond issuance costs paid by underwriter	\$ 332,026	\$ 261,098
Construction in progress reported in accounts payable	\$ 5,036,536	\$ 4,890,554

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF FIDUCIARY NET POSITION
As of June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 502,421	\$ 442,070
Accounts receivable	<u>6,125</u>	<u>21,739</u>
Total current assets	<u>508,546</u>	<u>463,809</u>
TOTAL ASSETS	<u>508,546</u>	<u>463,809</u>
LIABILITIES		
Current Liabilities		
Accounts payable	7,868	6,682
Accrued payroll and other accrued liabilities	<u>26</u>	<u>1,423</u>
Total current liabilities	<u>7,894</u>	<u>8,105</u>
TOTAL LIABILITIES	<u>7,894</u>	<u>8,105</u>
NET POSITION		
Unrestricted	<u>500,652</u>	<u>455,704</u>
TOTAL NET POSITION	<u>\$ 500,652</u>	<u>\$ 455,704</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
For the Years Ended June 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>
ADDITIONS		
Contributions		
Marketing Consortium	\$ 600,847	\$ 574,066
CTSO - Student Organizations	82,416	135,383
Wisconsin Technical College System	-	-
Total Contributions	683,263	709,449
Investment Income	12,411	-
Total Additions	695,674	709,449
DEDUCTIONS		
Wages/Benefits	245,714	260,555
Marketing	371,326	354,905
Travel	22,812	59,610
Other	12,513	52,659
Total Deductions	652,366	727,729
CHANGE IN NET POSITION	43,308	(18,280)
Net position - beginning of the year as previously reported	455,704	-
Prior period adjustment	-	470,211
Net position - beginning of the year	455,704	470,211
Net position - end of the year	\$ 499,012	\$ 455,704

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES

Madison Area Technical College District (the District) was first chartered as the Madison Industrial School in 1912. The District was legally organized on July 1, 1967, under the provisions of Chapter 292, Laws of Wisconsin 1965. The geographic area of the District is comprised of part of twelve counties in south central Wisconsin. There are 225 municipalities and 40 public school districts within the District's boundaries. The District contains 4,415 square miles and operates campuses in five cities: Fort Atkinson, Madison, Portage, Reedsburg and Watertown. In addition, educational offerings are also provided throughout the District.

The governing body of the District is the District Board, which consists of nine members. The members are appointed to staggered three-year terms by twelve county board chairpersons (one from each county served by the District), who meet once a year to appoint members to the three open seats. The District Board membership includes two employers, two employees, three additional members, one school district administrator and one elected official who holds a state or local office. In addition, the Board also has a non-voting student representative who is elected by the students. The District Board powers are established under the provisions of Chapter 38 of the Wisconsin Statutes and include:

- Authority to borrow money and levy taxes;
- Budgetary authority; and
- 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.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America (US GAAP) as applicable to public colleges and universities as well as those prescribed by the Wisconsin Technical College System (WTCS). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

Reporting Entity

In May 2002, GASB issued Statement No. 39, *Determining Whether Certain Organizations are Component Units*. In November 2010 GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34*. In January 2016, GASB issued Statement No. 80, *Blending Requirements for Certain Component Units – an Amendment of GASB No. 14*, to provide additional guidance to determine whether certain organizations for which the District is not financially accountable should be reported as component units based on the nature and significance of their relationship with the District. Generally, it requires reporting, as a component unit, an organization that raises and holds economic resources for the direct benefit of a governmental unit.

Madison Area Technical College Foundation, Inc. (Foundation) is 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 is managed by an independent board of directors, and is not fiscally accountable to the District.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

The financial resources of the Foundation are insignificant to the district as a whole and accordingly, financial information related to the Foundation is not included in these financial statements.

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 financial statements of the District have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been 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 intra-district transactions have been eliminated.

Fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

Use of Estimates

In preparing basic financial statements in conformity with US GAAP, the District is required to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources the disclosure of contingent assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash includes demand deposits held at banks and small amounts maintained for change funds. Cash equivalents are defined as short-term highly liquid investments readily converted to cash with original maturities of three months or less when acquired.

Investments

GASB Statement No. 72, *Fair Value Measurement and Application*, provides guidance for determining a fair value measurement for financial reporting purposes and for applying fair value to certain investments and disclosures related to fair value measurements. Investments, other than the Wisconsin Local Government Investment Pool (LGIP) and Certificates of Deposits, are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Adjustments to fair value are recorded in the operating statement in investment income.

The Wisconsin Investment Series Cooperative (WISC) was created in 1988 and is a comprehensive cash management program exclusively for Wisconsin school districts, technical college districts, municipalities, and other public entities. An investment in the fund represents an undivided beneficial ownership interest in the assets of WISC and the securities and instruments in which the assets of WISC are invested. WISC was established pursuant to an Intergovernmental Cooperation Agreement under the Wisconsin intergovernmental cooperation statute, Wisconsin Statutes, Section 66.0301.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

WISC is governed by a commission (the "Commission") in accordance with the terms of the Intergovernmental Cooperation Agreement. The Commission has full power, control and authority (including delegative authority) over the affairs, investments and assets of the fund. WISC currently consists of the Cash Management Series, the Investment Series and the Limited Duration Series (LTD).

Each of these series is invested in a separate portfolio of permitted investments. Annually audited financial statements of WISC are provided to all participants.

The WISC Multi-class Series currently meet all of the necessary criteria to elect to measure all of the investments in the Series at amortized cost. WISC Limited Term Duration (LTD) series measures its investments at fair value. The WISC investment pools are exempt from the GASB 72 fair value hierarchy disclosures. At June 30, 2020 and 2019, the fair value of the District's share of WISC's assets was substantially equal to the amount reported in these statements.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At June 30, 2020 and 2019, the fair value of the District's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

Prepays

Prepaid expenses and other assets represent payments made by the District for which benefits extend beyond the fiscal year end.

Inventories

Inventories of supplies that are to be used are reported at cost. Inventories held for resale, which include books, are reported at the lower of cost or net realizable value. Cost is determined primarily by the first-in, first-out method.

Capital Assets

Capital assets are valued at historical cost, less accumulated depreciation. Donated capital assets, donated works of art and similar items are valued at their estimated acquisition value. The cost of maintenance and repairs 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 buildings and equipment is provided in amounts sufficient to relate the cost of the depreciable assets to operations on the straight-line basis over the estimated useful life of the asset, which range from three to ten years for equipment and fifteen to fifty years for buildings and remodeling.

GASB Statement No. 89 – *Accounting for Interest Cost Incurred before the End of a Construction Period*, was adopted by the District in fiscal year 2019. Interest costs incurred before the end of a construction period is recognized as an expense in the period in which the cost is incurred and such interest cost will not be capitalized as part of the historical cost of a capital asset.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

Property Taxes and Taxes Receivable

The District Board, under Section 38.16 of the Wisconsin Statutes, on an annual basis levies a tax for operating purposes. Prior to fiscal year 2013-14, the District was permitted to levy property taxes up to a statutorily allowed operational mill rate of 1.5 mills; the District consistently remained below the limit. Beginning in fiscal year 2013-14, with 2013 Wisconsin Act 20, the mill rate limit was changed to cap the operational levy at 2013 levels. Increases in the operating levy are only possible with increases in the District's net new construction. Beginning in fiscal year 2014-15, under 2013 Wisconsin Act 145, this operational levy limit was eliminated and an estimated 0.89 mills were removed from property taxes and transferred to state funding.

The mill rate limitation is not applicable to taxes levied for the purposes of paying principal and interest on general obligation debt issued by the District that is used for capital improvements and equipment acquisitions.

The District communicates its property tax levy to city, village and town treasurers or 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, or within 10 days of receipt of equalized valuation, whichever is later
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Payments:	
Taxes paid on or before December 31	Due to District by January 15
Taxes paid between January 1 and January 31	Due to District by February 20
Second installment due by July 31	Remaining balance due to District by August 20

The District recognizes its total levy as revenue in the fiscal year for which taxes are levied. The 2020 and 2019 tax levies were as follows:

		Fiscal Year Ending June 30, 2020		Fiscal Year Ending June 30, 2019
Mill rate for operations		0.49806		0.50348
Operational levy	\$	45,038,364	\$	42,740,697
Mill rate for debt service		0.38522		0.40612
Debt Service levy	\$	34,834,515	\$	34,475,752
Total mill rate		0.88328		0.90960
Total tax levy	\$	79,872,879	\$	77,216,449

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

Accumulated Unpaid Vacation, Sick Leave and Other Employee Benefit Amounts

Vacation

Accumulated vacation is recorded as accrued compensated absences in the statement of revenues, expenses and changes in net position.

Pensions

The District has a retirement plan covering substantially all of its employees, which is funded through contributions to the Wisconsin Retirement System (“WRS”). GASB Statement No. 68 – *Accounting and Financial Reporting for Pensions* provides guidance for how governments measure and report long-term obligations and annual costs associated with the pension benefits they provide.

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 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.

Sick Leave

The District’s employee fringe benefit program includes provisions that allow, at defined retirement, the dollar conversion of accumulated sick leave to a lump-sum distribution paid into the Special Pay Deferral Plan, the Health Reimbursement Arrangement (HRA), or a combination of the two. This payment is dependent on the health insurance choice at the time of retirement.

Employees over 55 with at least 5 years full time service, shall be paid (as explained below) for accumulated vested sick days for a maximum of 112.5 days. The non-vested compensated absences have been recorded based on the District’s prior experience with employees remaining and receiving payment and the maximums allowed. The recorded sick leave is the amount reasonably expected to be paid out.

Effective July 1, 2015, new full time employees are not eligible for the sick leave payout upon retirement. New employees can accumulate up to 150 sick days, but the days are considered “non-vested” sick days. Current full time employees employed by the District as of June 30, 2015, are still eligible for the sick leave payout upon retirement as described. However, the employee’s sick leave balance as of June 30, 2015, (“vested” sick days) will not increase. In addition, the employee’s pay rate as of June 30, 2015, will be used to calculate the sick leave payout upon retirement.

Special Pay Deferral Plan

In December 2002, the District established the Special Pay Deferral Plan (the “Plan”), a tax qualified governmental retirement plan under sections 401(a) and 414(d) of the Internal Revenue Code of 1986 (the “Code”), as amended, to which it contributes all or a portion of an employee’s accumulated sick leave payout upon retirement. The Plan also includes a tax-sheltered custodial account plan under section 403(b) of the Code, to which it contributes the excess, if any, of the employee’s accumulated vested sick leave over the maximum amount that could be contributed to the tax qualified governmental retirement plan described in the preceding sentence.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

Health Reimbursement Arrangement

In July 2003, the District established the Health Reimbursement Arrangement (HRA), a tax qualified governmental retirement plan under sections 401(a) and 414(d) of the Internal Revenue Code of 1986 (the "Code"), as amended, to which it contributes all or a portion of an employee's accumulated vested sick leave payout upon retirement. The HRA enables participants and their dependents to be reimbursed tax-free for eligible medical and dental expenses and health insurance premiums. Payments to the HRA are combined with payments to the Special Pay Deferral Plan.

Other Post-Employment Benefits (OPEB) Retiree Health Insurance

The District also provides post-retirement health care benefits to full time teachers, paraprofessional/school related personnel ("PSRP") and administrators.

Teachers, PSRP employees and administrators who had been employed by the District for 20 or more years and who had attained the age of 57 at the time of retirement, or had been employed by the District for 15 or more years and who had attained the age of 60 at the time of retirement, received a single health insurance plan premium (Arise, GHC or WPS) to be paid for until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier.

Other Post-Employment Benefits (OPEB) Retiree Life Insurance

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense, and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIFs fiduciary net position have been determined on the same basis as they are reported by LRLIF. 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.

Tuition and Fees

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 calendar days occurring before and after June 30. The District's student fee receivable is stated at amounts due from students, net of an allowance for doubtful accounts. 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, and the District's previous loss history. The District writes off receivables when they become uncollectible, and payments subsequently collected on such receivables are credited to the allowance for doubtful accounts.

State and Federal Revenues

The District receives funding from various federal and state contracts and grants. These revenues are earned as expenditures are incurred. Such expenditures may be incurred during the grantor's fiscal period, which may be different than that of the District's fiscal period and are subject to the Title II US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and state single audit guidelines.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

Federal Financial Assistance Programs

The District participates in federally funded Pell Grants, SEOG Grants, Federal Work-Study, and Federal Direct Student Loans programs. Federal programs are audited in accordance with the Uniform Guidance and the Compliance Supplement.

Scholarship Allowances and Student Aid

Financial aid to students is reported in the financial statements under the alternative method, as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid (Foundation scholarships or funds provided to students by third parties) is accounted for as third party payments (credited to the student's account as if the student made the payment). All other aid is reflected in the financial statements as operating revenue when received and operating expense when disbursed or scholarship allowances, which reduce revenues. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition.

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/expenses: 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 1) student tuition and fees, net of scholarship allowances, 2) sales and services provided by auxiliary enterprises, and 3) most federal, state and local grants and contracts that are essentially the same as contracts for services that finance programs of the District. Operating expenses include the cost of providing educational services, student aid, administrative expenses and depreciation of capital assets.

Non-operating revenues/expenses: Non-operating revenues and expenses include activities that have the characteristics of non-exchange transactions. Non-operating revenues are classified as defined by GASB Statement No. 9, *Reporting Cash Flows 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 gifts and contributions and other revenue sources such as state appropriations, the local property tax levy, investment income, and any grants and contracts not classified as operating revenue or restricted by the grantor to be used exclusively for capital programs. Non-operating expenses include interest on long-term obligations and losses on the disposal of capital assets.

Net Position

Net position is classified according to restrictions on availability of assets for satisfaction of District obligations.

Net investment in capital assets: This represents the net value of capital assets (land, buildings and equipment) less the debt incurred to acquire or construct the assets (excluding unamortized debt premiums) plus the borrowed resources not yet expended, but restricted for capital purchases.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

Premiums on debt are excluded from this calculation because they have been reserved for debt service and are therefore not capital related debt.

Restricted net position: Restricted net position includes resources in which the District is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Restricted net position for debt service: This represents resources that can only be used to repay debt service costs (principal and interest) as they are levied for that specific purpose.

Restricted net position for capital acquisitions: This represents resources that can only be used to acquire capital assets related to the construction of a new campus as they are donor-restricted gifts.

Restricted net position for net pension asset: This represents resources that can only be used for future pension related obligations.

Restricted net position for student organizations: This represents resources that haven been collected from students and can only be used to support the organizations/activities collected for.

Unrestricted net position: Unrestricted net position represents resources derived from student tuition and fees, state appropriations, and sales and services provided by educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the District and may be used at the discretion of the governing board to meet current expenses for any purpose.

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.

GASB Implementations

The District feels it is important to note that it has adopted the following statements for fiscal year 2020:

GASB Statement No. 83, *Certain Asset Retirement Obligations*. The statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). The District does not have any ARO to report for fiscal year 2020.

GASB Statement No. 84, *Fiduciary Activities*. The standard establishes criteria for identifying fiduciary activities of all state and local governments to determine whether an activity should be reported in a fiduciary fund in the financial statements. The Statement establishes criteria for identifying fiduciary activities of the state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. The District has identified three fiduciary activities and has presented its own statement of fiduciary net position and statement of changes in fiduciary net position for these activities.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

GASB Statement No. 88, *Certain Disclosure Related to Debt, Including Direct Borrowings and Direct Placements*. The objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt including direct borrowing and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. The District implemented this standard effective July 1, 2019.

GASB Statement No. 89, *Account for Interest Cost Incurred Before the End of a Construction Period*. All interest incurred before the end of a construction period was recognized as an expense in the period in which the cost incurred. The District implemented this standard effective July 1, 2018.

GASB Statement No. 90, *Majority Equity Interests-An Amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. This statement is not applicable for the District. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. For all other holdings of a majority equity interest in a legally separate organization, a government should report the legally separate organization as a component unit, and the government or fund that holds the equity interest should report an asset related to the majority equity interest using the equity method. This Statement establishes that ownership of a majority equity interest in a legally separate organization results in the government being financially accountable for the legally separate organization and, therefore, the government should report that organization as a component unit. This Statement also requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. Transactions presented in cash flows statements of the component unit in that circumstance should include only transactions that occurred subsequent to the acquisition. The District has evaluated this statement and has determined it has no impact on the financial statements.

GASB Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*. This standard delayed the effective date of selected GASB Statements and other authoritative guidance. The District has implement this standard for the year ended June 30, 2020.

Pending Pronouncements

GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The District will implement this standard in fiscal year 2021.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES (continued)

GASB Statement No 91, *Conduit Debt Obligations*. This objective of this Statement is to provide a single method of reporting conduit debt obligations by issues and increase consistency in accounting and financial reporting of conduit debt obligations. The District will implement this standard in the fiscal year 2022.

GASB Statement No. 92, *Omnibus 2020*: The objective of this Statement is to enhance the comparability in accounting and financial reporting and improve consistency of authoritative literature. Several topics are addressed by this standard including specific aspects of leases, intra-entity transfers, certain OPEB reporting aspects, terminology used to refer to derivatives instruments, certain aspects of reporting public entity risk pools and measurement of AROs. The District will implement this standard in the fiscal year 2021.

GASB Statement No 93, *Replacement of Interbank Offered Rates*: The objective of this standard is to address the accounting and financial reporting implication resulting from the replacement of an interbank offer rate. The District will implement this standard in the fiscal year 2021.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*: The objective of this statement is to improve financial reporting as related to public-private and public-public partnership arrangements. The District will implement this standard in the fiscal year 2023.

GASB Statement No. 96, *Subscriptions-Based Information Technology Arrangements*: The purpose of this statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITA), include defining SBITA, establishing a SBITA right of use asset recording model and measurement framework, and establish required note disclosures. The District will implement this standard in the fiscal year 2023.

GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting For Internal Revenue Code Section 457 Deferred Compensation Plans: an amendment of GASB Statement No. 14 and No. 84 and a supersession of GASB Statement No. 32*: The objective of this standard is to address the accounting and financial reporting requirements for Section 457 Deferred Compensation plans. The District will implement this standard in the fiscal year 2022.

Reclassifications

The basic financial statements include comparative data for the prior year in order to provide an understanding of the changes in financial position and operations. Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

The District's cash and cash equivalents include cash on hand, demand deposits with financial institutions and short-term investments with original maturities of three months or less from the date of acquisition. Investments include debt securities and certificates of deposit with original maturities greater than three months from the date of acquisition.

The District's cash, cash equivalents and investments consist of the following amounts at June 30:

	<u>2020</u>	<u>2019</u>
Cash and cash equivalents		
Petty cash funds	\$ 18,641	\$ 18,127
Cash in bank	18,403,225	17,380,610
Wisconsin Local Government Investment Pool (LGIP)	383,670	740,780
Wisconsin Investment Series Cooperative - Cash Management Series	<u>33,550,224</u>	<u>35,727,525</u>
Cash and cash equivalents sub-total	52,355,760	53,867,042
Investments		
Limited Term Duration Investment	15,132,503	15,711,463
Certificates of Deposit	<u>1,978,747</u>	<u>5,131,000</u>
Investment sub-total	<u>17,111,250</u>	<u>20,842,463</u>
Total cash, cash equivalents and investments	<u>\$ 69,467,010</u>	<u>\$ 74,709,505</u>

Cash, cash equivalents and investments are presented in the financial statements as follows:

	<u>2020</u>	<u>2019</u>
Current assets		
Unrestricted cash and cash equivalents	\$ 42,116,352	\$ 44,989,208
Restricted cash and cash equivalents	9,736,987	8,435,764
Restricted investments	17,111,250	20,842,463
Fiduciary Funds	<u>502,421</u>	<u>442,070</u>
Total cash, cash equivalents and investments	<u>\$ 69,467,010</u>	<u>\$ 74,709,505</u>

Custodial Credit Risk – Deposits. Custodial risk is the risk that, in the event of a financial institution failure, the District's deposits may not be returned to the District. The District does not have a policy regarding custodial credit risk for deposits. As of June 30, 2020 and 2019, the District had cash bank balances of \$18.4 and \$17.4 million, respectively, which were covered by depository insurance or secured through third party collateral agreements. As a result, the District did not hold any deposits that were exposed to custodial credit risk.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Cash Equivalents and Investments

The District is authorized by Wisconsin Statute 66.0603 to invest in the following instruments:

- * Obligations of the U.S. Treasury and U.S. Agencies.
- * Obligations of any Wisconsin county, city, drainage district, technical college district, village, town or school district.
- * Time deposits in any bank, trust company or savings and loan association that is authorized to transact business in Wisconsin, if the time deposits mature in not more than three years.
- * The state's local government pooled investment fund or Wisconsin Investment Series Cooperative.
- * Any security maturing in seven years or less with either the highest or second rating category of a nationally recognized rating agency.
- * Repurchase agreements with public depositories, if the agreement is secured by federal bonds or securities.
- * Securities of open-end management investment companies or investment trusts, if the portfolio is limited to obligations of the U.S. Treasury and U.S. Agencies.
- * Bonds issued by a local exposition district, local professional baseball park district, or the University of Wisconsin Hospitals and Clinics Authority.

