

Madison Area Technical College District | Wisconsin

ANNUAL COMPREHENSIVE FINANCIAL REPORT



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For the fiscal year ended
June 30, 2022 and 2021

MADISON AREA TECHNICAL COLLEGE DISTRICT
Madison, Wisconsin
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the years ended June 30, 2022 and 2021

Current Members of the Board

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Frances Huntley-Cooper Vice Chairperson
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Mark Thomas Executive Vice President, Finance & Administration
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Effectiveness
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and Community Engagement
Sylvia Ramirez Vice President, Administration
Ali Zarrinnam Vice President, Strategic Enrollment Management
Shawn Belling Chief Information Officer

Official Issuing Report

Mark Thomas Executive Vice President, Finance &
Administration/COO

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
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For Years Ended June 30, 2022 and 2021

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December 7, 2022

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

The Annual Comprehensive Financial Report (ACFR) of Madison Area Technical College District (the District or Madison College) for the fiscal years ended June 30, 2022, and 2021 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge 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 ACFR is presented in four sections: introductory, financial, statistical, and single audit. 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. The single audit section includes the schedules of federal and state assistance and the auditor's reports on the internal control structure and compliance with applicable laws and regulations.

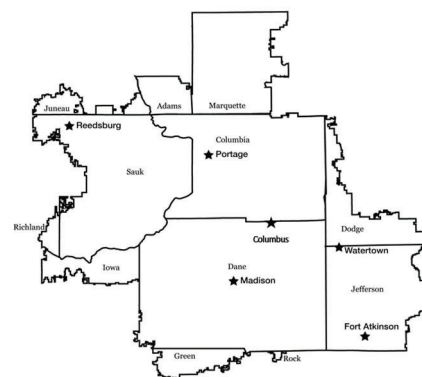
Madison College is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Wisconsin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

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 2021-22 of \$104,997,856,204, and an estimated District population in 2022 of 813,326. 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 of Trustees, 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, liberal arts transfer, adult basic education, and non-credit. The College offers associate degrees, technical diplomas, certificates, apprenticeships, professional and non-credit courses, digital badges, and more that cover over 180 training programs and over 140 transfer pathways. In addition to serving the credit and credential seeking student, Madison College offers extensive and relevant options to businesses via customized training and non-credit credentials. Enrichment courses are available to our communities for fun and to meet lifelong learning interests. Madison College also serves international students, offers study abroad options, and is home to 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. In the past two years, our portfolio of online and remote options has expanded greatly due to the impact of the pandemic. Engaging, high quality and convenient online options to compliment face-to-face classes, ensures that the District is providing our students with the flexibility they want and come to expect. We are committed to meeting students where they are and offering an optimal mix of in-person, hybrid, and remote learning options, supported by high-tech academic technology, virtual reality, and simulation.

The learning opportunities provided by Madison College are essential for the workforce of both today and tomorrow—a workforce that is technically prepared, but also adaptable, culturally-competent and willing and able to learn and grow as industries and jobs change. What we offer and how we offer it is constantly in 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.

Values

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.

The Pandemic

The Coronavirus Aid, Relief, and Economic Security Act (the “CARES Act”) provides for federal payments from the Higher Education Emergency Relief Fund (HEERF) to higher education institutions to defray the institutions’ expenses, including lost revenue and payroll for employees and to make emergency financial aid grants to students for expenses related to the disruption of campus operations due to the COVID-19 pandemic. The District received an allocation of \$5,500,069 from the HEERF fund in the CARES Act. Half of this amount is available to the District and the other half is required to be used to provide emergency aid to enrolled students. In addition, the District received \$276,696 of Strengthening Institutional Program (SIP) funding. The District also received an allocation from the Governor’s Emergency Education Relief Fund (“GEER Fund”) in the amount of \$1,101,005 which can be used to reimburse necessary, unbudgeted expense made in response to COVID-19. The District received additional funds under the Coronavirus Response and Relief Supplemental Appropriations Act (“CRRSAA”) in the amount of \$12,510,691 (including of \$2,750,035 of student-based funding and \$9,760,656 Institutional Relief funding) and \$531,835 in SIP funding pursuant to the Supplemental CARES Act. Finally, the District received allocations in the amount of \$22,108,477 (consisting of \$11,205,956 of student-based funding and \$10,902,521 of institutional based funding) and \$985,461 of SIP funding pursuant to the American Rescue Plan Act. With these funds, the District has been able to continue to serve its students in flexible, creative, and adaptive ways while keeping the safety of its students, employees, and the community as its highest priority.

Local Economy

Three local economic factors impacting Madison College are: 1) the unemployment rate, 2) inflation, and 3) property values.