Further, the District seeks to invest in Wisconsin banks and other local investments to further support the local economy.

The District has adopted an investment policy that requires the investment portfolio to be diversified as to instruments and dealers, subject to the following maximums by instrument:

Repurchase agreements	25%
Municipal Securities	40%
Time Deposits	100%
Money Market Mutual Funds – Rated	100%
U.S. Treasury bills or notes	100%
Other U.S. government agencies	75%
Commercial Paper	25%
Bankers' acceptances	25%
Open-end investment companies	100%
Wisconsin Local Government Investment Pool	100%
Wisconsin Investment Series Cooperative:	
Investment Series	75%
Limited Term Duration	75%
Cash Management Series	50%

Individual issues may not exceed 5% of the market value of the portfolio at the time of purchase with the exception of U.S. Government issues fully guaranteed as to both principal and interest by the U.S. Government or agencies thereof, shares of open-end investment companies (mutual funds), the Wisconsin Local Government Investment Pool and the Wisconsin Investment Series Cooperative.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk – Cash Equivalents and Investments. Is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have a policy regarding custodial credit risk for cash equivalents. Wisconsin Investment Series Cooperative instruments are held by the District's agent in the District's name. It is the District's policy to secure all investment securities through third party custody and safekeeping procedures. CD's are covered by depository insurance up to \$250,000 per issuing bank. As of June 30, 2020 and 2019, the District had no custodial credit risk on its investments.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy limits the maturity of any security to no more than five years from the date of purchase or in accordance with state and local statutes and ordinances. In addition, the policy indicates that the investment portfolio should be structured so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The policy sets a maximum duration range of two years with a target duration of one year.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District's investment policy explicitly states that it will minimize credit risk by limiting investments to the safest type of securities and diversifying the investment portfolio - consistent with those investments allowed by state statutes, and according to the maximum percentages as previously disclosed within this footnote. In addition, individual securities may not exceed 5% of the market value of the portfolio at the time of purchase with the exception of U.S. Government issues fully guaranteed as to both principal and interest by the U.S. Government or agencies thereof, shares of open-end investment companies, the Wisconsin Local Government Investment Pool, or the Wisconsin Investment Series Cooperative. The Wisconsin Investment Series Cooperative Cash Management and Investment Series are rated AAA by Standard and Poor's for principal stability. The Wisconsin Local Government Investment Pool is not rated.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments to report separately under GASB Statement No. 72 as the investments are excluded under this measurement.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Cash and investments are classified on the Statement of Net Position as follows at June 30:

	<u>2020</u>	<u>2019</u>
Restricted for:		
Debt service	\$ 4,104,327	\$ 5,200,265
Capital projects	22,743,910	24,077,962
Total restricted	<u>26,848,237</u>	<u>29,278,227</u>
Unrestricted	42,116,352	44,989,208
Fiduciary funds	<u>502,421</u>	<u>442,070</u>
Total cash and cash equivalents and investments	<u>\$ 69,467,010</u>	<u>\$ 74,709,505</u>

The portion of cash, cash equivalents and investments restricted is for compliance with legal requirements and cannot be used for general purposes of the District.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 3 - CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2020:

	2020			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated				
Land	\$ 7,589,891			\$ 7,589,891
Construction in progress	21,203,810	7,494,999	21,017,695	7,681,114
Total capital assets, not being depreciated	<u>28,793,701</u>	<u>7,494,999</u>	<u>21,017,695</u>	<u>15,271,005</u>
Capital assets, being depreciated				
Land improvements	12,080,087	1,643,789	71,620	13,652,256
Building and improvements	283,804,655	24,820,101	1,745,124	306,879,632
Equipment	135,187,459	21,074,724	5,729,262	150,532,921
Total capital assets, being depreciated	<u>431,072,201</u>	<u>47,538,614</u>	<u>7,546,006</u>	<u>471,064,809</u>
Less accumulated depreciation for				
Land improvements	5,125,399	399,307	71,620	5,453,086
Building and improvements	88,096,826	7,755,422	1,410,895	94,441,353
Equipment	92,673,579	16,689,662	5,709,955	103,653,286
Total accumulated depreciation	<u>185,895,804</u>	<u>24,844,391</u>	<u>7,192,470</u>	<u>203,547,725</u>
Total capital assets, being depreciated, net	<u>245,176,397</u>	<u>22,694,223</u>	<u>353,536</u>	<u>267,517,084</u>
Net capital assets	273,970,098	<u>\$ 30,189,222</u>	<u>\$ 21,371,231</u>	282,788,089
Less general obligation debt	(165,650,000)			(162,890,000)
Less capital lease	(36,058)			(32,227)
Plus unexpended debt proceeds included in general obligation debt	<u>19,265,759</u>			<u>17,847,956</u>
Total invested in capital assets, net of related debt	<u>\$127,549,799</u>			<u>\$ 137,713,818</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 3 - CAPITAL ASSETS (continued)

Capital asset activity was as follows for the year ended June 30, 2019:

	2019			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated				
Land	\$ 7,589,891			\$ 7,589,891
Construction in progress	7,334,078	18,876,017	5,006,285	21,203,810
Total capital assets, not being depreciated	<u>14,923,969</u>	<u>18,876,017</u>	<u>5,006,285</u>	<u>28,793,701</u>
Capital assets, being depreciated				
Land improvements	11,341,142	1,270,016	531,071	12,080,087
Building and improvements	292,437,889	8,402,387	17,035,621	283,804,655
Equipment	125,069,530	24,383,187	14,265,258	135,187,459
Total capital assets, being depreciated	<u>428,848,561</u>	<u>34,055,590</u>	<u>31,831,950</u>	<u>431,072,201</u>
Less accumulated depreciation for				
Land improvements	5,280,773	332,619	487,993	5,125,399
Building and improvements	89,741,202	7,429,702	9,074,078	88,096,826
Equipment	92,201,177	14,370,450	13,898,048	92,673,579
Total accumulated depreciation	<u>187,223,152</u>	<u>22,132,771</u>	<u>23,460,119</u>	<u>185,895,804</u>
Total capital assets, being depreciated, net	<u>241,625,409</u>	<u>11,922,819</u>	<u>8,371,831</u>	<u>245,176,397</u>
Net capital assets	256,549,378	<u>\$ 30,798,836</u>	<u>\$ 13,378,116</u>	273,970,098
Less general obligation debt	(166,755,000)			(165,650,000)
Less capital lease	(40,117)			(36,058)
Plus unexpended debt proceeds included in general obligation debt	<u>24,157,513</u>			<u>19,265,759</u>
Total invested in capital assets, net of related debt	<u>\$113,911,774</u>			<u>\$ 127,549,799</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES

Long-term liabilities of the District consist of net other postemployment benefits liability, general obligation notes and bonds payable, capital lease, net pension liability and compensated absences.

The changes in long-term liabilities are as follows:

	<u>June 30, 2019</u>	<u>Additions</u>	<u>Payments</u>	<u>June 30, 2020</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 165,650,000	\$ 28,000,000	\$ 30,760,000	\$ 162,890,000	\$21,010,000
Capital lease	36,058	-	3,831	32,227	3,617
Compensated absences	13,999,978	5,572,523	7,077,437	12,495,064	6,796,749
Other postemployment benefits	21,655,475	7,306,041	-	28,961,516	1,019,951
Net pension liability	22,926,533	-	22,926,533	-	-
Premium on notes and bonds payable	12,356,173	908,984	1,879,761	11,385,396	-
	<u>\$ 236,624,217</u>	<u>\$ 41,787,548</u>	<u>\$ 62,647,562</u>	<u>\$ 215,764,203</u>	<u>\$28,830,317</u>

	<u>June 30, 2018</u>	<u>Additions</u>	<u>Payments</u>	<u>June 30, 2019</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 166,755,000	\$ 28,000,000	\$ 29,105,000	\$ 165,650,000	\$21,160,000
Capital lease	40,117	-	4,059	36,058	3,831
Compensated absences	14,783,756	5,891,804	6,675,582	13,999,978	7,077,437
Other postemployment benefits	24,052,512	-	2,397,037	21,655,475	1,069,228
Net pension liability	-	22,926,533	-	22,926,533	-
Premium on notes and bonds payable	13,081,161	1,010,351	1,735,339	12,356,173	-
	<u>\$ 218,712,546</u>	<u>\$ 57,828,688</u>	<u>\$ 39,917,017</u>	<u>\$ 236,624,217</u>	<u>\$29,310,496</u>

The District pledges full faith, credit and resources of the District to pay all outstanding general obligation notes. The District levies taxes annually to pay the amount of principal and interest due for the debt.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

The debt obligations of the District at June 30, 2020 and 2019 are as follows:

	<u>Buyer</u>	<u>2020</u>	<u>2019</u>
Series 2010-11A Bond			
\$12,100,000 general obligation school improvements bonds issued March 2, 2011 with interest at 2.50 to 3.50% payable semiannually in March and September; payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment.	M&I Marshall and Ilsley and Stern, Agee & Leach	\$ 1,435,000	\$ 2,820,000
Series 2010-11B Bond			
\$41,500,000 general obligation school improvements bonds issued May 2, 2011 with interest at 2.00 to 5.00% payable semiannually in March and September; payments are varying amounts are due on March 1 of each year. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment. Portion of this bond was refinanced with Series 2017 Bonds on December 21, 2017. Remaining debt on this bond matures March 1, 2021.	Piper Jaffray	1,820,000	3,570,000
Series 2011-12A Bond			
\$57,100,000 general obligation school improvements bonds issued July 1, 2011 with interest at 3.00 to 4.50% payable semiannually in March in September; payments are varying amounts are due on March 1 of each year. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment. Portion of this bond was refinanced with Series 2017 Bonds on December 21, 2017. Remaining debt on this bond matures on March 1, 2021.	Citi	2,195,000	5,105,000
Series 2011-12A Note			
\$7,050,000 general obligation promissory note payable issued August 24, 2011 with interest at 2.00 to 2.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2020. Proceeds used to acquire moveable equipment.	Bosc, Inc.	-	340,000
Series 2011-12B Note			
\$7,050,000 general obligation promissory note payable issued February 1, 2012 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to acquire and improve sites; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment.	Piper Jaffray	500,000	1,000,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2012-13A Note

\$10,500,000 general obligation promissory note payable issued August 29, 2012 with interest at 1.50 to 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to improve sites and acquire moveable equipment.

<u>Buyer</u>	<u>2020</u>	<u>2019</u>
Hutchinson, Shockey, Erley, & Co.	\$ 500,000	\$ 750,000

Series 2012-13B Note

\$10,500,000 general obligation promissory note payable issued February 1, 2013 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds used to remodel buildings and improvements and acquire moveable equipment.

Janney Capital Markets	1,000,000	1,500,000
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Series 2012-13A Bond

\$13,000,000 general obligation school improvement bonds issued June 27, 2013 with interest at 2.00 to 4.25% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment.

Piper Jaffray	10,970,000	11,255,000
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Series 2013-14A Note

\$9,215,000 general obligation promissory note payable issued September 4, 2013 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

BMO Capital Markets	930,000	1,220,000
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Series 2013-14B Note

\$9,285,000 general obligation promissory note payable issued January 29, 2014 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Jaffray	1,140,000	1,500,000
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Series 2013-14C Note

\$2,500,000 general obligation promissory note payable issued June 30, 2014 with interest at 1.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

Hutchinson, Shockey, Erley, & Co.	1,050,000	1,295,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2014-15A Note

\$8,000,000 general obligation promissory note payable issued August 26, 2014 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to acquire moveable equipment.

<u>Buyer</u>	<u>2020</u>	<u>2019</u>
Janney Montgomery Scott LLC	\$ 2,765,000	\$ 3,405,000

Series 2014-15B Note

\$8,500,000 general obligation promissory note payable issued January 29, 2015 with interest at 1.50 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Janney Montgomery Scott LLC	4,605,000	5,690,000
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Series 2014-15A Bond

\$10,070,000 general obligation school improvement bonds issued June 30, 2015 with interest at 3.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment.

Piper Jaffray	8,130,000	8,625,000
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Series 2015-16B Note

\$4,150,000 general obligation promissory note payable issued October 28, 2015 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2020. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Fidelity Capital Markets	-	1,055,000
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Series 2015-16C Note

\$4,150,000 general obligation promissory note payable issued January 26, 2016 with interest at 2.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2020. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

FTN Financial Capital Markets	-	1,590,000
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Series 2015-16D Note

\$4,150,000 general obligation promissory note payable issued February 25, 2016 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Fidelity Capital Markets	1,410,000	2,795,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

\$4,100,000 general obligation promissory note payable issued April 27, 2016 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Fidelity Capital Markets	\$	4,100,000	\$	4,100,000
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Series 2015-16F Note

\$4,100,000 general obligation promissory note payable issued June 22, 2016 with interest at 2.00 to 2.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Jaffray		4,100,000		4,100,000
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Series 2016-17C Note

\$4,235,000 general obligation promissory note payable issued November 22, 2016 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Fidelity Capital Markets		2,160,000		3,210,000
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Series 2016-17D Note

\$4,235,000 general obligation promissory note payable issued February 21, 2017 with interest at 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Jaffray		2,170,000		3,215,000
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Series 2016-17E Note

\$4,235,000 general obligation promissory note payable issued April 25, 2017 with interest at 2.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Hutchinson, Shockey, Erley, & Co.		4,235,000		4,235,000
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Series 2016-17F Note

\$4,225,000 general obligation promissory note payable issued June 27, 2017 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

FTN Financial Capital Markets		4,225,000		4,225,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2017-18A Note

\$8,290,000 general obligation promissory note payable issued August 24, 2017 with interest at 4.00 to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2020. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

<u>Buyer</u>	<u>2020</u>	<u>2019</u>
Robert W. Baird & Co.	\$ -	\$ 1,000,000

Series 2017-18B Note

\$8,450,000 general obligation promissory note payable issued November 21, 2017 with interest at 2.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to acquire moveable equipment and site improvements.

Robert W. Baird & Co.	6,850,000	7,850,000
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Series 2017 Bonds

\$53,120,000 general obligation refunding bonds payable issued December 21, 2017 with interest at 2.75 to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2031. Proceeds used to refund portion of previously issued Series 2010-11B Bonds and Series 2011-12A Bonds.

Bank of America Merrill Lynch	52,140,000	52,140,000
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Series 2017-18C Note

\$8,260,000 general obligation promissory note payable issued May 23, 2018 with interest at 3.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to acquire moveable equipment and acquisition of site and construction of new building.

Robert W. Baird & Co.	8,260,000	8,260,000
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Series 2018-19A Note

\$5,600,000 general obligation promissory note payable issued July 26, 2018 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

BOK Financial Securities, Inc.	500,000	1,500,000
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Series 2018-19B Note

\$5,600,000 general obligation promissory note payable issued September 26, 2018 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Hutchinson, Shockey, Erley, & Co.	500,000	1,500,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

	<u>Buyer</u>	<u>2020</u>	<u>2019</u>
<p>Series 2018-19C Note \$5,600,000 general obligation promissory note payable issued November 27, 2018 with interest at 3.00 to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	J.P. Morgan Securities LLC	\$ 5,600,000	\$ 5,600,000
<p>Series 2018-19D Note \$5,600,000 general obligation promissory note payable issued March 27, 2019 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	UBS Financial Services Inc.	5,600,000	5,600,000
<p>Series 2018-19E Note \$5,600,000 general obligation promissory note payable issued May 22, 2019 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	5,600,000	5,600,000
<p>Series 2019-20A Note \$5,300,000 general obligation promissory note payable issued August 28, 2019 with interest at 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2021. Proceeds used to remodel buildings and improvement projects, building addition and acquire moveable equipment.</p>	BOK Financial Securities, Inc.	1,000,000	-
<p>Series 2019-20B Note \$5,300,000 general obligation promissory note payable issued September 25, 2019 with interest at 4.00% to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	2,000,000	-
<p>Series 2019-20C Note \$4,125,000 general obligation promissory note payable issued November 25, 2019 with interest at 2.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Hutchinson, Shockey, Erley, & Co.	2,125,000	-

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2019-20D Note

\$4,250,000 general obligation promissory note payable issued March 2, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

<u>Buyer</u>	<u>2020</u>	<u>2019</u>
FHN Financial Capital Markets	\$ 4,250,000	\$ -

Series 2019-20E Note

\$4,500,000 general obligation promissory note payable issued April 22, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

UMB Bank	4,500,000	-
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Series 2019-20F Note

\$4,525,000 general obligation promissory note payable issued June 29, 2020 with interest at 1.625% to 1.75% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	<u>4,525,000</u>	<u>-</u>
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Total General Obligation Debt

<u>\$ 162,890,000</u>	<u>\$ 165,650,000</u>
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 4 - LONG TERM LIABILITIES (continued)

Principal and interest maturities on notes, bonds, and capital lease payable:

	Notes/Bonds			Capital Lease		
	Principal	Interest	Subtotal	Principal	Interest	Subtotal
Years Ending June 30						
2021	\$ 21,010,000	\$ 5,207,036	\$ 26,217,036	\$ 3,617	\$ 43,685	\$ 47,302
2022	18,880,000	4,576,756	23,456,756	3,414	44,361	47,775
2023	18,880,000	3,926,806	22,806,806	3,222	45,031	48,253
2024	18,550,000	3,314,531	21,864,531	3,042	45,693	48,735
2025	15,790,000	2,781,731	18,571,731	2,871	46,351	49,222
2026-2030 (5 year total)	58,020,000	6,958,019	64,978,019	12,114	241,481	253,595
Thereafter	11,760,000	638,644	12,398,644	3,948	101,076	105,024
	<u>\$ 162,890,000</u>	<u>\$ 27,403,524</u>	<u>\$ 190,293,524</u>	<u>\$ 32,227</u>	<u>\$ 567,679</u>	<u>\$ 599,906</u>

	Total		
	Principal	Interest	Subtotal
Years Ending June 30			
2021	\$ 21,013,617	\$ 5,250,722	\$ 26,264,338
2022	18,883,414	4,621,117	23,504,531
2023	18,883,222	3,971,837	22,855,059
2024	18,553,042	3,360,225	21,913,266
2025	15,792,871	2,828,082	18,620,953
2026-2030 (5 year total)	58,032,114	7,199,500	65,231,614
Thereafter	11,763,948	739,720	12,503,668
	<u>\$ 162,922,227</u>	<u>\$ 27,971,203</u>	<u>\$ 190,893,430</u>

The Wisconsin State Statutes Chapter 67.03(1) provides that the aggregate amount of indebtedness of a District shall not exceed 5% of the value of the taxable property located in the District.

	Fiscal Year ending June 30	
	2020	2019
5% Limit	\$ 4,749,895,601	\$ 4,443,135,295
Aggregate Indebtedness	\$ 162,890,000	\$ 165,650,000
Debt Service Funds Available	\$ 2,417,605	\$ 3,450,698
Total Legal Debt Margin	\$ 4,589,423,206	\$ 4,280,935,993

The maximum bonded indebtedness of the District for purchasing and constructing buildings and equipment may not exceed 2% of the value of the taxable property within the District.

	Fiscal Year ending June 30	
	2020	2019
2% Limit	\$ 1,899,958,240	\$ 1,777,254,118
Aggregate Indebtedness	\$ 162,890,000	\$ 165,650,000
Debt Service Funds Available	\$ 2,417,605	\$ 3,450,698
Total Legal Debt Margin	\$ 1,739,485,845	\$ 1,615,054,816

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT 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 issued a standalone WRS Financial Report, which can be found at <http://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

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

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

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

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

The District may elect to make a one-time actuarial reduction contribution to WRS on behalf of an employee retiring at age 57 or after, which would allow the District employee to receive a retirement benefit that has not been actuarially reduced. Total actuarial reduction contributions paid for the years ended June 30, 2020 and 2019 were \$0 and \$13,331, respectively.

The WRS also provides death and disability benefits for employees.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

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

Year	Core Fund Adjustment	Variable Fund Adjustment
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17
2019	0.0	(10)

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

During the reporting period, the WRS recognized \$6,751,306 in contributions from the employer. All District employees covered by the WRS fall under the General category.

Contribution rates as of June 30, 2020 are:

Employee Category	Employee	Employer
General (including teachers)	6.75%	6.75%

Contribution rates as of June 30, 2019 are:

Employee Category	Employee	Employer
General (including teachers)	6.55%	6.55%

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

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

At June 30, 2020, the District reported a liability (asset) of (\$20,779,547) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability (asset) 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 liability (asset) was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2019, the District's proportion was 0.6444%, which was a decrease of 0.0000% from its proportion measured as of December 31, 2018.

At June 30, 2019, the District reported a liability (asset) of \$22,926,533 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2017 rolled forward to December 31, 2018. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension liability (asset) was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2018, the District's proportion was 0.6444%, which was a decrease of 0.0023% from its proportion measured as of December 31, 2017.

For the years ended June 30, 2020 and 2019, the District recognized pension expense of \$8,041,781 and \$15,666,141, respectively.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$39,444,332	\$19,739,248
Net differences between projected and actual earnings on pension plan investments	0	42,480,783
Changes in assumptions	1,619,278	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	149,840	35,704
Employer contributions subsequent to the measurement date	3,466,644	0
Total	\$44,680,094	\$62,255,735

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

The \$3,466,644 reported as deferred outflows related to pension resulting from the WRS Employer’s contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2021.

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Resources	Deferred Inflows of of Resources
Differences between expected and actual experience	\$17,856,297	\$31,563,512
Net differences between projected and actual earnings on pension plan investments	33,482,630	0
Changes in assumptions	3,864,575	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	360,068	58,716
Employer contributions subsequent to the measurement date	3,372,481	0
Total	\$58,936,051	\$31,622,228

The \$3,372,481 reported as deferred outflows related to pension resulting from the WRS Employer’s contributions subsequent to the measurement date was recognized as a reduction of the net pension liability (asset) in the year ended June 30, 2020.

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

Year ended June 30:	Net Outflows/(Inflows) of Resources
2020	\$(6,170,440)
2021	(4,675,173)
2022	727,824
2023	(10,924,496)

Actuarial assumptions. For the year ended June 30, 2020, the total pension liability in the December 31, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

Actuarial Valuation Date:	December 31, 2018
Measurement Date of Net Pension Liability (Asset)	December 31, 2019
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.0%
Discount Rate:	7.0%
Salary Increases:	
Inflation	3.0%
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.

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, 2019 is based upon a roll-forward of the liability calculated from the December 31, 2018 actuarial valuation.

For the year ended June 30, 2019, the total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2017
Measurement Date of Net Pension Liability (Asset)	December 31, 2018
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.0%
Discount Rate:	7.0%
Salary Increases:	
Inflation	3.0%
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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT 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. Based on this experience study, actuarial assumptions used to measure the total pension liability changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, wage inflation rate, mortality and separation rates. The Total Pension Liability for December 31, 2018 is based upon a roll-forward of the liability calculated from the December 31, 2017 actuarial valuation.

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

For the year ended June 30, 2020:

Asset Allocation Targets and Expected Returns As of December 31, 2019			
<u>Core Fund Asset Class</u>	<u>Asset Allocation</u> %	<u>Long-Term Expected Nominal Rate of Return</u> %	<u>Long-Term Expected Real Rate of Return</u> %
Global Equities	49	8.0	5.1
Fixed Income	24.5	4.9	2.1
Inflation Sensitive Assets	15.5	4.0	1.2
Real Estate	9	6.3	3.5
Private Equity/Debt	8	10.6	7.6
Multi-Asset	4	6.9	4.0
Total Core Fund	110	7.5	4.6
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	7.5	4.6
International Equities	30	8.2	5.3
Total Variable Fund	100	7.8	4.9
New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.75%			
Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations			

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2019:

Asset Allocation Targets and Expected Returns As of December 31, 2018			
<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Global Equities	49	8.1	5.5
Fixed Income	24.5	4.0	1.5
Inflation Sensitive Assets	15.5	3.8	1.3
Real Estate	9	6.5	3.9
Private Equity/Debt	8	9.4	6.7
Multi-Asset	4	6.7	4.1
Total Core Fund	110	7.3	4.7
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	7.6	5.0
International Equities	30	8.5	5.9
Total Variable Fund	100	8.0	5.4
New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%			
Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations			

Single Discount rate - A single discount rate of 7.00% was used to measure the Total Pension Liability for the current and prior year. This single discount rate was based on the expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.75% (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, 2019. 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 member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 5 – RETIREMENT PLAN (continued)

Sensitivity of the District’s proportionate share of the net pension liability (asset) to changes in the discount rate - The following presents the District’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.00 percent as well as 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 a 1-percentage-point higher (8.00 percent) than the current rate:

For the year ended June 30, 2020:

	1% Decrease to Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase To Discount Rate (8.00%)
District’s proportionate share of the net pension liability (asset)	\$53,511,048	(\$20,779,547)	(\$76,320,312)

For the year ended June 30, 2019:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase To Discount Rate (8.20%)
District’s proportionate share of the net pension liability (asset)	\$91,112,444	\$22,926,533	(\$27,774,980)

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in separately issued financial statements available at the Department of Employee Trust Fund’s website: <http://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance)

Plan description. The District’s group health insurance plan provides coverage to active employees and retirees at blended premium rates. This results in another postemployment benefit (OPEB) for the retirees, commonly referred to as an implicit rate subsidy. The plan, Madison College Retiree Medical Plan, is a single-employer defined benefit OPEB plan administered by the District and does not issue a stand-alone financial report. The State of Wisconsin Administrative Code grants the authority to establish and amend the benefit terms and financing requirements to the District Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided. Participants are eligible for full benefits upon retirement at age 57 with at least 20 years of full-time service (“57 and 20”) or at age 60 with at least 15 years of full-time service (“60 and 15”). Participants who retire at age 55 with at least five years of full-time service are eligible to remain in the college’s health insurance plan by paying 100% of the premium.

The District contributes 100% of a single retiree premium until age 65 or Medicare eligible, whichever is sooner. The District’s funding policy is to provide annual contributions on a pay-as-you-go basis.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance continued)

Employees covered by benefit terms. At June 30, 2020, the following employees were covered by the benefit terms:

	<u>2020</u>	<u>2019</u>
Inactive employees or beneficiaries currently receiving benefit payments	118	129
Inactive employees entitled to but not yet receiving benefit payments	0	0
Active employees	954	961
Total	1072	1090

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB. For the year ended June 30, 2020, the valuation date is June 30, 2019. For the year ended June 30, 2019, the valuation date is June 30, 2017. The measurement date is June 30, 2019 and June 30, 2018, respectively. The measurement is the date as of which the total OPEB liability is determined.

The total OPEB liability for the years ended June 30, 2020 and 2019 of \$9,802,424 and \$9,844,597, respectively, was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions and was then projected forward to the measurement date.

For the year ended June 30, 2020 and 2019, the District recognized OPEB expense/(benefit) of (\$390,340) and (\$1,739,303), respectively.

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

Deferred Inflows / Outflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,230,280	\$ 0
Changes of assumptions	0	1,184,722
Contributions made subsequent to measurement date	1,019,951	0
Total	2,250,231	1,184,722

The \$1,019,951 reported as deferred outflows related to OPEB resulting from employer's contributions subsequent to the measurement date is recognized as a reduction of the OPEB liability in the year ended June 30, 2021.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance continued)

At June 30, 2019, the District reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following sources:

Deferred Inflows / Outflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	0	0
Changes of assumptions	0	351,886
Contributions made subsequent to measurement date	1,069,228	0
Total	1,069,228	351,886

The \$1,069,228 reported as deferred outflows related to OPEB resulting from employer's contributions subsequent to the measurement date is recognized as a reduction of the OPEB liability in the year ended June 30, 2020.

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

Year ending June 30:	Net Deferred Outflows/Inflows of Resources
2021	\$ (34,292)
2022	(34,292)
2023	21,506
2024	59,619
2025	33,017

Actuarial assumptions and other inputs. The actuarial assumptions that determined the total OPEB liability as of June 30, 2020 and June 30, 2019 were based on the results of actuarial experience studies dated 2015-2017 and 2012-2014, respectively, for the Wisconsin Retirement System (WRS).

Fiscal Year	June 30, 2020	June 30, 2019
Valuation date	June 30, 2019	June 30, 2017
Measurement date	June 30, 2019	June 30, 2018
Discount rate	3.50%	3.87%
20 Year Tax-Exempt Municipal Bond Yield	3.50%	3.87%
Healthcare cost trend	7.90%	4.00% - 6.50%
Salary increases including inflation	WRS: see actuarial assumptions for details	WRS: see actuarial assumptions for details
Mortality	WRS: see actuarial assumptions for details	WRS: see actuarial assumptions for details
Actuarial cost method	Entry Age Normal	Entry Age Normal

The discount rate was based on the 20-year Bond Buyer GO Index.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance continued)

Mortality rates were based on the following criteria:

Pre-retirement: This assumption applies to death while in service. Rates are based on the Wisconsin 2018 Mortality table (multiplied by 50% for males and females) as the base table and project future improvements with 2018 generational improvement scale (multiplied by 60%), as adopted by the Board in connection with the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System.

Post-retirement: This assumption applies to death of participants after retirement. Rates are based on the Wisconsin 2018 Mortality Table as the base table and project future improvements with 2018 generational improvement scale (multiplied by 60%), as adopted by the Board in connection with the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System.

Post-Disability: This assumption applies to death after disablement. Rates are based on the 2015-2017 Experience Study performed by the actuary for the Wisconsin Retirement System as the base table and project future improvements with 2018 generational improvement scale (multiplied by 60%) as adopted by the Board in connection with the 2015-17 Experience Study performed by the actuary for the Wisconsin Retirement System.

Changes in Total OPEB Liability	Increase (Decrease)	
	Total OPEB Liability	
	FY 2020	FY 2019
Beginning of Year Balances	\$ 9,844,597	\$ 10,560,026
Changes for the year:		
Service cost	409,567	413,526
Interest on total OPEB liability	374,048	368,862
Effect of plan changes	0	0
Effect of economic/demographic gains or losses	1,503,675	0
Effect of assumptions changes or inputs	(1,140,523)	(145,673)
Benefit payments	(1,188,940)	(1,352,144)
End of Year Balances	<u>\$ 9,802,424</u>	<u>\$ 9,844,597</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance continued)

Sensitivity of the total OPEB liability to changes in discount rate. The following presents the total OPEB liability of the District, calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate.

	2019-2020		
	1% Decrease	Discount Rate	1% Increase
	2.50%	3.50%	4.50%
Total OPEB Liability	\$ 10,302,130	\$ 9,802,424	\$ 9,311,444

	2018-2019		
	1% Decrease	Discount Rate	1% Increase
	2.87%	3.87%	4.87%
Total OPEB Liability	\$ 10,347,836	\$ 9,844,597	\$ 9,347,904

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate. The following presents the total OPEB liability of the District, calculated using the current healthcare cost trend rates that is 1 percentage point lower or 1 percentage point higher than the current trend rate.

	2019-2020		
	1% Decrease	Trend Rate	1% Increase
	6.90%	7.90%	9.90%
Total OPEB Liability	\$ 9,023,100	\$ 9,802,424	\$ 10,712,952

	2018-2019		
	1% Decrease	Trend Rate	1% Increase
	3.00%-5.50%	4.00%-6.50%	5.00%-7.50%
Total OPEB Liability	\$ 8,951,107	\$ 9,844,597	\$ 10,892,975

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance)

Plan description. The Local Retiree Life Insurance Fund (LRLIF) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible employees.

OPEB Plan fiduciary Net Position. ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can be found at <https://etfonline.wi.gov/EFTGASBPublicWeb/gasb75Local.do>

Benefits provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

Contributions. The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member’s working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on member contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates for both June 30, 2020 and 2019 are:

Coverage Type	Employer contribution
50% Post Retirement Coverage	40% of employee contribution
25% Post Retirement Coverage	20% of employee contribution

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2019 are listed below:

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance) (continued)

Life Insurance Employee Contribution Rates* For the year ended December 31, 2019		
Attained Age	Basic	Supplemental
Under 30	\$ 0.05	\$ 0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57
*Disabled members under age 70 receive a waiver-of-premium benefit.		

During the reporting period, the LRLIF recognized \$81,337 in contributions from the employer.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEBs. At June 30, 2020, the District reported a liability (asset) of \$19,159,092 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2019, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2019 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 OPEB liability (asset) was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2019, the District's proportion was 4.4993%, which was a decrease of .0779% from its proportion measured as of December 31, 2018.

For the year ended June 30, 2020, the District recognized OPEB expense of \$2,074,180. For the year ended June 30, 2020 the District recognized OPEB expense of \$1,693,840 for all OPEB plans.

At June 30, 2019, the District reported a liability (asset) of \$11,810,878 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2018, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of December 31, 2017 rolled forward to December 31, 2018. 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 OPEB liability (asset) was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2018, the District's proportion was 4.5773%, which was an increase of .0926% from its proportion measured as of December 31, 2017.

For the year ended June 30, 2019, the District recognized OPEB expense of \$1,250,999. For the year ended June 30, 2019 the District recognized OPEB expense/(benefit) of (\$488,301) for all OPEB plans.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance) (continued)

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$0	\$858,302
Net differences between projected and actual earnings on OPEB plan investments	361,409	0
Changes in Assumptions	7,067,875	2,107,356
Changes in proportion and differences between employer contributions and proportionate share of contributions	373,575	198,279
Employer contributions subsequent to the measurement date	133,337	0
Total	\$7,936,196	\$3,163,937

\$133,337 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended June 30, 2021.

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$0	\$599,155
Net differences between projected and actual earnings on OPEB plan investments	282,259	0
Changes in Assumptions	1,126,940	2,560,130
Changes in proportion and differences between employer contributions and proportionate share of contributions	451,211	0
Employer contributions subsequent to the measurement date	134,750	0
Total	\$1,995,160	\$3,159,285

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance) (continued)

\$134,750 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended June 30, 2020.

As of June 30, 2020, other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30:	Net Deferred Outflows/Inflows of Resources
2020	\$ 808,491
2021	808,491
2022	769,523
2023	729,385
2024	588,297
2025	937,666
Thereafter	(2,931)

Actuarial Assumptions. The total OPEB liability in the January 1, 2020 and 2019, actuarial valuations was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year	June 30, 2020	June 30, 2019
Valuation date	January 1, 2019	January 1, 2018
Measurement date	December 31, 2019	December 31, 2018
Actuarial cost method	Entry Age Normal	Entry Age Normal
20 year tax-exempt municipal bond yield	2.74%	4.10%
Long-term expected rate of return	4.25%	5.00%
Discount rate	2.87%	3.63%
Salary increases:		
Inflation	3.00%	3.00%
Seniority/Merit	0.1% - 5.6%	0.1% - 5.6%
Mortality	Wisconsin 2018 Mortality Table	Wisconsin 2012 Mortality Table

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 OPEB liability for December 31, 2019 is based upon a roll-forward of the liability calculated from the January 1, 2019 actuarial valuation.

The total OPEB liability for December 31, 2018 is based upon a roll-forward of the liability calculated from the January 1, 2018 actuarial valuation.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance) (continued)

Long-term Expected Return on Plan Assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A-Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

**Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2019**

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Credit Bonds	Barclays Credit	45%	2.12%
US Long Credit Bonds	Barclays Long Credit	5%	2.90%
US Mortgages	Barclays MBS	50%	1.53%
Inflation			2.20%
Long-Term Expected Rate of Return			4.25%

**Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2018**

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Government Bonds	Barclays Government	1%	1.44%
US Credit Bonds	Barclays Credit	40%	2.69%
US Long Credit Bonds	Barclays Long Credit	4%	3.01%
US Mortgages	Barclays MBS	54%	2.25%
US Mncipal Bonds	Bloomberg Barclays Mun	1%	1.68%
Inflation			2.30%
Long-Term Expected Rate of Return			5.00%

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance) (continued)

The long-term expected rate of return decreased slightly from 5.00% in the prior year to 4.25% in the current year. This change was primarily based on the target asset allocation and capital market expectations. The expected inflation rate also decreased slightly from 2.3% in the prior year to 2.20% in the current year. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Single Discount Rate. A single discount rate of 2.87% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 4.22% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 4.10% as of December 31, 2018 to 2.74% as of December 31, 2019. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payments to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the District's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 2.87 percent, as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (1.87 percent) or 1-percentage-point higher (3.87 percent) than the current rate:

	2019-2020		
	1% Decrease	Discount Rate	1% Increase
	1.87%	2.87%	3.87%
District's proportionate share of the Net OPEB Liability (Asset)	\$26,455,496	\$19,159,092	\$13,607,948

	2018-2019		
	1% Decrease	Discount Rate	1% Increase
	3.22%	4.22%	5.22%
District's proportionate share of the Net OPEB Liability (Asset)	\$16,801,756	\$11,810,878	\$7,961,550

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 8 - COMMITMENTS

Operating Leases

The District has a number of lease agreements for the rental of classroom, office, and lab space with varying expiration dates. The future minimum lease payments for these leases are:

Year Ending June 30		
2021	\$	1,168,317
2022		895,136
2023		114,554
2024		45,480
2025		46,844
Thereafter		414,218

The District's other operating leases are primarily month-to-month and year-to-year for instructional facilities and equipment. Rent expenses under all operating leases for the years ended June 30, 2020 and 2019 were \$1,285,276 and \$1,313,394 respectively.

Capital Leases

Effective in 1983, the District entered into a 99-year agreement with Dane County to lease land for the Truax Campus. Beginning April 1, 2033 and continuing thereafter, the District has the option to purchase the leased land. The purchase price is equal to the original base value increased by a rate of 1% for every year that passed since 1983. This lease has been accounted for as a capital lease; as such, the leased land has been capitalized at the original base value of \$570,000.

Future minimum lease payments required under the capital lease by year and the net present value of the minimum lease payments under this lease as of June 30, 2020 are as follows:

<u>Capital Leases</u>		
Year Ending June 30		
2021	\$	47,302
2022		47,775
2023		48,253
2024		48,735
2025		49,222
Thereafter		358,619
Total required minimum lease payments		599,906
Less amount representing interest		(567,679)
Net Present Value of minimum lease payments	\$	32,227

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 9 - RISK MANAGEMENT

Districts Mutual Insurance Company (DMI)

In July 2004, all sixteen WTCS technical colleges collaborated to create Districts Mutual Insurance Company (DMI). Districts Mutual Insurance Company is a fully-assessable mutual company authorized under Wisconsin Statute 611 to provide worker compensation (in-state and out-of-state policies), property, casualty, equipment breakdown, cyber risk, deadly weapon, and terrorism coverage, as well as liability and risk management services to its members. The scope of insurance protection provided by DMI is broad, covering property at \$500,000,000 per occurrence; general liability, auto, and educators' legal liability at \$5,000,000 per occurrence; and workers' compensation at the Wisconsin 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 \$5,000 to \$100,000 per occurrence depending on the type of coverage, and 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 its own budget, set policy matters, and control the financial affairs of the company.

For the year ended June 30, 2020 and 2019, the District paid DMI insurance premiums of \$830,040 and \$813,636 respectively. The worker compensation premiums are audited annually in October for the previous fiscal year.

The DMI financial statements can be obtained through Districts Mutual Insurance Co., 212 West Pinehurst Trail, Dakota Dunes, SD 57049.

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. Member entities include all sixteen Wisconsin Technical College System districts.

The WTCS Insurance Trust has purchased the following levels of coverage from Arthur J. Gallagher for its participating members:

Crime: \$750,000 coverage for employee dishonesty, forgery, computer fraud and funds transfer fraud; \$750,000 coverage for theft, robbery, burglary, disappearance and destruction of money and securities; \$25,000 coverage for investigation expenses; \$5,000 deductible for investigation, employee dishonesty, forgery and fraud.

Foreign liability: \$5,000,000 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 9 - RISK MANAGEMENT (continued)

Business Travel Accident: Commercial; \$1,000,000 per occurrence; \$5,000,000 aggregate; \$2,000,000 aggregate (products-completed operations); \$1,000,000 (personal and advertising injury); \$1,000,000 (damage to premises – rented); \$25,000 medical expenses. Employee; \$1,000,000 per claim; \$1,000,000 aggregate. Auto Liability; \$1,000,000 per accident. \$1,000 deductible.

In addition to employee health insurance, the District also purchases the following additional insurance:

Athletics: Basic sports coverage; \$25,000 maximum medical benefits per injury; \$0 deductible. Catastrophic sports coverage; \$5 million maximum per incident; \$25,000 deductible. Basic coverage is secondary to the student’s personal insurance coverage.

Underground Storage Tanks: Policy aggregates include \$1,000,000 per tank incident (claims and remediation); \$1,000,000 aggregate per tank incident (confirmed release); \$1,000,000 aggregate per tank incident (all legal defense expenses); \$3,000,000 total policy aggregate for all incidents; \$25,000 deductible.

Surety Bonds – Motorcycle Program: \$30,000 surety bond as required by the Wisconsin Department of Transportation for motorcycle training programs.

NOTE 10 – SELF-INSURANCE

The District is exposed to various risks of loss related to property and casualty claims. Under the program, the self-insurance fund provides coverage for property and casualty claims which are either in excess of policy coverage limits or less than or equal to deductible amounts on certain policies. The District purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss.

Settled dental claims have not exceeded commercial insurance coverage, and there have been no reductions in insurance coverage in the past three years.

The claims liability is reported as accounts payable and is based on the requirement that a liability for claims be reported, if information prior to the issuance of the financial statements indicates that it is probable a liability has been incurred at the financial statement date and the amount of the loss can be reasonably estimated.

Changes in the dental claims liability for the years ended June 30 were as follows:

<u>Fiscal</u> <u>Year</u>	<u>Beginning</u> <u>Balance</u>	<u>Plus:</u> <u>Claims</u>	<u>Less:</u> <u>Payments</u>	<u>Ending</u> <u>Balance</u>
2020	\$ 64,100	\$ 1,354,774	\$ 1,350,574	\$ 68,300
2019	\$ 78,700	\$ 1,536,637	\$ 1,551,237	\$ 64,100

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 11 - CONTINGENCIES

The District receives regular program aids from the Wisconsin Technical College System Board based on aidable expenditures. This amount is subject to adjustment based on a state audit of the full-time equivalent students and cost allocation reports of the District and other districts of the state. The state audit for the year ended June 30, 2020 has not been completed. It is the belief of management of the District that audit adjustments, if any, will not materially affect the District's financial position.

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

The District is involved in numerous other lawsuits, many of which normally occur in governmental operations. No provision has been made for any liability as a result of these proceedings due to the fact that such liability is not readily estimable and not expected by management to materially affect the District's financial position.

NOTE 12 - EXPENSES 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 year ended June 30:

	<u>2020</u>	<u>2019</u>
Salaries and wages	\$ 107,495,144	\$ 105,561,640
Fringe benefits	34,610,224	40,605,187
Travel, memberships and subscriptions	2,483,471	2,139,675
Supplies	13,385,844	19,054,095
Postage	191,777	110,521
Contract services	20,758,266	17,107,209
Rentals	1,355,305	1,469,762
Credit/Collection Expenses	224,484	685,403
Insurance	981,510	812,331
Utilities	2,119,726	2,921,006
Depreciation	24,844,391	22,132,771
Student aid	<u>9,369,253</u>	<u>9,654,314</u>
Total Operating Expenses	<u>\$ 217,819,395</u>	<u>\$ 222,253,914</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 13 – RESTATEMENT OF NET POSITION

Net Position as of July 1, 2018, has been restated as a result of the implementation of the Government Accounting Standard Board (GASB) Statement No. 84 – *Fiduciary Activities*, which required the District to record the fiduciary activities separate from the District’s government-wide financial statements. In addition, those activities that were custodial in nature but did not meet the criteria of a fiduciary activity were restated and presented under the special revenue non-aidable funds under its true classifications and no longer consolidated under a liability within that pooled fund. The details of this restatement are as follows:

	District Financial Statements	Fiduciary Fund Statements
Net Position - June 30, 2018 (as reported)	\$ 156,656,885	\$ 0
Plus: Prior period adjustment for <i>Fiduciary Activities</i> per GASB 84	1,394,990	455,704
Net Position - July 1, 2018 (Beginning of the year as restated)	<u>158,051,875</u>	<u>455,704</u>
Net Position - June 30, 2019 (end of year)	<u>\$ 155,649,815</u>	<u>\$ 455,704</u>

NOTE 14 – LEASES ON DISTRICT OWNED/LEASED SPACE

The District has leases with companies to operate businesses on District owned space. As of June 30, 2020 and 2019, the District leases space to five and six unique tenants respectively. The total anticipated lease payments to be made to the College are \$113,043 for fiscal year 2020-21. Expenditures for the leased spaces are anticipated to exceed the revenue received.

NOTE 15 - SUBSEQUENT EVENTS

Budget Revisions

The District Board authorized various expenditure budget revisions. The purpose of these revisions was to appropriately eliminate all material negative budget variances. These revisions were accomplished by reallocating among various budget classifications without affecting the total budgeted expenditures.

Debt Issuance

On July 13, 2020, the District issued General Obligation Promissory Notes, Series 2020-21A, totaling \$3,500,000 with interest rates at 3.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds will be used for paying the cost of the acquisition of moveable equipment, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020 AND 2019**

NOTE 15 - SUBSEQUENT EVENTS (continued)

On August 5, 2020, the District issued General Obligation Promissory Notes, Series 2020-21B, totaling \$3,500,000 with interest rates of 4.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds will be used for paying the cost of the acquisition of moveable equipment, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On August 5, 2020, the District issued Taxable General Obligation Refunding Bonds Series 2020, totaling \$7,965,000 with a true interest cost of 1.23% payable March 1 and September 1 annually. The Refunded Obligations are the Series 2012-13A Bonds maturing in the years 2024 through 2033. The present value debt service savings achieved by the Refunding is \$1,198,652.36 or 12.958% of the principal amount refunded.

On September 2, 2020, the District issued General Obligation Promissory Notes, Series 2020-21C, totaling \$3,500,000 with interest rate of 5.0% payable March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2022. Proceeds will be used for paying the cost of the acquisition of moveable equipment, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

COVID-19 Pandemic

During 2020, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the District, COVID-19 may impact various parts of its fiscal year 2021 operations and financial results. Management believes the District is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events occurred subsequent to year-end and are still developing

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2020**

SCHEDULE OF DISTRICT'S PROPORTIONALTE SHARE OF THE NET PENSION LIABILITY (ASSET)						
Wisconsin Retirement System						
Last 10 Fiscal Years*						
	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.6444%	0.6444%	0.6467%	0.6471%	0.6633%	0.6846%
District's proportionate share of the net pension liability (asset)	(20,779,547)	22,926,533	(19,199,954)	5,333,502	10,778,119	(16,814,521)
District's covered-employee payroll	102,455,176	97,563,127	97,331,263	92,244,957	90,934,540	91,871,959
District's proportionate share of the net pension liability/asset as a percentage of its covered payroll	-20.3%	23.5%	-19.7%	5.8%	11.9%	18.3%
Plan fiduciary net position as a percentage of the total pension liability (asset)	103.0%	96.5%	102.9%	99.1%	98.2%	102.7%

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

SCHEDULE OF DISTRICT'S CONTRIBUTIONS						
Wisconsin Retirement System						
Last 10 Fiscal Years*						
	2020	2019	2018	2017	2016	2015
Contractually required contributions	6,751,306	6,534,019	6,618,437	6,141,285	6,187,208	6,436,255
Contributions in relation to the contractually required contributions	6,751,306	6,534,019	6,618,437	6,141,285	6,187,208	6,436,255
Contribution deficiency (excess)	0	0	0	0	0	0
District's covered-employee payroll	102,455,176	97,563,127	97,331,263	92,987,378	90,934,540	91,871,959
Contributions as a percentage of covered-employee payroll	6.59%	6.70%	6.80%	6.60%	6.80%	7.01%

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

The schedules above are intended to show information for ten years and additional years' information will be displayed as it becomes available.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2020**

MADISON AREA TECHNICAL COLLEGE DISTRICT Schedule of Changes in the District's Total OPEB Health Insurance Liability and Related Ratios Last 10 Fiscal Years* June 30, 2020 (in 1,000s)			
	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service cost	\$ 410	\$ 414	\$ 452
Interest on total OPEB liability	374	369	330
Changes in benefit terms	-	-	-
Effect of economic/demographic gains (losses)	1,504	-	-
Effect of assumption changes or inputs	(1,141)	(146)	(379)
Benefit payments	(1,189)	(1,352)	(1,934)
Net change in total OPEB liability	(42)	(715)	(1,531)
Total OPEB liability, beginning	9,845	10,560	12,091
Total OPEB liability, ending	\$ 9,802	\$ 9,845	\$ 10,560
Covered payroll	\$ 102,455	\$ 97,563	\$ 97,331
Total OPEB as a % of covered payroll	9.6%	10.1%	10.8%
<p>*This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.</p>			

*No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 for this plan in any years presented.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2020**

SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET) Local Retiree Life Insurance Fund Last 10 Fiscal Years*			
	2020	2019	2018
District's proportion of the net OPEB liability (asset)	4.50%	4.58%	4.48%
District's proportionate share of the net OPEB liability (asset)	\$ 19,159,092	\$ 11,810,878	\$ 13,492,486
District's covered-employee payroll	\$ 79,772,000	\$ 80,274,000	\$ 188,593,160
District's collective Net OPEB Liability (Asset) as a percentage of the employer's covered-employee payroll	24.02%	14.71%	7.15%
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	37.58%	48.69%	44.81%

SCHEDULE OF DISTRICTS CONTRIBUTIONS Local Retiree Life Insurance Fund Last 10 Fiscal Years*			
	2020	2019	2018
Contractually required contributions	\$ 81,337	\$ 88,188	\$ 85,165
Contributions in relation to the contractually required contributions	\$ 81,337	\$ 88,188	\$ 85,165
Contribution deficiency (excess)	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 79,772,000	\$ 80,274,000	\$ 188,593,160
Contributions as a percentage of covered-employee payroll	0.10%	0.11%	0.05%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. The schedules above are intended to show information for ten years and additional years' information will be displayed as it becomes available.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2020**

***Notes to Required Supplementary Information
for the Year Ended June 30, 2020:***

Changes of benefit terms for Pensions. There were no changes of benefit terms for any participating employer in WRS.

Changes of assumptions for Pensions. No significant change in assumptions were noted from the prior year.

Changes of benefit terms. There were no changes of benefit terms for any participating employer in LRLIF.

Changes of benefit terms for OPEB Health Benefits. There were no changes of benefit terms for any participating employer in OPEB health insurance fund.

Changes of assumptions for OPEB Health Benefits.

- Demographic assumptions have been updated based upon the most recent WRS experience study.
- Estimated annual claim costs were changed to reflect anticipated experience pursuant to a review of the medical provisions and current premiums.
- Medical trend rates were changed to reflect anticipated experience under the most recent Getzen model application.
- The discount rate has been updated to comply with GASB 75.

The overall impact of the new assumptions is a decrease in the benefit obligations.

SUPPLEMENTARY INFORMATION

The following supplementary information is provided to document Madison 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 District. At the end of this section is reconciliation between the two methods.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
GENERAL FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government	\$ 42,778,000	\$ 43,219,000	\$ 43,218,523	\$ -	\$ 43,218,523	\$ (477)
Intergovernmental revenue						
State	73,156,000	74,165,000	74,164,486	-	74,164,486	(514)
Federal	232,000	267,000	266,009	-	266,009	(991)
Tuition and fees						
Statutory program fees	35,914,000	34,692,000	34,691,018	-	34,691,018	(982)
Material fees	1,292,000	1,238,000	1,237,575	-	1,237,575	(425)
Other student fees	1,927,000	1,749,000	1,748,549	-	1,748,549	(451)
Institutional	<u>1,169,000</u>	<u>1,554,000</u>	<u>1,553,894</u>	<u>-</u>	<u>1,553,894</u>	<u>(106)</u>
Total revenues	<u>156,468,000</u>	<u>156,884,000</u>	<u>156,880,054</u>	<u>-</u>	<u>156,880,054</u>	<u>(3,946)</u>
Expenditures						
Instruction	109,300,000	109,400,000	109,399,174	-	109,399,174	826
Instructional resources	3,558,000	3,038,000	3,037,995	-	3,037,995	5
Student services	17,310,000	15,960,000	15,959,294	-	15,959,294	706
General institutional	15,821,000	14,822,000	14,821,524	-	14,821,524	476
Physical plant	12,681,000	11,777,000	11,776,392	-	11,776,392	608
Public service	<u>490,000</u>	<u>467,000</u>	<u>466,765</u>	<u>-</u>	<u>466,765</u>	<u>235</u>
Total expenditures	<u>159,160,000</u>	<u>155,464,000</u>	<u>155,461,144</u>	<u>-</u>	<u>155,461,144</u>	<u>2,856</u>
Excess (deficiency) of revenues over expenditures	<u>(2,692,000)</u>	<u>1,420,000</u>	<u>1,418,910</u>	<u>-</u>	<u>1,418,910</u>	<u>(1,090)</u>
Other financing uses						
Transfers out	<u>-</u>	<u>(963,000)</u>	<u>(959,185)</u>	<u>-</u>	<u>(959,185)</u>	<u>3,815</u>
Net change in fund balance	<u>(2,692,000)</u>	<u>457,000</u>	<u>459,725</u>	<u>-</u>	<u>459,725</u>	<u>2,725</u>
Fund balance at July 1, 2019	51,679,240	51,732,028	51,732,028	-	51,732,028	-
Fund balance at June 30, 2020	<u>\$ 48,987,240</u>	<u>\$ 52,189,028</u>	<u>\$ 52,191,753</u>	<u>\$ -</u>	<u>\$ 52,191,753</u>	<u>\$ 2,725</u>
Fund balance						
Assigned for future purchases			\$ -			
Nonspendable - prepaid items and advances			165,781			
Nonspendable - noncurrent assets			2,740			
Assigned for compensated absences			8,964,177			
Assigned for state aid fluctuations			1,306,200			
Assigned for subsequent year			653,100			
Assigned for subsequent years			1,959,300			
Assigned for operations			<u>39,140,455</u>			
			<u>\$ 52,191,753</u>			

MADISON AREA TECHNICAL COLLEGE DISTRICT
SPECIAL REVENUE AIDABLE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Favorable (Unfavorable)
Revenues						
Local government - tax levy	\$ 1,574,000	\$ 1,562,000	\$ 1,561,538	\$ -	\$ 1,561,538	\$ (462)
Intergovernmental revenue						
State	1,204,000	1,295,000	1,294,834	-	1,294,834	(166)
Federal	4,783,000	5,029,000	4,444,472	-	4,444,472	(584,528)
Tuition and fees						
Program fees	167,000	123,000	122,786	-	122,786	(214)
Material fees	59,000	45,000	44,490	-	44,490	(510)
Other student fees	1,147,000	817,000	816,190	-	816,190	(810)
Institutional	<u>3,077,000</u>	<u>3,064,000</u>	<u>3,063,959</u>	<u>-</u>	<u>3,063,959</u>	<u>(41)</u>
Total revenues	<u>12,011,000</u>	<u>11,935,000</u>	<u>11,348,269</u>	<u>-</u>	<u>11,348,269</u>	<u>(586,731)</u>
Expenditures						
Instruction	9,803,000	8,816,000	8,713,302	-	8,713,302	102,698
Instructional resources	110,000	109,000	102,612	-	102,612	6,388
Student services	2,090,000	2,597,000	2,259,066	-	2,259,066	337,934
General institutional	-	172,000	171,858	-	171,858	142
Physical plant	<u>8,000</u>	<u>241,000</u>	<u>240,240</u>	<u>-</u>	<u>240,240</u>	<u>760</u>
Total expenditures	<u>12,011,000</u>	<u>11,935,000</u>	<u>11,487,078</u>	<u>-</u>	<u>11,487,078</u>	<u>447,922</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(138,809)</u>	<u>-</u>	<u>(138,809)</u>	<u>(138,809)</u>
Other financing sources						
Transfers in	<u>-</u>	<u>143,000</u>	<u>142,701</u>	<u>-</u>	<u>142,701</u>	<u>(299)</u>
Net change in fund balance	<u>-</u>	<u>143,000</u>	<u>3,892</u>	<u>-</u>	<u>3,892</u>	<u>(139,108)</u>
Fund balance at July 1, 2019	882,387	1,154,995	1,154,995	-	1,154,995	-
Fund balance at June 30, 2020	<u>\$ 882,387</u>	<u>\$ 1,297,995</u>	<u>\$ 1,158,887</u>	<u>\$ -</u>	<u>\$ 1,158,887</u>	<u>\$ (139,108)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
SPECIAL REVENUE NON-AIDABLE FUND SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ 180,000	\$ 191,000	\$ 190,957	\$ -	\$ 190,957	\$ (43)
Intergovernmental revenue						
State	2,770,000	2,780,000	2,816,333	-	2,816,333	36,333
Federal	39,544,000	39,653,000	34,006,701	-	34,006,701	(5,646,299)
Other Student Fees			809,293	-	809,293	809,293
Institutional	<u>613,000</u>	<u>617,000</u>	<u>4,428,297</u>	<u>-</u>	<u>4,428,297</u>	<u>3,811,297</u>
Total revenues	43,107,000	43,241,000	42,251,581	-	42,251,581	(989,419)
Expenditures						
Student services	<u>43,107,000</u>	<u>43,241,000</u>	<u>42,070,319</u>	<u>-</u>	<u>42,070,319</u>	<u>1,170,681</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>181,262</u>	<u>-</u>	<u>181,262</u>	<u>181,262</u>
Other financing sources						
Transfers in	<u>-</u>	<u>61,000</u>	<u>61,000</u>	<u>-</u>	<u>61,000</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>61,000</u>	<u>242,262</u>	<u>-</u>	<u>242,262</u>	<u>181,262</u>
Fund balance at July 1, 2019	472,222	342,015	342,015	-	342,015	-
Restatement	<u>1,432,190</u>	<u>1,432,190</u>	<u>1,432,190</u>	<u>-</u>	<u>1,432,190</u>	<u>-</u>
Fund balance at July 1, 2019 - restated	<u>1,904,412</u>	<u>1,774,205</u>	<u>1,774,205</u>	<u>-</u>	<u>1,774,205</u>	<u>-</u>
Fund balance at June 30, 2020	<u>\$ 1,904,412</u>	<u>\$ 1,835,205</u>	<u>\$ 2,016,467</u>	<u>\$ -</u>	<u>\$ 2,016,467</u>	<u>\$ 181,262</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Favorable (Unfavorable)
Revenues						
Local government - tax levy	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue						
State	30,000	60,000	42,294	-	42,294	(17,706)
Federal	54,000	96,000	95,290	-	95,290	(710)
Institutional	282,000	4,450,000	4,441,905	-	4,441,905	(8,095)
Total revenues	<u>366,000</u>	<u>4,606,000</u>	<u>4,579,489</u>	<u>-</u>	<u>4,579,489</u>	<u>(26,511)</u>
Expenditures						
Capital outlay						
Instruction	5,204,000	4,680,000	4,785,407	(1,206,604)	3,578,803	1,101,197
Instructional resources	14,088,000	11,448,000	9,565,618	2,255	9,567,873	1,880,127
Student services	19,000	513,000	329,148	(3,637)	325,511	187,489
General institutional	147,000	375,000	413,507	(42,457)	371,050	3,950
Physical plant	22,494,000	21,731,000	18,946,531	(4,990,552)	13,955,979	7,775,021
Auxiliary service	228,000	564,000	85,076	(45,755)	39,321	524,679
Public service	-	138,000	122,003	-	122,003	15,997
Total expenditures	<u>42,180,000</u>	<u>39,449,000</u>	<u>34,247,290</u>	<u>(6,286,750)</u>	<u>27,960,540</u>	<u>11,488,460</u>
Excess (deficiency) of revenues over expenditures	<u>(41,814,000)</u>	<u>(34,843,000)</u>	<u>(29,667,801)</u>	<u>6,286,750</u>	<u>(23,381,051)</u>	<u>(11,514,971)</u>
Other financing sources						
Debt issued	28,000,000	28,000,000	28,000,000	-	28,000,000	-
Transfers in	-	250,000	250,000	-	250,000	-
Total other financing sources	<u>28,000,000</u>	<u>28,250,000</u>	<u>28,250,000</u>	<u>-</u>	<u>28,250,000</u>	<u>-</u>
Net change in fund balance	<u>(13,814,000)</u>	<u>(6,593,000)</u>	<u>(1,417,801)</u>	<u>6,286,750</u>	<u>4,868,949</u>	<u>11,461,949</u>
Fund balance at July 1, 2019	<u>13,814,000</u>	<u>19,265,756</u>	<u>19,265,756</u>	<u>(10,862,078)</u>	<u>8,403,678</u>	<u>(10,862,078)</u>
Fund balance at June 30, 2020	<u>\$ -</u>	<u>\$ 12,672,756</u>	<u>\$ 17,847,955</u>	<u>\$ (4,575,328)</u>	<u>\$ 13,272,627</u>	<u>\$ 599,871</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
DEBT SERVICE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ 34,814,086	\$ 34,814,000	\$ 34,814,086	\$ -	\$ 34,814,086	\$ (86)
Institutional	<u>1,500,000</u>	<u>590,000</u>	<u>589,176</u>	<u>-</u>	<u>589,176</u>	<u>(824)</u>
Total revenues	36,314,086	35,404,000	35,403,262	-	35,403,262	(738)
Expenditures						
Physical plant	<u>36,402,120</u>	<u>36,500,000</u>	<u>36,499,200</u>	<u>-</u>	<u>36,499,200</u>	<u>800</u>
Excess (deficiency) of revenues over expenditures	<u>(88,034)</u>	<u>(1,096,000)</u>	<u>(1,095,938)</u>	<u>-</u>	<u>(1,095,938)</u>	<u>62</u>
Net change in fund balance	(88,034)	(1,096,000)	(1,095,938)	-	(1,095,938)	62
Fund balance at July 1, 2019	<u>5,188,947</u>	<u>5,200,265</u>	<u>5,200,265</u>	<u>-</u>	<u>5,200,265</u>	<u>-</u>
Fund balance at June 30, 2020	<u>\$ 5,100,913</u>	<u>\$ 4,104,265</u>	<u>\$ 4,104,327</u>	<u>\$ -</u>	<u>\$ 4,104,327</u>	<u>\$ 62</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
ENTERPRISE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenues						
Local government - tax levy	\$ 115,000	\$ 115,000	\$ 115,000	\$ -	\$ 115,000	\$ -
Intergovernmental revenue						
Federal	2,700	2,700	2,626	-	2,626	(74)
Auxiliary revenue	<u>7,644,000</u>	<u>9,440,000</u>	<u>8,353,954</u>	<u>-</u>	<u>8,353,954</u>	<u>(1,086,046)</u>
Total revenues	7,761,700	9,557,700	8,471,580	-	8,471,580	(1,086,120)
Operating expenses						
Auxiliary services	<u>8,015,000</u>	<u>11,566,000</u>	<u>9,411,939</u>	<u>-</u>	<u>9,411,939</u>	<u>2,154,061</u>
Excess (deficiency) of revenues over expenses	(253,300)	(2,008,300)	(940,359)	-	(940,359)	1,067,941
Non-operating revenues (expenses)						
Transfers in	-	509,000	508,857	-	508,857	(143)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>509,000</u>	<u>508,857</u>	<u>-</u>	<u>508,857</u>	<u>(143)</u>
Net change in net position	(253,300)	(1,499,300)	(431,502)	-	(431,502)	1,067,798
Fund balance at July 1, 2019	<u>4,847,539</u>	<u>7,088,378</u>	<u>7,088,378</u>	<u>-</u>	<u>7,088,378</u>	<u>-</u>
Fund balance at June 30, 2020	<u>\$ 4,594,239</u>	<u>\$ 5,589,078</u>	<u>\$ 6,656,876</u>	<u>\$ -</u>	<u>\$ 6,656,876</u>	<u>\$ 1,067,798</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
INTERNAL SERVICE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenues						
Auxiliary revenue	\$ 15,945,000	\$ 15,851,000	\$ 14,731,983	\$ -	\$ 14,731,983	\$ (1,119,017)
Total revenues	15,945,000	15,851,000	14,731,983	-	14,731,983	(1,119,017)
Operating expenses						
Auxiliary services	16,545,000	16,535,000	14,522,740	-	14,522,740	2,012,260
Excess (deficiency) of revenues over expenses	(600,000)	(684,000)	209,243	-	209,243	893,243
Non-operating revenues						
Transfer out/(Other Uses)	-	-	(3,373)	-	(3,373)	(3,373)
Total non-operating revenues	-	-	(3,373)	-	(3,373)	(3,373)
Net change in net position	(600,000)	(684,000)	205,870	-	205,870	889,870
Fund balance at July 1, 2019	4,596,156	4,392,648	4,392,648	-	4,392,648	-
Fund balance at June 30, 2020	<u>\$ 3,996,156</u>	<u>\$ 3,708,648</u>	<u>\$ 4,598,518</u>	<u>\$ -</u>	<u>\$ 4,598,518</u>	<u>\$ 889,870</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
FIDUCIARY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2020

	Balance 7/1/2019	Additions	Deductions	Balance 6/30/2020
<u>CAREER/TECHNICAL STUDENT ORGANIZATIONS</u>				
ASSETS				
Cash and cash equivalents	\$ 215,273	\$ 163,634	\$ 140,190	\$ 238,716
Accounts receivable	204	74,439	74,643	-
TOTAL ASSETS	\$ 215,476	\$ 238,073	\$ 214,833	\$ 238,716
LIABILITIES				
Accounts payable	\$ 1,096	\$ 49,908	\$ 45,908	\$ 5,096
Accrued liabilities	-	26	-	26
TOTAL LIABILITIES	1,096	49,935	45,908	5,123
NET POSITION	214,380	188,138	168,925	233,593

<u>MARKETING CONSORTIUM</u>				
ASSETS				
Cash and cash equivalents	\$ 224,466	\$ 1,226,999	\$ 1,187,761	\$ 263,705
Accounts receivable	21,535	569,939	585,349	6,125
TOTAL ASSETS	\$ 246,001	\$ 1,796,938	\$ 1,773,109	\$ 269,830
LIABILITIES				
Accounts payable	\$ 5,585	\$ 342,687	\$ 345,500	\$ 2,771
Accrued liabilities	1,423	179,097	180,521	-
TOTAL LIABILITIES	\$ 7,008	\$ 521,784	\$ 526,021	\$ 2,771
NET POSITION	238,993	1,275,154	1,247,088	267,059

<u>OTHER TRUST ACTIVITIES</u>				
ASSETS				
Cash and cash equivalents	\$ 2,331	\$ 3,317	\$ 5,648	\$ -
Accounts receivable	-	1,640	1,640	-
TOTAL ASSETS	\$ 2,331	\$ 4,957	\$ 7,288	\$ -
LIABILITIES				
Accounts payable	\$ -	\$ 1,413	\$ 1,413	\$ -
TOTAL LIABILITIES	\$ -	\$ 1,413	\$ 1,413	\$ -
NET POSITION	-	227	227	-

<u>TOTAL FIDUCIARY FUNDS</u>				
ASSETS				
Cash and cash equivalents	\$ 442,070	\$ 1,393,950	\$ 1,333,599	\$ 502,421
Accounts receivable	21,739	646,018	661,632	6,125
TOTAL ASSETS	\$ 463,809	\$ 2,039,968	\$ 1,995,231	\$ 508,546
LIABILITIES				
Accounts payable	\$ 6,681	\$ 394,007	\$ 392,821	\$ 7,867
Accrued liabilities	1,423	179,124	180,521	26
TOTAL LIABILITIES	\$ 8,104	\$ 573,131	\$ 573,342	\$ 7,894
NET POSITION	455,705	1,466,837	1,421,889	500,652

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2020**

	General Fund	Special Revenue 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	Fiduciary Funds
Revenues											
Local government - tax levy	\$ 43,218,823	\$ 1,561,538	\$ 190,957	\$ -	\$ 34,814,086	\$ 115,000	\$ -	\$ 79,900,104	\$ -	\$ 79,900,104	\$ -
Intergovernmental revenue	74,164,486	1,294,834	2,816,333	42,294	-	-	-	78,317,947	-	78,317,947	-
State	266,009	4,444,472	34,006,701	95,290	-	2,626	-	38,815,098	(19,717,204)	19,097,894	-
Federal	-	-	-	-	-	-	-	-	-	-	-
Tuition and fees	34,691,018	122,786	-	-	-	-	-	34,813,804	(5,331,603)	29,482,201	-
Program fees	1,237,575	44,490	-	-	-	-	-	1,282,065	(210,669)	1,071,396	-
Material fees	1,748,549	816,190	809,293	-	-	-	-	3,374,032	(501,855)	2,872,177	-
Other student fees	1,553,894	3,063,959	4,428,297	4,441,905	589,176	-	-	14,077,231	(977,933)	13,099,298	697,314
Instructional	-	-	-	-	-	8,353,954	14,731,983	23,085,937	(14,731,983)	8,353,954	-
Auxiliary revenue	-	-	-	-	-	-	-	-	-	-	-
Total revenues	156,880,054	11,348,269	42,251,581	4,579,489	35,403,262	8,471,580	14,731,983	273,666,218	(41,471,247)	232,194,971	697,314
Expenditures											
Instruction	109,399,174	8,713,302	-	3,578,803	-	-	-	121,691,279	(11,395,254)	110,296,025	-
Instructional resources	3,037,995	102,612	-	9,567,873	-	-	-	12,708,480	(1,163,605)	11,544,875	-
Student services	15,959,294	2,259,066	42,070,319	325,511	-	-	-	60,614,190	(40,526,159)	20,088,031	67,774
General institutional	14,821,524	171,858	-	371,050	-	-	-	15,364,432	(1,636,225)	13,728,207	580,586
Physical plant	11,776,392	240,240	-	13,955,979	36,499,200	-	-	62,471,811	(38,165,109)	24,306,702	-
Public service	466,765	-	-	122,003	-	-	-	588,768	(53,805)	534,963	4,006
Auxiliary services	-	-	-	39,321	-	9,411,939	14,522,740	23,974,000	(16,712,085)	7,261,915	-
Depreciation	-	-	-	-	-	-	-	-	24,844,391	24,844,391	-
Student aid	-	-	-	-	-	-	-	-	9,369,253	9,369,253	-
Total expenditures	155,461,144	11,487,078	42,070,319	27,960,540	36,499,200	9,411,939	14,522,740	297,412,960	(75,438,568)	221,974,392	652,366
Excess (deficiency) of revenues over expenditures	1,418,910	(138,809)	181,262	(23,381,051)	(1,095,938)	(940,359)	209,243	(23,746,742)	33,967,351	10,220,609	44,948
Other financing sources (uses)											
Transfers in	-	142,701	61,000	250,000	-	508,857	-	962,558	(962,558)	-	-
Transfers out	(959,185)	-	-	-	-	-	(3,373)	(962,558)	962,558	-	-
Gain (loss) on the sale of assets	-	-	-	-	-	-	-	-	(283,507)	(283,507)	-
Debt issued	-	-	-	28,000,000	-	-	-	28,000,000	(28,000,000)	-	-
Net change in fund balance	459,725	3,892	242,262	4,868,949	(1,095,938)	(431,502)	205,870	4,253,258	5,683,844	9,937,102	44,948
Fund balance/Net position at July 1, 2019	51,732,028	1,154,995	342,015	8,403,678	5,200,265	7,088,378	4,392,648	78,314,007	75,903,618	154,217,625	-
Restatement	-	-	1,432,190	-	-	-	-	1,432,190	-	1,432,190	455,704
Fund balance/Net position at July 1, 2019, restated	51,732,028	1,154,995	1,774,205	8,403,678	5,200,265	7,088,378	4,392,648	79,746,197	75,903,618	155,649,815	455,704
Fund balance/Net position at June 30, 2020	\$ 52,191,753	\$ 1,158,887	\$ 2,016,467	\$ 13,272,627	\$ 4,104,327	\$ 6,656,876	\$ 4,598,518	\$ 83,999,455	\$ 81,587,462	\$ 165,586,917	\$ 500,652

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2020**

	General Fund	Special Revenue Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling items	Statement of Net Assets	Fiduciary Funds
ASSETS											
Current Assets											
Cash and cash equivalents	\$ 32,761,006	\$ (562,349)	\$ 2,229,860	\$ 2,334,303	\$ 3,720,657	\$ 3,637,685	\$ 3,898,208	\$ 48,019,370	\$ (5,903,018)	\$ 42,116,352	\$ 502,421
Restricted cash and cash equivalents	-	-	-	-	-	-	151,942	151,942	9,585,045	9,736,987	-
Restricted investments	-	-	-	20,409,607	383,670	-	-	20,793,277	(3,682,027)	17,111,250	-
Accounts receivable	426,305	1,585,480	53,480	77,699	-	14,287	2,144	2,159,395	-	2,159,395	6,125
Property taxes receivable	19,847,516	-	-	-	-	-	-	19,847,516	-	19,847,516	-
Federal and state aid receivable	259,632	1,814,398	8,335	62,884	-	-	-	2,145,249	-	2,145,249	-
Student fee receivable, less allowance of \$4,570,000	5,410,653	-	-	-	-	-	-	5,410,653	-	5,410,653	-
Inventories	23,404	-	-	-	-	2,150,941	23,559	2,197,904	-	2,197,904	-
Prepaid items	213,280	14,843	-	-	-	-	243,056	471,179	-	471,179	-
Total current assets	58,941,796	2,852,372	2,291,675	22,884,493	4,104,327	5,802,913	4,318,909	101,196,485	-	101,196,485	508,546
Non-current Assets											
Net pension asset	-	-	-	-	-	-	-	-	20,779,547	20,779,547	-
Land	-	-	-	-	-	-	-	-	7,589,891	7,589,891	-
Construction in progress	-	-	-	-	-	-	-	-	7,681,114	7,681,114	-
Other capital assets	-	-	-	-	-	3,620,155	6,334,683	9,954,838	461,109,971	471,064,809	-
Less accumulated depreciation	-	-	-	-	-	(2,520,990)	(5,709,616)	(8,230,606)	(195,317,119)	(203,547,725)	-
Total non-current assets	-	-	-	-	-	1,099,165	625,067	1,724,232	301,843,404	303,567,636	-
TOTAL ASSETS	58,941,796	2,852,372	2,291,675	22,884,493	4,104,327	6,902,078	4,943,976	102,920,717	301,843,404	404,764,121	508,546
DEFERRED OUTFLOWS OF RESOURCES											
Deferred outflows of resources related to pensions	-	-	-	-	-	-	-	-	44,680,094	44,680,094	-
Deferred outflows of resources related to OPEB	-	-	-	-	-	-	-	-	10,186,427	10,186,427	-
Loss on refunding of bonds	-	-	-	-	-	-	-	-	3,803,147	3,803,147	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES									58,669,668	58,669,668	
LIABILITIES											
Current Liabilities											
Accounts payable	922,934	1,511,301	176,950	5,036,536	-	11,078	313,165	7,971,964	20,412	7,992,376	7,868
Accrued payroll	2,735,433	45,844	9,438	-	-	63,176	32,293	2,896,184	504,029	3,390,213	26
Accrued interest	-	-	-	-	-	-	-	-	1,686,722	1,686,722	-
Unearned program and material fees	3,091,676	136,540	88,820	-	-	170,948	-	3,487,784	(1,078,820)	2,408,964	-
Current portion of compensated absences	-	-	-	-	-	-	-	-	6,796,749	6,796,749	-
Current portion of OPEB - Health Plan	-	-	-	-	-	-	-	-	1,019,951	1,019,951	-
Reserve for Encumbrance	-	-	-	4,575,330	-	-	-	4,575,330	(4,575,330)	-	-
Current portion of long-term obligations	-	-	-	-	-	-	-	-	21,013,617	21,013,617	-
Total current liabilities	6,750,043	1,693,485	275,208	9,611,866	-	245,202	345,458	18,921,262	25,387,330	44,308,592	7,894
Long-term Liabilities											
Accrued compensated absences	-	-	-	-	-	-	-	-	5,688,315	5,688,315	-
General obligation notes payable	-	-	-	-	-	-	-	-	141,880,000	141,880,000	-
Capital lease	-	-	-	-	-	-	-	-	28,610	28,610	-
Net Pension Liability	-	-	-	-	-	-	-	-	-	-	-
Other long term liabilities	-	-	-	-	-	-	-	-	11,385,396	11,385,396	-
Other postemployment benefits	-	-	-	-	-	-	-	-	27,941,565	27,941,565	-
Total long-term liabilities	-	-	-	-	-	-	-	-	186,933,886	186,933,886	-
TOTAL LIABILITIES	6,750,043	1,693,485	275,208	9,611,866	-	245,202	345,458	18,921,262	212,321,216	231,242,478	7,894
DEFERRED INFLOWS OF RESOURCES											
Deferred inflows of resources related to pensions	-	-	-	-	-	-	-	-	62,255,735	62,255,735	-
Deferred inflows of resources related to OPEB	-	-	-	-	-	-	-	-	4,348,659	4,348,659	-
TOTAL DEFERRED INFLOWS OF RESOURCES									66,604,394	66,604,394	
NET POSITION											
Net investment in capital assets	-	-	-	13,272,627	-	1,099,165	625,067	14,996,859	122,716,959	137,713,818	-
Restricted for capital acquisition	-	-	-	-	-	-	-	-	(1,686,722)	2,417,605	-
Restricted for debt service	-	-	-	-	4,104,327	-	-	4,104,327	20,779,547	20,779,547	-
Restricted for net pension asset	-	-	-	-	-	-	-	-	-	1,290,450	-
Restricted for student organizations	-	-	-	-	-	-	-	-	(61,512,772)	3,385,497	-
Unrestricted	52,191,753	1,158,887	2,016,467	-	-	5,557,711	3,973,451	64,898,269	(61,512,772)	3,385,497	500,652
TOTAL NET POSITION	\$ 52,191,753	\$ 1,158,887	\$ 2,016,467	\$ 13,272,627	\$ 4,104,327	\$ 6,656,876	\$ 4,598,518	\$ 83,999,455	\$ 81,587,462	\$ 165,586,917	\$ 500,652

**MADISON AREA TECHNICAL COLLEGE DISTRICT
 SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
 STATEMENTS TO BASIC FINANCIAL STATEMENTS
 Year Ended June 30, 2020**

BUDGETS AND BUDGETARY ACCOUNTING

The District follows the procedures listed below in adopting annual budgets for all funds in accordance with legal requirements.

- Property taxes are levied by the various taxing municipalities located primarily in South Central Wisconsin. The District records as revenue its share of the local tax when levied.
- Public hearings are conducted on the proposed budget prior to District Board approval.
- Prior to July 1, the budget is legally enacted through approval by the District Board.
- Budget amendments made during the year are legally authorized. 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 Board and require publishing a Class 1 public notice in the District's official newspaper within 10 days according to Wisconsin Statutes.
- Management exercises control over budgeted expenditures by fund and function as presented in the accompanying financial statements. Expenditures by fund and function may not exceed funds available, appropriated, or budgeted. All budget amendments must be authorized by a resolution adopted by a vote of two-thirds of the District Board. Appropriations lapse at year-end.

Formal budgetary integration is employed as a planning device for all funds. The District adopts an annual operating budget that is prepared on a different basis from the financial statements, which are prepared in accordance with US GAAP. The budget differs from US GAAP by recognizing encumbrances as expenditures.

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

State	
Operating	\$ 4,360,701
Non-operating	<u>73,957,246</u>
	<u><u>\$ 78,317,947</u></u>

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

Federal	
Operating	\$ 17,915,177
Non-operating (Gifts, grants and bequest)	<u>1,182,717</u>
	<u><u>\$ 19,097,894</u></u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2020**

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

Institutional revenue	
Business and industry contract revenue	\$ 2,429,108
School District contract revenue	142,904
Miscellaneous revenue	4,174,008
Gifts, grants and bequest	5,110,356
Cost reimbursements	50,044
Investment income earned	1,192,878
	<u>\$ 13,099,298</u>

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

Interest expense	
Physical plant	\$ 20,151,735
Interest expense	4,154,967
	<u>\$ 24,306,702</u>

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

Budgetary Basis fund balance	\$ 83,999,455
General capital assets capitalized	\$ 476,380,976
Accumulated depreciation on general capital assets	(195,317,119)
General obligation notes payable	(162,890,000)
Accrued AP liability for Arbitrage	(20,412)
Premiums on notes payable	(11,385,396)
Capital lease obligation	(32,227)
Compensated absences	(12,495,064)
Accrued interest on bonds	(1,686,722)
Summer school tuition earned	1,078,820
Summer school instructor wages paid	(504,029)
Encumbrances outstanding at year-end	4,575,330
Net Pension assets (obligations)	3,203,906
Net OPEB obligations	(23,123,748)
Refunding Loss	3,803,147
Net position per basic financial statements	<u>\$ 165,586,917</u>

STATISTICAL SECTION

This part 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.

Contents

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess 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.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 for the fiscal year ended June 30, 2000; schedules presenting information prepared on an accrual basis include information beginning in that year.

Column Headings: The columns headed "Year" in this section refer to the District's fiscal year (July 1 to June 30). Certain data included in this section is only available on a calendar-year basis; and if calendar-year data is presented, it is disclosed in the notes to the specific statement or schedule included in this section.

MADISON AREA TECHNICAL COLLEGE DISTRICT

NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net investment in capital assets	\$137,713,818	\$127,549,799	\$113,911,774	\$104,751,403	\$ 91,226,801	\$ 89,235,589	\$ 83,024,787	\$ 79,199,865	\$ 67,916,189	\$ 61,371,220
Restricted for capital acquisitions	-	-	9,849,335	-	-	-	-	-	-	-
Restricted for debt service	2,417,605	3,450,698	3,057,209	2,283,377	2,119,451	1,754,739	1,041,837	3,278,488	4,395,282	1,820,545
Restricted for net pension asset	20,779,547	-	19,199,954	-	-	16,814,521	-	-	-	-
Restricted for student organizations	1,290,450	982,063	-	-	-	-	-	-	-	-
Unrestricted	3,385,497	23,667,255	10,638,613	50,597,493	52,699,407	41,152,900	27,311,530	27,120,372	31,600,454	31,067,333
Total Net Position	\$165,586,917	\$155,649,815	\$156,656,885	\$157,632,273	\$146,045,659	\$148,957,749	\$111,378,154	\$ 109,598,725	\$ 103,911,925	\$ 94,259,098

MADISON AREA TECHNICAL COLLEGE DISTRICT
CHANGES IN NET POSITION
 Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Operating revenues										
Student program fees, net of scholarship	29,482,201	29,059,402	29,928,213	30,703,618	\$ 32,589,460	\$ 32,509,912	\$ 32,150,441	\$ 31,232,106	\$ 31,686,298	\$ 30,224,934
Student material fees, net of scholarship	1,071,396	1,131,737	1,281,266	1,189,908	1,248,436	1,213,961	1,456,100	1,372,233	1,340,293	1,267,253
Other student fees, net of scholarship	2,872,177	3,438,105	2,184,923	2,144,304	2,368,872	2,200,736	1,739,035	1,762,434	1,170,728	1,401,037
Federal grants	17,915,177	19,724,619	19,515,611	19,621,514	21,762,419	22,648,311	22,444,775	23,578,321	23,129,978	23,502,656
State grants	4,360,701	4,591,351	4,482,074	4,977,457	6,447,173	5,363,910	3,656,319	3,462,942	3,188,602	4,252,491
Business and industry contract revenue	2,429,108	2,630,612	2,361,112	2,122,728	2,095,590	1,769,275	1,597,989	859,982	1,065,180	871,884
School District contract revenue	142,904	145,765	130,288	153,476	153,258	196,181	178,302	218,558	242,900	267,295
Auxiliary enterprise revenues	8,353,954	11,302,136	8,936,361	8,660,085	8,493,314	9,690,781	9,447,586	10,193,166	10,294,766	10,633,447
Cost reimbursements	50,044	78,243	84,196	82,491	81,750	83,019	79,975	87,194	79,664	68,224
Miscellaneous	4,174,008	1,658,358	1,601,715	1,775,781	2,122,492	1,988,004	1,767,401	1,853,790	1,615,392	3,445,334
Total operating revenues	70,851,670	73,760,328	70,505,759	71,431,362	77,362,764	77,664,090	74,517,923	74,620,726	73,813,801	75,934,555
Operating expenses										
Instruction	110,296,025	111,461,111	109,283,605	111,372,469	111,211,738	110,963,880	112,485,244	110,735,748	103,801,205	109,064,599
Instructional resources	11,544,875	9,050,430	8,375,947	7,932,980	8,570,509	6,112,871	5,680,423	10,275,003	7,032,730	2,474,949
Student services	20,088,031	17,689,933	15,665,290	17,617,800	14,290,392	14,347,102	13,534,202	12,553,919	14,361,928	14,112,715
General institutional	13,728,207	13,063,949	15,010,440	14,362,871	13,998,775	18,280,779	16,792,372	15,679,095	15,006,634	14,731,034
Physical plant	20,151,735	26,775,708	21,266,611	10,796,326	27,561,679	13,511,787	14,985,883	12,527,817	15,435,723	13,418,770
Public service	534,963	473,379	415,723	365,999	664,045	348,639	395,696	347,053	360,280	272,402
Auxiliary enterprise services	7,261,915	11,952,319	10,557,217	12,160,275	9,547,330	9,681,632	9,220,930	9,850,599	9,931,538	14,270,939
Depreciation	24,844,391	22,132,771	20,735,136	20,028,875	19,326,838	19,538,063	19,057,163	15,257,608	11,484,474	9,845,434
Student aid	9,369,253	9,654,314	9,848,889	10,089,249	11,519,141	12,327,451	13,352,446	13,305,607	13,289,631	15,316,467
Total operating expenses	217,819,395	222,253,914	211,158,858	204,726,844	216,690,447	205,112,204	205,504,359	200,532,449	190,704,143	193,507,309
Operating loss	(146,967,725)	(148,493,586)	(140,653,099)	(133,295,482)	(139,327,683)	(127,448,114)	(130,986,436)	(125,911,723)	(116,890,342)	(117,572,754)
Non-operating revenues (expenses)										
Property taxes	79,900,104	77,764,670	74,990,662	73,676,951	66,583,533	64,950,704	124,164,039	123,134,320	118,353,782	103,178,991
State appropriations	73,957,246	73,147,052	72,586,126	72,221,737	73,750,761	74,196,729	12,956,208	12,591,755	12,046,603	14,703,139
Federal CARES Act Grants	1,182,717	-	-	-	-	-	-	-	-	-
Gifts, grants and bequests	5,110,356	5,784,420	15,688,206	3,524,425	967,842	721,743	825,229	660,950	507,954	208,401
Gain (loss) on disposal of capital assets	(283,507)	(8,234,206)	(27,035)	(144,957)	(158,325)	(262,602)	(13,792)	(5,465)	(145,712)	-
Investment income earned	1,192,878	1,999,259	1,141,119	544,505	182,589	91,664	80,534	199,139	459,290	57,226
Interest expense	(4,154,967)	(4,369,669)	(3,731,754)	(4,940,565)	(4,910,807)	(4,968,421)	(5,246,353)	(3,149,488)	(4,678,748)	(952,742)
Total non-operating revenues	156,904,827	146,091,526	160,647,324	144,882,096	136,415,593	134,729,817	132,765,865	133,431,211	126,543,169	117,195,015
INCREASE (DECREASE) IN NET POSITION	\$ 9,937,102	\$ (2,402,060)	\$ 19,994,225	\$ 11,586,614	\$ (2,912,090)	\$ 7,281,703	\$ 1,779,429	\$ 7,519,488	\$ 9,652,827	\$ (377,739)

MADISON AREA TECHNICAL COLLEGE DISTRICT

DISTRIBUTION OF REAL PROPERTY VALUE ON AN EQUALIZED BASIS
COLUMBIA, DANE, JEFFERSON, MARQUETTE, AND SAUK COUNTIES (1)
Last Ten Calendar Years (Jan. 1 to Dec. 31)

Calendar Year	Residential	Commercial	Manufacturing	Agriculture and			Other	Personal Property	Total	District Equalized Valuation (2)	Total Direct Tax Rate
				Ag Forest	Undeveloped	Forest					
2010	48,374,961,900	16,356,586,600	1,429,021,400	656,579,700	269,221,000	394,712,000	1,709,273,200	1,794,513,100	70,984,868,900	1.47462	
% of Total	68.1%	23.0%	2.0%	0.9%	0.4%	0.6%	2.4%	2.5%	70,035,643,183		
2011	48,281,413,000	15,761,347,200	1,422,285,100	627,588,900	248,517,200	376,942,900	1,689,525,100	1,704,475,500	70,112,094,900	1.70944	
% of Total	68.9%	22.5%	2.0%	0.9%	0.4%	0.5%	2.4%	2.4%	69,185,451,307		
2012	47,009,477,900	15,732,402,000	1,400,086,900	608,345,800	268,804,600	355,649,500	1,701,923,900	1,697,416,500	67,889,606,595	1.81563	
% of Total	68.4%	22.9%	2.0%	0.9%	0.4%	0.5%	2.5%	2.5%	67,889,606,595		
2013	46,555,092,100	15,985,403,100	1,448,938,000	595,947,100	284,204,800	339,549,500	1,725,196,900	1,738,021,200	67,791,393,219	1.84099	
% of Total	67.8%	23.3%	2.1%	0.9%	0.4%	0.5%	2.5%	2.5%	67,791,393,219		
2014	47,981,951,300	16,693,971,200	1,485,495,900	579,806,800	308,763,300	338,305,000	1,756,427,600	1,778,041,400	70,029,189,137	0.93374	
% of Total	67.7%	23.5%	2.1%	0.8%	0.4%	0.5%	2.5%	2.5%	70,029,189,137		
2015	49,870,622,600	17,514,445,200	1,510,717,750	580,292,700	298,031,400	315,470,800	1,814,528,400	1,832,634,000	72,808,813,990	0.92735	
% of Total	67.6%	23.8%	2.0%	0.8%	0.4%	0.4%	2.5%	2.5%	72,808,813,990		
2016	52,029,720,700	18,303,215,900	1,541,017,050	590,511,900	313,717,600	329,516,500	1,824,890,700	1,855,908,100	75,829,290,803	0.96574	
% of Total	67.8%	23.8%	2.0%	0.8%	0.4%	0.4%	2.4%	2.4%	75,829,290,803		
2017	54,946,447,700	20,282,777,900	1,623,403,550	600,387,000	294,925,000	343,866,300	1,765,246,200	1,935,287,300	80,798,164,912	0.94179	
% of Total	67.2%	24.8%	2.0%	0.7%	0.4%	0.4%	2.2%	2.4%	80,798,164,912		
2018	58,694,289,500	22,033,315,800	1,689,224,600	610,892,400	305,505,400	348,576,700	1,772,242,200	1,411,606,500	85,825,747,469	0.90960	
% of Total	67.6%	25.4%	1.9%	0.7%	0.4%	0.4%	2.0%	1.6%	85,825,747,469		
2019	62,690,733,400	23,732,506,700	1,905,558,900	636,357,400	314,786,200	357,597,100	1,811,069,500	1,454,162,000	91,793,895,745	0.88328	
% of Total	67.5%	25.5%	2.1%	0.7%	0.3%	0.4%	1.9%	1.6%	91,793,895,745		

Notes: (1) The District is comprised of almost all of five (5) counties (Columbia, Dane, Jefferson, Marquette, and Sauk) and parts of seven (7) other counties (Adams, Dodge, Green, Iowa, Juneau, Richland, and Rock). Real property values are presented for Columbia, Dane, Jefferson, Marquette, and Sauk counties. These five counties comprise over 97% of the District's total equalized valuation. Therefore, the above total column will be greater than the actual total equalized value for the District.

(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. This 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, with the district. Amount shown is for the five counties listed only.

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING⁽²⁾ PROPERTY TAX RATES

Last Ten Years

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

Calendar Year Taxes are Payable

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
District direct rates										
Operational (1)	0.49806	0.50348	0.51343	0.51176	0.50821	0.50028	1.39401	\$1.37085	\$1.34174	\$1.32749
Debt Service	0.38522	0.40612	0.42836	0.45398	0.41914	0.43346	0.44698	0.44479	0.36770	0.14713
Total Direct Rate	0.88328	0.90960	0.94179	0.96574	0.92735	0.93374	1.84099	1.81564	1.70944	1.47462
Adams County										
T Dell Prairie	17.37	18.11	17.57	17.87	17.71	18.09	18.90	17.97	17.31	16.66
T Jackson	17.25	18.07	18.24	18.58	18.89	19.08	20.45	19.24	18.38	18.12
T New Haven	18.32	19.10	18.57	19.24	18.62	19.37	20.17	19.16	18.67	18.08
T Springville	16.86	18.05	18.55	18.96	19.37	19.39	20.94	19.90	18.92	18.50
C Wisconsin Dells	25.32	26.44	25.50	26.06	25.74	26.99	27.82	26.57	26.13	25.62
Columbia County										
T Arlington	20.12	19.94	20.28	20.61	21.28	21.48	22.88	22.04	21.88	20.73
T Caledonia	15.74	16.33	16.50	16.82	17.44	17.48	18.09	18.32	17.78	16.98
T Columbus	16.84	17.54	18.16	19.03	19.88	20.47	21.74	21.26	20.68	19.77
T Courtland	20.70	21.27	21.73	21.47	21.08	19.18	20.75	20.52	19.49	19.00
T Dekorra	17.99	17.31	17.78	17.82	18.51	18.55	20.43	19.10	18.89	17.81
T Fort Winnebago	16.32	17.02	17.20	17.62	18.21	18.30	18.95	19.35	18.73	17.73
T Fountain Prairie	19.03	19.48	21.13	21.45	21.04	21.37	22.34	22.75	22.43	21.42
T Hampden	17.31	17.91	18.59	19.26	20.18	20.55	21.86	21.21	20.69	19.91
T Leeds	20.37	19.36	19.83	20.37	20.84	21.00	22.29	21.87	21.70	20.76
T Lewiston	16.30	16.99	17.15	17.54	18.11	18.19	18.78	19.16	18.62	17.56
T Lodi	18.31	18.61	18.80	19.59	19.67	20.01	20.63	19.90	20.32	19.35
T Lowville	18.69	18.57	19.31	19.13	19.71	19.35	20.53	18.92	19.05	19.32
T Marcellon	17.45	18.09	18.89	17.81	18.77	18.83	20.29	19.62	19.21	18.52
T Newport	16.95	17.32	16.71	17.28	17.28	17.04	17.77	17.16	16.60	16.03
T Otsego	20.47	20.81	22.02	21.85	22.14	21.08	21.44	19.43	19.80	21.54
T Pacific	13.12	13.67	13.96	13.53	13.85	14.44	16.22	14.67	14.77	13.81
T Randolph	18.94	19.51	19.68	19.35	18.54	17.06	19.18	18.63	18.41	17.81
T Scott	17.87	18.62	18.99	18.48	18.04	17.75	19.92	19.41	19.24	18.66
T Springvale	19.53	20.11	20.69	19.86	19.66	18.86	20.23	18.79	18.71	19.31
T West Point	17.25	17.53	17.79	18.25	18.80	19.04	19.62	19.08	18.90	18.24
T Wycocena	17.53	18.11	18.95	18.05	18.64	18.50	19.52	18.69	18.64	18.23
V Arlington	21.48	20.71	21.08	20.64	21.60	21.34	23.22	23.03	22.47	21.35
V Cambria	27.62	28.32	27.71	27.70	26.03	25.46	28.48	26.89	25.73	24.94
V Doylestown	18.78	19.10	20.24	20.06	20.22	19.21	19.38	17.05	17.84	19.79
V Fall River	19.39	19.79	21.55	22.12	21.70	21.33	22.48	23.14	23.01	21.90
V Friesland	22.61	23.77	22.99	22.91	21.45	20.74	23.71	22.58	21.52	21.01

Legend: T - Town, V - Village, C - City

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES
 Last Ten Years
 (Rate per \$1,000 of Equalized Value)

	Calendar Year Taxes are Payable									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
V Pardeeville	20.52	21.25	22.14	21.20	22.53	22.46	24.26	23.67	23.70	22.95
V Poynette	24.08	23.78	24.56	24.92	25.74	25.69	28.07	26.74	25.48	24.69
V Randolph	27.48	27.56	29.49	29.45	30.12	26.58	27.51	28.03	26.48	25.46
V Rio	24.33	25.28	26.65	26.80	26.53	25.76	25.68	22.98	23.84	25.13
V Wyoceana	22.68	23.67	23.81	22.60	23.50	23.21	24.33	23.81	23.35	22.55
C Columbus	22.16	22.70	23.41	24.39	25.19	25.85	27.15	26.64	25.86	24.98
C Lodi	23.91	24.28	24.17	25.19	25.15	25.27	26.28	25.00	25.60	24.57
C Portage	23.39	24.16	24.38	24.59	25.10	25.12	25.58	26.24	24.70	23.80
C Wisconsin Dells	23.30	24.18	23.20	23.64	23.36	24.51	25.10	24.20	23.85	23.33
Dane County										
T Albion	17.98	17.99	17.94	18.23	18.08	17.63	18.95	19.35	17.98	17.40
T Berry	17.26	17.57	18.37	18.66	19.43	19.02	19.74	18.95	18.02	18.09
T Black Earth	19.02	19.43	19.50	19.99	20.16	19.51	20.44	19.63	18.47	18.63
T Blooming Grove	17.68	18.26	18.88	19.71	19.89	21.59	22.08	21.70	21.11	20.41
T Blue Mounds	15.96	16.22	17.25	16.18	16.56	17.54	18.08	17.57	17.20	16.36
T Bristol	18.23	17.50	17.83	18.33	18.69	18.84	20.14	19.46	19.03	18.22
T Burke	18.36	17.12	17.52	18.34	18.66	18.70	19.82	19.46	19.33	18.59
T Christiana	14.58	14.94	16.34	17.25	17.19	17.12	18.58	18.96	18.12	17.60
T Cottage Grove	20.36	20.27	21.11	21.85	21.05	21.90	23.04	22.21	21.72	21.04
T Cross Plains	16.51	16.85	18.03	17.86	18.30	18.43	18.70	18.26	17.53	16.93
T Dane	17.48	17.44	17.73	18.02	18.18	18.28	18.92	18.31	18.56	17.90
T Deerfield	17.70	17.88	18.97	19.95	20.12	20.50	21.17	21.39	20.95	19.22
T Dunkirk	18.34	18.13	18.97	19.03	19.25	19.16	20.06	19.68	17.81	16.81
T Dunn	17.58	18.23	18.67	18.89	19.05	19.22	20.22	20.22	18.78	18.01
T Madison	21.71	22.05	22.21	22.88	22.93	22.65	24.32	24.11	23.28	22.72
T Mazomanie	16.48	17.22	17.78	18.02	18.33	17.73	18.61	17.99	16.80	16.98
T Medina	18.41	18.64	20.11	18.68	20.53	20.52	21.77	19.02	17.99	17.33
T Middleton	16.65	16.33	17.33	17.81	18.85	18.78	19.43	19.01	18.25	18.18
T Montrose	18.00	18.18	19.61	18.74	18.95	18.85	19.75	19.09	18.11	17.19
T Oregon	17.67	17.93	18.50	18.93	19.23	18.96	20.18	19.85	19.22	18.54
T Perry	18.05	18.42	19.21	18.30	18.61	19.08	19.87	18.73	18.37	17.55
T Pleasant Springs	16.83	17.54	17.69	17.32	17.40	17.33	18.39	18.21	16.76	15.92
T Primrose	17.60	17.69	18.62	18.23	18.53	18.77	18.99	18.73	18.58	17.67
T Roxbury	16.36	16.41	16.50	16.66	17.61	17.73	18.16	17.63	17.17	17.05
T Rutland	17.83	18.10	18.84	18.96	19.23	19.12	20.33	19.88	18.61	17.85
T Springdale	16.35	16.62	17.36	16.47	16.70	17.31	17.96	17.56	17.03	16.26
T Springfield	16.34	16.11	16.97	17.39	18.34	17.82	18.45	18.09	17.49	17.51
T Sun Prairie	19.40	18.67	19.15	19.56	20.12	20.08	21.31	20.44	19.85	19.03

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES
 Last Ten Years
 (Rate per \$1,000 of Equalized Value)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
T Vermont	17.16	17.70	18.59	18.62	18.92	18.87	19.74	19.00	18.25	17.95
T Verona	20.23	20.41	20.87	20.34	20.41	20.32	21.51	21.83	20.94	20.47
T Vienna	18.08	17.59	18.32	19.08	19.30	19.14	20.10	19.67	19.81	19.34
T Westport	17.06	17.06	17.79	18.15	18.47	18.21	19.05	18.77	18.25	17.93
T Windsor	0.00	0.00	0.00	0.00	20.97	21.28	22.26	21.75	21.53	20.73
T York	17.47	17.07	17.87	18.03	19.08	19.30	20.47	19.12	18.49	17.53
V Belleville	23.49	22.86	24.79	23.99	24.08	24.05	24.72	23.91	22.34	20.95
V Black Earth	20.74	21.10	22.70	23.53	24.25	23.28	21.66	22.87	21.21	21.70
V Blue Mounds	19.64	21.11	22.47	21.76	22.14	22.26	23.08	21.96	21.35	20.59
V Brooklyn	23.55	24.02	24.44	24.79	25.63	25.82	26.38	25.12	24.74	23.47
V Cambridge	21.17	21.72	23.66	25.01	25.15	24.70	26.25	26.27	25.11	24.65
V Cottage Grove	23.36	23.07	23.64	24.10	23.12	23.66	23.86	22.71	22.37	21.92
V Cross Plains	21.75	21.32	21.85	22.06	22.79	22.67	23.17	22.83	22.13	22.02
V Dane	21.76	21.95	23.10	23.81	23.96	24.11	24.88	23.04	23.07	22.30
V Deerfield	20.53	21.29	23.10	24.08	23.85	24.67	24.37	24.06	24.01	22.16
V Deforest	22.19	20.93	22.41	22.41	22.70	22.64	23.76	23.50	23.02	22.12
V Maple Bluff	20.93	21.39	22.14	22.86	23.10	23.34	23.36	22.89	22.21	22.10
V Marshall	22.90	22.13	23.98	23.60	25.78	25.61	26.28	23.19	21.46	20.66
V Mazomanie	21.57	22.75	23.36	23.88	23.87	23.30	24.57	22.94	22.04	21.65
V McFarland	21.24	22.67	22.81	23.63	23.14	23.86	24.95	24.84	23.38	22.88
V Mount Horeb	20.50	20.81	21.35	20.39	20.37	21.27	22.06	21.43	21.00	20.12
V Oregon	20.41	20.62	21.08	21.50	22.07	21.80	23.23	22.74	22.15	21.25
V Rockdale	18.51	17.93	20.48	21.75	21.73	21.69	23.36	23.69	22.79	22.32
V Shorewood Hills	20.49	20.59	21.18	21.42	21.67	21.50	22.46	21.86	20.79	20.17
V Waunakee	20.28	20.74	21.57	21.98	22.15	22.09	23.36	23.20	22.66	22.11
V Windsor	19.92	18.70	19.34	20.54	0.00	0.00	0.00	0.00	0.00	0.00
C Edgerton	21.10	21.75	22.10	22.55	22.59	22.43	23.84	23.93	22.28	21.56
C Fitchburg	23.27	23.68	24.64	24.54	24.42	24.06	25.07	24.66	23.89	23.01
C Madison	23.08	23.38	24.54	25.16	25.25	25.11	26.04	25.40	24.37	23.53
C Middleton	19.54	19.25	20.36	20.91	22.48	22.32	22.51	21.77	20.78	20.35
C Monona	23.39	23.05	23.73	24.42	23.26	23.71	24.94	23.86	23.63	22.49
C Stoughton	22.58	22.96	23.87	23.96	24.34	24.20	25.17	24.52	22.44	21.17
C Sun Prairie	24.05	23.40	23.99	24.71	25.26	25.51	26.69	26.18	25.47	24.52
C Verona	21.25	21.67	22.05	21.95	22.80	22.91	24.12	24.30	23.51	23.01

Dodge County

T Calamus	17.74	18.33	18.97	18.42	18.52	18.65	19.76	20.04	20.16	20.21
T Clyman	17.74	19.09	20.08	20.90	21.05	21.15	22.04	21.43	21.14	21.12
T Elba	17.47	17.86	18.42	19.27	19.82	20.20	21.59	20.85	20.17	19.48

Legend: T - Town, V - Village, C - City

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES
 Last Ten Years
 (Rate per \$1,000 of Equalized Value)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Calendar Year Taxes are Payable										
T Emmet	17.44	17.72	17.92	18.50	18.41	18.87	20.30	20.38	19.68	19.00
T Fox Lake	18.91	19.43	19.91	19.50	20.23	19.81	21.22	20.95	20.03	20.02
T Lebanon	19.03	19.10	19.41	20.05	20.01	19.84	21.45	21.30	20.49	19.84
T Lowell	18.59	19.88	20.71	21.03	21.41	21.25	22.57	22.12	19.74	22.22
T Portland	18.88	18.88	18.80	19.07	20.20	20.12	21.28	20.41	20.63	19.43
T Shields	18.16	18.52	18.47	18.89	18.75	19.18	20.56	20.73	20.14	19.48
T Westford	17.61	18.16	19.02	18.30	18.45	17.40	18.27	18.56	18.13	18.28
V Randolph	30.01	30.61	32.32	31.84	33.00	29.01	30.08	30.96	29.28	28.16
C Watertown	23.98	24.39	24.93	25.54	25.40	25.62	26.81	26.63	25.27	24.30
Green County										
T Adams	19.86	21.32	22.57	21.95	20.30	21.14	22.22	22.26	21.97	21.60
T Brooklyn	22.43	22.65	23.45	23.28	23.92	23.90	23.24	22.59	22.12	21.35
T Exeter	19.61	19.51	20.82	20.30	20.58	20.82	21.83	21.16	20.35	19.19
T New Glarus	22.73	22.93	23.10	23.25	23.70	23.54	24.55	23.97	23.98	23.02
T Washington	20.02	20.92	20.80	21.08	21.53	22.29	23.72	23.08	22.41	22.19
T York	20.78	20.80	21.15	21.01	21.27	21.95	23.14	22.70	22.71	22.37
V Belleville	25.92	25.27	27.03	26.26	26.44	26.51	27.28	26.51	25.00	23.60
V Brooklyn	25.96	26.33	26.56	26.98	27.98	28.30	28.97	27.77	27.47	26.14
V New Glarus	25.91	26.17	26.75	27.34	27.92	28.31	29.34	28.60	28.66	27.19
Iowa County										
T Arena	19.01	18.56	18.92	19.85	19.46	19.90	20.75	20.10	19.48	19.21
T Clyde	21.13	20.90	21.22	21.61	21.07	21.38	22.44	21.73	21.29	21.61
T Dodgeville	19.99	20.67	21.01	21.69	20.05	20.67	22.84	21.97	21.59	21.53
T Moscow	25.53	25.29	23.98	23.37	23.04	24.37	25.25	24.49	24.50	24.87
T Ridgeway	22.22	22.73	23.23	23.99	22.54	23.21	25.45	24.94	24.34	24.18
T Wyoming	19.57	19.40	19.48	20.36	19.58	20.19	22.24	20.73	20.38	20.17
V Arena	27.19	26.13	26.84	28.43	28.08	27.59	28.42	27.01	25.88	26.98
Jefferson County										
T Aztalan	16.65	18.36	19.01	19.77	19.72	20.04	20.25	20.14	19.22	18.39
T Cold Spring	18.01	18.43	18.50	18.88	18.82	19.23	19.87	19.27	18.48	18.26
T Concord	16.36	16.93	17.20	17.71	17.88	18.11	18.99	19.24	18.03	17.45
T Farmington	16.70	17.81	17.70	18.16	17.81	17.87	17.35	17.29	16.63	15.85
T Hebron	18.63	18.63	18.60	19.82	19.73	20.02	21.12	20.76	18.71	17.97
T Ixonia	17.35	17.76	17.03	17.50	17.90	18.04	19.30	19.58	18.23	17.79
T Jefferson	18.50	19.37	18.48	19.40	19.47	19.45	20.26	20.02	19.60	17.68
T Koshkonong	17.23	16.99	17.19	17.94	17.84	17.90	19.19	18.82	18.13	17.60

Legend: T - Town, V - Village, C - City

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES
 Last Ten Years
 (Rate per \$1,000 of Equalized Value)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
T Lake Mills	16.07	16.20	16.91	17.90	17.94	17.82	19.04	18.96	17.34	17.20
T Milford	15.68	15.99	16.65	17.94	18.40	18.01	18.98	18.48	17.09	16.75
T Oakland	17.91	18.59	19.71	20.77	20.58	20.62	22.14	22.39	21.39	20.94
T Palmyra	16.76	17.92	17.94	18.20	18.76	19.25	19.67	19.09	18.69	17.81
T Sullivan	17.88	18.95	18.68	19.25	19.48	19.93	20.64	20.40	19.78	18.68
T Sumner	17.82	17.91	17.95	18.76	18.83	18.72	19.86	19.87	18.89	18.37
T Waterloo	17.64	17.58	17.78	18.05	19.07	19.25	20.10	19.37	18.90	18.01
T Watertown	15.16	15.56	15.75	16.23	16.21	16.55	17.50	17.52	16.74	16.18
V Cambridge	21.84	22.61	24.94	26.46	26.61	26.06	27.57	27.66	26.36	25.99
V Johnson Creek	22.01	23.38	23.86	24.45	24.72	24.50	22.98	22.72	21.04	20.33
V Sullivan	21.98	23.45	22.82	23.39	23.33	23.95	24.89	24.18	23.67	22.22
C Fort Atkinson	23.50	23.74	23.94	25.17	24.75	24.50	26.04	25.25	24.41	23.93
C Jefferson	23.62	25.24	24.53	25.75	25.44	26.03	26.51	25.72	24.62	22.98
C Lake Mills	22.04	22.11	22.87	24.01	24.12	23.68	25.37	24.92	23.04	22.73
C Waterloo	23.92	24.42	24.66	24.80	26.21	26.78	28.05	26.07	26.29	24.49
C Watertown	22.89	23.22	23.83	24.45	24.28	24.57	25.61	25.34	23.92	23.00
C Whitewater	22.93	23.28	22.94	22.89	22.50	23.01	23.31	22.64	21.68	21.50
Juneau County										
T Lindina	19.88	20.72	20.45	20.94	21.94	22.23	24.23	22.89	22.78	22.13
T Lyndon	18.07	18.75	18.43	18.93	19.11	19.57	20.62	19.71	19.24	18.60
T Seven Mile Creek	23.29	24.19	24.11	24.54	25.60	26.14	27.90	26.39	26.17	25.33
T Summit	21.52	22.69	23.96	24.53	25.45	26.65	27.71	26.22	26.45	24.92
T Wonewoc	20.77	21.53	23.07	23.72	24.74	25.06	26.96	24.59	24.02	23.86
V Union Center	20.98	22.37	24.96	25.32	26.15	27.40	28.28	25.47	25.21	24.11
V Wonewoc	23.75	25.47	27.29	28.28	28.65	29.64	31.19	28.82	28.93	26.80
C Wisconsin Dells	24.64	25.65	24.86	25.22	25.04	26.27	26.70	25.60	25.34	24.70
Marquette County										
T Buffalo	18.42	19.19	19.74	20.58	19.11	18.58	19.67	18.65	17.55	17.17
T Crystal Lake	17.78	17.99	18.36	18.10	19.21	19.11	20.25	19.22	18.14	18.40
T Douglas	19.28	19.58	19.11	19.29	19.62	19.61	20.35	19.65	18.73	18.22
T Harris	18.36	18.78	19.54	19.17	20.48	20.16	20.56	19.47	18.40	18.74
T Mecan	18.74	19.35	19.64	20.18	19.39	18.61	19.67	18.71	17.61	17.20
T Montello	18.38	19.11	19.68	20.48	19.09	18.58	19.59	18.57	17.59	17.21
T Moundville	20.11	20.45	20.26	20.50	20.55	20.11	20.78	20.89	20.00	19.11
T Neshkoro	18.09	18.39	18.86	18.43	19.60	19.12	20.30	19.24	18.11	18.23
T Newton	18.12	18.50	18.92	18.91	20.24	20.05	21.23	19.97	18.89	19.22
T Oxford	18.27	18.46	18.83	18.99	20.21	19.69	20.80	19.33	18.18	18.46

Legend: T - Town, V - Village, C - City

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES
 Last Ten Years
 (Rate per \$1,000 of Equalized Value)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Calendar Year Taxes are Payable										
T Packwaukee	18.92	19.67	20.18	21.05	19.72	19.07	20.30	19.06	18.02	17.72
T Shields	18.84	19.62	20.23	21.06	19.56	19.01	20.04	18.98	17.93	17.52
T Springfield	17.25	17.63	18.04	17.99	19.18	18.98	20.14	19.09	18.00	18.32
T Westfield	17.68	17.60	17.99	17.98	19.18	18.94	19.85	18.77	17.74	18.06
V Endeavor	24.89	26.34	26.62	26.48	26.73	26.10	26.41	26.16	25.02	24.14
V Neshkoro	22.33	22.78	23.09	22.95	24.14	24.01	24.99	24.01	22.75	22.98
V Oxford	22.26	22.63	23.19	23.45	24.81	24.53	25.83	24.25	23.03	23.52
V Westfield	24.80	25.37	25.82	25.96	27.17	27.00	28.12	26.79	25.52	25.39
C Montello	26.99	27.60	27.97	29.68	28.27	26.84	26.53	25.85	24.32	23.16
Richland County										
T Buena Vista	18.86	19.07	19.23	18.66	19.08	19.28	19.96	19.77	18.99	19.34
T Ithaca	24.25	24.57	23.86	22.55	23.82	23.31	25.03	25.31	25.50	25.19
T Westford	22.85	24.71	24.13	23.13	24.90	23.82	25.11	25.31	23.18	24.46
V Lone Rock	22.04	21.92	22.21	22.07	22.25	22.84	23.99	23.01	22.11	21.76
Rock County										
T Porter	20.38	20.09	20.65	21.11	21.75	21.75	22.28	22.02	20.88	20.31
T Union	21.51	21.51	22.15	22.66	24.04	24.32	23.85	22.83	21.85	21.22
Sauk County										
T Baraboo	17.16	17.10	17.34	17.30	17.27	17.68	18.14	17.77	17.05	17.10
T Bear Creek	20.56	20.43	20.50	21.47	21.74	22.25	22.84	22.61	21.85	21.52
T Dellona	15.67	15.78	15.54	16.12	15.43	16.41	17.08	16.07	15.59	15.17
T Delton	16.47	16.32	16.31	16.34	16.32	16.84	16.59	16.25	15.65	15.61
T Excelsior	16.09	16.30	17.05	17.04	17.45	18.36	19.28	18.70	18.06	17.38
T Fairfield	16.91	16.70	16.98	16.92	16.93	17.26	17.67	17.37	16.69	16.76
T Franklin	19.86	19.75	20.40	21.15	20.87	21.60	21.49	20.98	20.26	19.82
T Freedom	19.93	20.27	20.79	20.59	21.03	21.65	22.45	21.93	21.26	20.34
T Greenfield	17.20	17.12	17.43	17.37	17.34	17.58	17.98	17.68	17.01	17.12
T Honey Creek	18.80	19.07	19.36	19.57	20.30	21.16	21.42	21.01	20.43	20.12
T Ironton	18.89	20.11	20.61	20.74	21.57	21.90	22.84	22.51	21.45	21.71
T La Valle	17.98	17.46	17.70	17.94	18.42	19.31	20.36	19.37	18.95	18.07
T Merrimac	15.82	15.92	16.15	16.38	17.11	17.45	17.76	17.32	16.83	16.71
T Prairie Du Sac	16.06	16.17	16.41	16.66	17.51	17.91	18.22	17.85	17.36	17.21
T Reedsburg	15.91	15.53	16.37	16.45	17.04	17.97	19.04	18.34	17.72	17.01
T Spring Green	18.15	18.61	19.24	19.52	19.65	19.74	20.89	19.47	18.70	18.46
T Sumpter	17.74	17.89	18.12	18.70	19.15	19.84	19.97	18.88	18.28	17.52
T Troy	18.23	18.26	18.59	19.01	20.11	20.67	21.03	20.53	20.02	19.92

Legend: T - Town, V - Village, C - City

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING (2) PROPERTY TAX RATES

Last Ten Years

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
T Washington	21.23	23.07	22.63	22.45	24.02	23.15	23.98	24.26	22.45	23.02
T Westfield	17.83	18.45	19.22	19.21	19.79	21.14	22.31	21.69	21.04	20.09
T Winfield	15.16	15.74	16.64	16.62	17.23	18.11	19.25	18.53	17.95	17.16
T Woodland	16.87	17.85	19.54	19.77	20.48	21.86	22.92	20.79	20.85	19.97
V Ironton	19.69	20.36	21.37	21.21	21.98	22.94	23.54	22.86	22.25	22.13
V Lake Delton	16.34	16.56	16.02	16.17	16.07	17.10	17.59	17.11	16.67	16.27
V La Valle	22.24	23.05	22.60	22.78	23.15	23.44	24.63	23.95	23.36	22.34
V Loganville	23.91	23.63	26.15	25.47	25.30	26.10	26.58	25.41	24.75	23.74
V Merrimac	18.04	18.16	18.44	18.72	19.54	20.27	20.45	20.12	19.56	19.72
V North Freedom	21.69	20.77	21.16	21.06	20.80	21.12	20.37	19.98	18.97	19.00
V Plain	25.08	26.48	25.53	26.22	25.63	25.80	26.11	25.84	24.28	23.09
V Prairie Du Sac	20.83	21.49	21.93	22.24	23.46	23.21	23.45	22.92	22.38	22.01
V Rock Springs	20.38	21.38	22.53	22.86	23.66	24.50	23.48	22.91	22.12	21.31
V Sauk City	20.71	20.63	21.07	21.25	22.29	23.13	23.38	22.89	22.25	22.05
V Spring Green	22.14	21.60	22.34	23.38	23.43	24.59	25.21	24.06	23.38	23.00
V West Baraboo	24.59	24.81	25.14	24.87	24.64	24.90	24.92	24.41	23.45	23.04
C Baraboo	25.37	24.95	25.68	25.40	25.21	25.51	25.81	25.21	23.79	23.69
C Reedsburg	22.75	24.04	24.81	25.06	25.95	27.20	27.84	26.24	24.56	23.45
C Wisconsin Dells	22.95	23.72	22.74	23.23	22.97	24.37	24.72	23.81	23.50	23.21

Source: Town, Village, and City Taxes, Wisconsin Department of Revenue, Division of State and Local Finance, Bureau of Local Government Services

Notes:

- (1) The operational property tax includes tax levies for all district funds except the debt service fund. By state statutes, the operational rate may not exceed \$1.50 for fiscal years prior to 2013-2014. Beginning in fiscal year 2013-2014, the mill rate unit was changed to cap operation levy at 2013 levels with increases only allowed for net new construction. For fiscal year 2014-2015, as a result of 2013 the Wisconsin Act 145, the District now receives a greater portion of its non-operating revenue directly from state appropriations in lieu of the operating property tax levy.
- (2) Tax rates shown for overlapping governments are the Gross Tax Rate. 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 apportionments 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.

MADISON AREA TECHNICAL COLLEGE DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years		Collected within the Fiscal Year of the Levy	
	Year	Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2011	103,225,150	71,405,188	69.17	31,819,962	103,225,150	100.00	
2012	118,392,167	82,610,894	69.78	35,781,273	118,392,167	100.00	
2013	123,076,899	86,673,845	70.42	36,403,054	123,076,899	100.00	
2014	124,121,753	88,198,137	71.06	35,923,616	124,121,753	100.00	
2015	64,954,697	48,877,745	75.25	16,076,952	64,954,697	100.00	
2016	66,685,505	50,064,943	75.08	16,620,562	66,685,505	100.00	
2017	72,728,318	54,736,684	75.26	17,991,634	72,728,318	100.00	
2018	74,965,346	57,158,226	76.25	17,807,120	74,965,346	100.00	
2019	77,216,449	58,199,665	75.37	19,016,784	77,216,449	100.00	
2020	79,872,879	60,025,363	75.15	19,847,516	79,872,879	100.00	

Tax Levies, Rates, and Collections

Personal property taxes, special assessments, special charges, and special taxes must be paid to the town, city or village treasurer in full by January 31. Real property taxes may be paid in full by January 31, or in two equal installments payable by January 31 and July 31. Municipalities also have the option of adopting payment plans which allow taxpayers to pay their real property taxes and special assessments in three or more installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30, and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31 are paid to the county treasurer unless the municipality has authorized payment in three or more installments; in which case payment is made to the town, city or village treasurer. Any amounts paid after July 31 are paid to the county treasurer.

For municipalities which have not adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15 and February 20. For municipalities which have adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15, February 15, and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The county board may authorize its county treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property, retaining any penalties or interest on the delinquencies for which it has settled. Since, in practice, all delinquent real estate taxes are withheld from the county's share of taxes, the district receives 100 percent of the real estate taxes it levies.

MADISON AREA TECHNICAL COLLEGE DISTRICT

ENROLLMENT STATISTICS
Last Ten Fiscal Years

Student Enrollment (a)							
Year	Aidable					Non-Aidable	Grand Total
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Community Service	
2011	9,461	12,358	5,610	9,920	6,867	2,930	39,716
2012	13,215	17,320	4,696	9,839	6,365	3,940	41,509
2013	11,032	14,872	3,641	6,384	4,308	3,968	33,199
2014	10,870	14,474	3,309	9,383	6,647	4,853	36,714
2015	10,362	13,862	3,326	8,460	6,481	4,796	34,405
2016	10,304	16,040	3,407	9,323	6,061	4,652	37,351
2017	9,633	15,327	3,072	7,837	5,886	3,426	33,466
2018	9,183	15,177	2,841	8,533	6,128	3,474	34,145
2019	8,672	15,138	2,721	7,490	5,860	4,094	33,360
2020	8,449	14,434	2,679	6,190	5,017	3,915	31,139

Full-time Equivalents (b)								
Year	Aidable					Non-Aidable		Total
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Total Aidable	Community Service	
2011	3,844	5,329	1,042	216	551	10,982	68	11,050
2012	3,806	5,083	939	226	535	10,589	83	10,672
2013	3,794	4,872	930	205	555	10,356	89	10,445
2014	3,690	4,660	893	197	554	9,994	88	10,081
2015	3,616	4,614	869	206	561	9,866	86	9,952
2016	3,586	4,804	837	217	508	9,951	81	10,033
2017	3,335	4,588	712	167	461	9,262	69	9,331
2018	3,236	4,487	698	191	500	9,112	70	9,182
2019	3,106	4,488	639	161	467	8,862	74	8,936
2020	3,077	4,400	631	138	415	8,662	61	8,723

Notes:

- (a) Student enrollment represents the unduplicated count of citizens enrolled in District courses. A student may be enrolled in more than one program, but is counted only once in the Grand Total. Therefore, the Grand Total column does not equal the sum of the individual programs.
- (b) A full-time equivalent (FTE) 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.

MADISON AREA TECHNICAL COLLEGE DISTRICT

SCHEDULE OF PER CREDIT PROGRAM FEES CHARGED
Last Ten Fiscal Years

Year	College Transfer		Post Secondary Vocational Adult		Non-Aidable	
	Resident	(1)	Resident	(1)	Under Age 60*	60 and Over*
2010-11	142.20	213.30	106.00	159.00	130.96	104.76
2011-12	150.00	225.00	111.85	167.80	137.51	110.00
2012-13	158.25	237.38	116.90	175.35	162.52	130.00
2013-14	165.40	248.10	122.20	183.30	187.82	150.26
2014-15	170.35	255.55	125.85	188.80	210.00	168.00
2015-16	173.75	260.63	128.40	192.60	260.00	208.00
2016-17	176.35	264.53	130.35	195.53	260.00	208.00
2017-18	178.80	268.20	132.20	198.30	260.00	208.00
2018-19	181.50	272.25	134.20	201.30	260.00	208.00
2019-20	184.60	276.90	136.50	204.75	300.00	240.00

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 material 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 material fee categories ranging from \$4.50 per credit to \$70 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 Fee

A supplemental fee is charged to all students enrolling in post-high school courses at Madison campus locations. This fee is charged per s.38.14(9), Wisconsin Statutes and provides access to the MATC Fitness Center and supports co-curricular activities and programming, including student newspapers, athletics, performing arts, Student Senate, leadership programs, clubs and associations, the Programs and Activities Council, and the Student Life Office. For Madison Campuses, the fee was set at \$11.37 per credit for all Postsecondary & Vocational Adult credit courses and \$14.50 per credit for all College Parallel credit courses. For Regional Campuses, the fee is \$3.25 per credit for Fall and Spring semesters.

Online Supplemental Fee

Students taking 100% online courses that have residency in WI and MN reciprocity, they will be charged \$3.25 per credit. This is an addition to the online course fee.

Textbook Rental Program Fee

For Degree students, the textbook rental program fee is \$7.00 per credit. This fee allows students to rent textbooks without having to purchase textbooks outright.

Commuter Supplemental Fee

There is also a \$46.00 commuter supplemental fee charged to students taking at least one degree class at a Madison location during the Fall/Spring semesters to cover the costs of the Madison Bus and Paratransit program. The fee for the Summer semester is \$26.00.

Academic Achievement Fee

The Academic Achievement Fee is \$1.37 per credit for all Postsecondary and Vocational Adult credit courses and \$1.85 per credit for all College Parallel credit courses. These fees provide expanded service hours, personnel and self-service and online resources that support academic success at all campuses.

Online Course Fee

All online (internet-based) classes include a \$10 per credit fee.

Notes:

(1) The total per credit cost requires adding the resident fee to out-of-state tuition. In addition, out-of-state tuition excludes those students covered by reciprocal agreements.

MADISON AREA TECHNICAL COLLEGE DISTRICT

RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	District Population ⁽¹⁾	Equalized Valuation - TID In	General				Capital Lease	Amount	Percent of Equalized Valuation	Per Capita
			Obligation Notes and Bonds		Premiums on Notes and Bonds					
			Notes and Bonds	Bonds	Notes and Bonds	Bonds				
2011	732,341	72,854,834,126	104,245,000	2,098,026	76,146	106,419,172	0.15	145		
2012	741,012	71,917,515,430	161,525,000	6,245,715	70,067	167,840,782	0.23	227		
2013	740,541	70,547,400,399	173,800,000	7,415,935	64,329	181,280,264	0.26	245		
2014	744,676	70,405,217,759	167,705,000	7,584,224	58,912	175,348,136	0.25	235		
2015	749,725	72,677,959,625	174,145,000	8,122,006	53,799	182,320,805	0.25	243		
2016	756,312	75,522,264,359	174,310,000	8,386,753	48,973	182,745,726	0.24	242		
2017	775,673	78,612,374,268	171,125,000	8,368,585	44,417	179,538,002	0.23	231		
2018	783,061	83,702,047,239	166,755,000	13,081,161	40,117	179,876,278	0.21	230		
2019	790,521	88,862,705,893	165,650,000	12,356,173	36,058	178,042,231	0.20	225		
2020	798,053	94,997,912,017	162,890,000	11,385,396	32,227	174,307,623	0.18	218		

Notes:

(1) Calculated by district staff from information supplied by ESRI (founded as Environmental Systems Research Institute, Inc.)

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
For Year ended June 30, 2020

Name of Entity ⁽¹⁾	Net Debt Outstanding	Percent Applicable to District ⁽²⁾	Outstanding Debt Applicable to District
Adams County	\$ 11,510,000	16.18%	\$ 1,862,318
Columbia County	53,895,000	99.90%	53,841,105
Dane County	405,410,000	99.98%	405,328,918
Dodge County	25,895,000	18.42%	4,769,859
Green County	32,320,000	24.78%	8,008,896
Iowa County	615,000	14.93%	91,820
Jefferson County	13,560,000	87.78%	11,902,968
Juneau County	21,623,685	9.37%	2,026,139
Marquette County	10,404,999	98.00%	10,196,899
Richland County	24,047,144	7.11%	1,709,752
Rock County	48,730,000	0.19%	92,587
Sauk County	11,310,000	98.51%	11,141,481
Total Cities	1,010,041,945	Varies	996,328,064
Total Villages	288,826,939	100.00%	288,826,939
Total Towns	16,640,433	Varies	15,501,752
Total School Districts	1,965,972,801	Varies	1,681,393,773
Madison Metropolitan Sewerage District	107,414,339	100.00%	107,414,339
Subtotal, overlapping debt			3,600,437,609
District Direct Debt			
General Obligation Notes			86,200,000
General Obligation Bonds			76,690,000
Premiums on Notes and Bonds			11,385,396
Capital Lease			32,227
Subtotal, District direct debt			174,307,623
Total direct and overlapping debt			<u>\$ 3,774,745,232</u>

Statistical Summary

2019 Equalized Valuation - TID In	<u>\$ 94,997,912,017</u>
Direct District Indebtedness	174,307,623
Overlapping and Underlying Bonded Indebtedness	<u>3,600,437,609</u>
Total Direct, Overlapping and Underlying Indebtedness	<u>\$ 3,774,745,232</u>
Direct, Overlapping and Underlying Indebtedness as a Percentage of Equalized Valuation	3.97%
Population of District	798,053
Direct, Overlapping and Underlying Indebtedness - Per Capita	<u>\$ 4,729.94</u>

Source: PMA, Inc

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 in 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 repaying the debt, of each overlapping government.
- (2) The percentage of overlapping debt applicable to the District is the equalized property value of property of the overlapping government located in the District as a percentage of total equalized value of all property for the overlapping government.

MADISON AREA TECHNICAL COLLEGE DISTRICT

LEGAL DEBT MARGIN INFORMATION

Legal Debt Margin Calculation for Fiscal Year 2020	<u>5% Debt Limit</u>	<u>2% Debt Limit</u>
2019 Equalized Valuation - TID In	\$94,997,912,017	\$94,997,912,017
	<u> x 5%</u>	<u> x 2%</u>
Total debt limit - 5% of equalized valuation	4,749,895,601	1,899,958,240
Debt applicable to limit:		
General obligation notes	86,200,000	86,200,000
General obligation bonds	76,690,000	76,690,000
Less: debt service funds available (GAAP Basis)	<u>(2,417,605)</u>	<u>(2,417,605)</u>
Total amount of debt applicable to debt limit	<u>160,472,395</u>	<u>160,472,395</u>
Legal total debt margin	<u><u>\$ 4,589,423,206</u></u>	<u><u>\$ 1,739,485,845</u></u>

Legal Debt Margin, Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total net debt applicable to the limit</u>	<u>Legal debt margin</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2011	3,642,741,706	102,424,455	3,540,317,251	2.81
2012	3,595,875,772	157,129,718	3,438,746,054	4.37
2013	3,527,370,020	170,521,512	3,356,848,508	4.83
2014	3,520,260,888	166,663,163	3,353,597,725	4.73
2015	3,633,897,981	172,390,261	3,461,507,720	4.74
2016	3,776,113,218	172,190,549	3,603,922,669	4.56
2017	3,930,618,713	168,841,623	3,761,777,090	4.30
2018	4,185,102,362	163,697,791	4,021,404,571	3.91
2019	4,443,135,295	162,199,302	4,280,935,992	3.65
2020	4,749,895,601	160,472,395	4,589,423,206	3.38

* The Wisconsin State Statutes Chapter 67.03(1) provides that the aggregate amount of indebtedness of a District shall not exceed 5% of the value of the taxable property located in the District.
buildings and equipment may not exceed 2% of the value of the taxable property within the District.

MADISON AREA TECHNICAL COLLEGE DISTRICT

DEMOGRAPHIC STATISTICS FOR DANE, JEFFERSON AND SAUK COUNTIES⁽¹⁾
Historical Comparisons

Year	District Population ⁽³⁾	County Population ⁽²⁾		Personal Income ⁽⁵⁾	Per Capita Personal Income ⁽⁴⁾		Unemployment Rate ⁽⁶⁾		
		Dane	Jefferson		Sauk	Dane	Jefferson	Sauk	
2011	732,341	489,331	83,794	28,499,057	46,916	35,016	6.0	8.7	7.4
2012	741,012	491,555	83,857	30,459,536	49,479	36,740	5.6	8.0	6.9
2013	740,541	497,021	83,940	31,947,648	51,341	37,950	4.9	7.0	5.8
2014	744,676	502,251	83,974	32,515,843	51,523	39,495	4.1	6.1	4.9
2015	749,725	508,384	84,255	34,354,201	53,705	40,761	3.3	4.2	3.7
2016	756,312	518,537	84,262	35,688,394	55,232	41,698	2.8	3.9	3.1
2017	775,673	524,775	84,412	37,800,986	58,100	43,637	2.6	3.2	2.9
2018	783,061	530,519	84,352	40,292,607	61,304	46,241	2.4	3.0	2.3
2019	790,521	537,156	84,579	(7)	(7)	(7)	2.9	3.4	3.0
2020	798,053	543,398	84,692	(7)	(7)	(7)	7.4	7.3	10.3

Notes:

- (1) Dane, Jefferson and Sauk Counties are the most populous counties in the district. The majority of these counties are within the district. The district includes almost all of five (5) counties and parts of seven (7) other counties. These three counties comprise 89% of the district's total equalized valuation.
- (2) Source: Wisconsin Department of Administration, Demographic Services Center.
- (3) Calculated by District staff from information supplied by ESRI GIS software.
- (4) Source: US Department of Commerce, Bureau of Economic Analysis.
- (5) Source: US Department of Commerce, Bureau of Economic Analysis. Total includes Dane, Jefferson, and Sauk counties only. Amounts in thousands.
- (6) Source: Wisconsin Department of Workforce Development. 2020 Unemployment rates are as of June 2020.
- (7) Information not yet available.

MADISON AREA TECHNICAL COLLEGE DISTRICT

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

Name of Business	County	Type of Business	2020 ⁽¹⁾			2011 ⁽²⁾		
			Number of Employees	Rank	Percent of District Population	Number of Employees	Rank	Percent of District Population
State of Wisconsin ⁽³⁾	Dane	State Government	36,475	1	4.57 %	47,237	1	6.37 %
University of Wisconsin-Madison	Dane	University/College	14,464	2	1.81			
UW Hospital and Clinics	Dane	Hospital/healthcare	7,447	3	0.93	7,253	2	0.98
EPIC Systems	Dane	Medical Software	7,400	4	0.93	3,168	9	0.43
American Standard Insurance	Dane	Insurance	4,000	5	0.50			
Madison Metropolitan School District	Dane	Education	3,591	6	0.45	3,837	4	0.52
Wisconsin Physicians Service Insurance	Dane	Health Benefits/Insurance	3,500	7	0.44	3,219	8	0.43
Madison College ⁽⁴⁾	Dane	Education	3,497	8	0.44			
Meriter Home Health	Dane	Home Health Services	3,000	9	0.38			
American Family Insurance	Dane	Insurance	2,000	10	0.25	3,034	10	0.41
CUNA Mutual Holding Co	Dane	Insurance	2,000	10	0.25			
Dane County	Dane	Municipal Government & Services	2,000	10	0.25			
U.S. Government	Dane	Government				4,177	3	0.56
Oscar Mayer Foods (Kraft Foods)	Dane	Food Packaging				3,800	5	0.51
UW Medical Foundation	Dane	UW Medical School				3,500	6	0.47
						3,448	7	0.47
		Total	87,374		10.95 %	82,673		11.16 %

Notes:

(1) Source: PMA, Inc. via Madison Area Technical College General Obligation Promissory Notes, Series 2019-20F, dated 6/29/20

(2) Source: Madison College's Comprehensive Annual Financial Report for year ended June 30, 2011

(3) For 2011, the State of Wisconsin included State of Wisconsin, University of Wisconsin and University Hospital employees.

(4) Includes full and part-time employees

MADISON AREA TECHNICAL COLLEGE DISTRICT

FULL TIME EMPLOYEES BY EQUAL EMPLOYMENT OPPORTUNITY CLASSIFICATION
Last Ten Fiscal Years

	Full Time Employees as of June 30									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<u>District Total:</u>	1,023	1,023	1,008	1,013	982	953	929	941	958	956
Administrative	106	104	95	103	86	81	98	101	102	105
Faculty Instructors	447	451	454	470	473	474	440	450	446	448
Professional Non-faculty	40	38	26	22	18	16	3	4	11	11
Clerical/Secretarial	123	120	130	130	130	131	116	117	127	135
Technicians/Para-professional	239	242	235	222	216	194	218	209	205	184
Service/Maintenance	68	68	68	66	59	57	54	60	67	73
	1,023	1,023	1,008	1,013	982	953	929	941	958	956

Source: Equal Opportunity/Affirmative Action Program data

MADISON AREA TECHNICAL COLLEGE DISTRICT

OPERATIONAL EXPENDITURES PER FULL-TIME EQUIVALENT (FTE) STUDENT
Last Ten Fiscal Years

Year	Operational Expenditures ⁽³⁾ (General and Special Revenue-Aidable Funds)		Student Enrollments		MATC Operational Expenditures per Student		Statewide Operational Costs per Student	
	Amount (in thousands)	Percent Increase/ (Decrease)	Full-Time Equivalent Students	Percent Increase/ (Decrease)	Per FTE Students	Increase/ (Decrease)	Per FTE Students	Rank (1)
2011	151,943	5.5	11,050	2.2	13,750	3.6	13,010	12
2012	146,733	(3.4)	10,672	(3.4)	13,749	(0.0)	13,320	10
2013	156,006	6.3	10,445	(2.1)	14,936	8.6	14,005	12
2014	155,763	(0.2)	10,081	(3.5)	15,451	3.5	14,926	9
2015	158,985	2.1	9,952	(1.3)	15,975	3.4	15,618	9
2016	159,699	0.4	10,033	0.8	15,918	(0.4)	15,635	9
2017	157,671	(1.3)	9,331	(7.0)	16,898	6.2	16,181	13
2018	161,141	2.2	9,182	(1.6)	17,550	3.9	16,568	13
2019	164,929	2.4	8,936	(2.7)	18,456	5.2	16,756	13
2020	166,948	1.2	8,723	(2.4)	19,139	3.7	(2)	(2)

(1) Rank among 16 WTCS districts. (#1 is the lowest)

(2) Not yet available.

(3) For purposes of this computation, operational expenditures is based on the budgetary expenditures from the District's General and Special Revenue-Aidable funds. The State removes payments for prior service costs to the Wisconsin Retirement System. There are also various other adjustments that the State makes for this computation which are immaterial and not considered here.

MADISON AREA TECHNICAL COLLEGE DISTRICT

PROGRAM GRADUATE FOLLOW-UP STATISTICS ⁽¹⁾
 Last Ten Fiscal Years

Year	Number of Graduates	Total Number Available for Employment	Percent Employed	Percent Employed in		Average Monthly Salary	Graduates Satisfied or Very Satisfied w/Training
				Related Occupations	in District		
2010	3,802	2,044	87	65	81	2,576	97
2011	3,911	1,969	88	64	74	2,462	97
2012	3,962	1,850	88	68	80	2,746	97
2013	3,640	1,779	89	64	74	2,827	97
2014	3,177	1,511	92	71	76	2,944	98
2015	3,231	1,665	92	74	71	3,229	98
2016	3,154	1,885	92	73	65	3,244	96
2017	3,190	1,771	93	74	76	3,332	97
2018	3,703	1,637	95	75	77	3,392	97
2019	3,842	1,806	92	73	80	3,484	98

Notes:

(1) Based on survey of MATC District graduates conducted by MATC's Institutional Research & Effectiveness Department approximately six months after graduation. Statistics include only graduates of the district's post-secondary (vocational/technical) programs.

MADISON AREA TECHNICAL COLLEGE DISTRICT

SQUARE FOOTAGE OF DISTRICT FACILITIES
Last Ten Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
MC-Madison										
District Administration (1)	-	-	-	-	14,265	14,265	14,265	18,506	18,506	18,506
Truax Campus	-	-	-	-	-	-	-	-	852,320	852,320
Main Building	1,023,434	1,023,434	1,023,434	1,023,434	1,009,169	1,009,169	1,009,169	1,009,169	-	-
Health Education Building	176,933	176,933	176,933	176,933	176,933	176,933	176,933	176,933	-	-
Protective Services Building	81,410	81,410	81,410	81,410	81,410	81,410	81,410	81,410	-	-
Animal Holding	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	-	-
Downtown Education Center	-	-	204,158	204,158	204,158	204,158	204,158	204,158	204,158	204,158
Goodman South	75,000	-	-	-	-	-	-	-	-	-
Commercial Avenue Education Center										
Building A	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838
Building B	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240
Fire Training Facilities	-	-	-	-	-	-	14,265	14,265	14,056	14,056
Goodman Recreation Facilities										
Softball	4,065	4,065	4,065	-	-	-	-	-	-	-
Soccer	909	909	909	-	-	-	-	-	-	-
MC-North Property										
North Court	118,000	118,000	118,000	118,000	118,000	118,000	118,000	119,559	119,559	119,559
Penske Building	19,163	19,163	19,163	19,163	19,163	19,163	19,163	19,163	19,160	19,160
Sub-Total	1,614,569	1,539,569	1,743,727	1,738,753	1,738,753	1,738,753	1,753,018	1,758,818	1,337,837	1,337,837
MC-Fort Atkinson Campus	36,840	36,840	36,840	36,840	36,840	36,840	36,840	36,840	28,840	28,840
MC-Portage Campus	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982	15,655	15,655
MC-Reedsburg Campus	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559	19,782	19,782
MC-Watertown Campus	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441	24,441	24,441
MC-Emergency Vehicle Operator Course (EVOC)	12,357	12,357	12,357	-	-	-	-	-	-	-
Sub-Total	134,179	134,179	134,179	121,822	121,822	121,822	121,822	121,822	88,718	88,718
Other (Leased)										
Foundation Centre, 3591 Anderson Street	34,135	34,135	34,135	34,135	34,135	34,135	34,135	34,135	-	-
McAllen Center, 1802 Wright St	-	-	-	-	-	-	12,000	12,000	12,000	12,000
McAllen Center, 3513 Anderson, Suite 112	-	-	-	-	-	-	1,580	1,580	1,580	1,580
McAllen Center, 3513 Anderson, Suite 108	-	-	-	-	-	-	2,385	2,385	2,385	2,385
PacJet Financial Ltd.	-	-	-	-	-	-	-	-	482	-
Portage Enterprise Center Suite A	3,750	3,750	3,750	3,750	3,750	3,750	2,500	2,500	2,500	2,500
Portage Enterprise Center Suite A Addition	3,900	3,900	3,900	3,900	3,900	3,900	-	-	-	-
Renewal Unlimited	1,380	1,380	1,380	1,380	1,380	1,380	1,380	1,380	1,380	1,380
Sauk County W. Square Ctr	-	-	-	-	-	-	378	378	378	-
South Madison Center (Village on Park)	-	12,287	12,287	12,287	12,287	12,287	12,287	12,287	11,552	8,614
MC West-Old (Gammon Address)	-	-	-	-	-	-	101,379	101,379	101,379	101,379
MC West-New (Excelisior Address)	17,504	17,504	12,843	12,843	12,843	-	-	-	-	-
Village of Plain, 510 Green Blvd	-	-	-	-	-	1,490	1,490	1,490	-	-
Sub-Total	60,669	72,956	68,295	68,295	68,295	158,699	169,514	169,514	133,258	129,838
Total Square Footage	1,809,417	1,746,704	1,946,201	1,928,870	1,928,870	2,019,274	2,044,354	2,050,154	1,559,813	1,556,393

Source: Madison College Office of Facility Services Director.

(1) With renovations during FY17, District Administration was annexed to the Main Building on Truax Campus.

Note: The District rents additional space in public school buildings and other facilities to provide instruction.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
LEGAL DESCRIPTION**

Columbia County less the portion of the School District of Markesan; Dane County less the portion of the Barneveld School District and the Pecatonica Area School District; Jefferson County less the portion of the Oconomowoc Area School District, the Palmyra-Eagle Area School District and the School District of Kettle Moraine; Marquette County less the portion of the School District of Princeton and the School District of Markesan; Sauk County less the portion of the School District of Hillsboro, the School District of Ithaca and the School District of Weston; plus the portion of the School District of Wisconsin Dells in Adams County; the Columbus School District, the Randolph School District, the Waterloo School District and the Watertown Unified School District in Dodge County; the School District of Belleville, the School District of New Glarus and the Oregon School District in Green County; the Wisconsin Heights School District, the Mount Horeb Area School District and the River Valley School District in Iowa County; the School District of Reedsburg, the School District of Wisconsin Dells and the School District of Wonewoc and Union Center in Juneau County; the River Valley School District and the School District of Wonewoc and Union Center in Richland County; and the Oregon School District and the Stoughton Area School District in Rock County.

Madison Area Technical College - Madison

Truax - Main District Campus, 1701 Wright Street,
Madison, Wisconsin 53704

Goodman South Campus, 2429 Perry Street
Madison, Wisconsin 53713

Commercial Avenue Education Center, 2125 Commercial Avenue,
Madison, Wisconsin 53704

Fire Service Education Center, 1750 Pearson Street,
Madison, Wisconsin 53704

West Madison Education Center, 8017 Excelsior Drive
Madison, WI 53717

Madison Area Technical College – Columbus

Emergency Vehicle Operator Instructional Facility
W2140 Krause Road, Columbus, Wisconsin, 53925

Madison Area Technical College - Fort Atkinson

827 Banker Road, Fort Atkinson, Wisconsin, 53538

Madison Area Technical College - Portage

330 Collins Street, Portage, Wisconsin 53901

Madison Area Technical College - Reedsburg

300 Alexander Avenue, Reedsburg, Wisconsin 53959

Madison Area Technical College - Watertown

1300 West Main Street, Watertown, Wisconsin 53098



MADISON
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COLLEGE