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) decreased from 3.2% in May 2021 to 2.2% in May 2022. In comparison, the Wisconsin and U.S. rates for May 2022 were 2.9% and 3.4% respectively.

The overall Midwest Region consumer price index rose 8.8% from May 2021 to May 2022, compared to a national increase of 8.6% over the same period. The Wisconsin REALTORS® Association reported in May 2022 that existing Wisconsin home sales *decreased* in May 2022 by 5.6% compared to May 2021, with prices increasing by 11.8%. In the 12 county South Central Wisconsin region, existing home sales decreased 10.1% over the 12 months ending May 2022. During that time, the median sale price in the region increased \$35,000 or 11.9%. 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

The Wisconsin economy continued to recover from the sharp economic decline associated with public health orders implemented in March 2020 in response to the initial stages of the pandemic.

In January 2022, the Legislative Fiscal Bureau estimated that the state’s general fund balance through June 30, 2023 (FY23) would be approximately \$2.9 billion greater than projected, with much of that change attributed to anticipated increases in tax revenue growth of \$2.5 billion.

This was the second year in a row that the bureau projected an increase in tax revenues for the two-year budget period of 2021-2023.

The governor and legislature did not agree to any new spending or tax reductions based upon this projected change in revenues. Additionally, the legislature's floor period did not consider any significant changes to matters impacting the finances of the Wisconsin Technical College System and its district colleges.

In November, elections will be held for all 99 members of the Wisconsin State Assembly, half of the 33 members of the Wisconsin State Senate, and the Office of the Governor. Around one-quarter of incumbent legislators are retiring or running for another office in 2022. This is the largest such turn-over since World War II era. The new legislature seated in January 2023 will have several members with limited experience in policymaking.

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 92.3 percent of Madison College graduates find jobs within six months of graduation. Of those, over 72 percent are employed within the district and 92 percent are employed within the state of Wisconsin. The average monthly salary for a Madison College graduate in a position related to their degree is \$3,903.
- In May 2022, Madison College faculty member and Principal Investigator, Ken Walz, received a \$7.5 million grant award from the National Science Foundation for the CREATE Energy Center. The center will address the rapidly changing energy landscape to develop and promote exemplary programs in support of the education of a skilled technical workforce for the American energy sector. As an NSF ATE (Advanced Technological Education) National Center, CREATE aims to be the preferred source of faculty professional development and instructional materials for energy educators, to increase the visibility of energy careers, to broaden participation in these careers, and to build academic, industry, and international partnerships to advance energy technician education. The CREATE Center will empower two-year college faculty and academic programs to champion new energy technologies to ensure American competitiveness in this fast-changing sector. The center is funded by the National Science Foundation Advanced Technological Education program that focuses on the education of STEM technicians for the advanced-technology fields that drive the Nation's economy.

Board licensure:

Program		Pass Rate	National Pass Rate
Advanced Emergency Medical Technician		89%	73%
Associate Degree Nursing		96.3%	83.9%
Certified Paralegal ¹	Knowledge Exam	67%	60%
	Skills Exam	50%	62%
Dental	Board Exam	89%	87%
Hygiene	Clinical Exam	94%	90%
Emergency Medical Technician		92%	79%
Medical Assistant		88.5%	43%
Medical Laboratory Technician		93.3%	76.8%
Occupational Therapy Assistant		100%	92%
Optometric Technician		100%	72%
Clinical Ophthalmic Assistant		85.7%	77%
Paramedic		90%	84%
Practical Nursing		90.9%	83.1%
Radiography		100%	83.8%
Respiratory Therapist		85%	66.5%
Surgical Technologist		63%	59%
Therapeutic Massage		50%	63.9%
Veterinary Technician		71%	72%

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.

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.

¹ Testing for the Certified Paralegal program is optional. The NALA Certified Paralegal Exam is now broken down into two sections.

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 Strategic 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 2022-23, Madison College plans to borrow \$35 million for capital projects.

Madison College's 10 Year Facility Strategic Plan

In 2018, a work team with representation from across the college developed a new 10 Year Facility Strategic Plan. The updated plan is based on the goals of the 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 Strategic Plan inform resource allocation and planning, 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

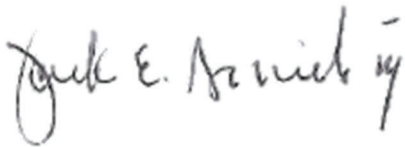
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Madison Area Technical College District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the twenty-fifth consecutive year that Madison Area Technical College District achieved this prestigious award. To be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized annual comprehensive 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 annual comprehensive 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 &
Administration, Chief Operating Officer

MANAGEMENT'S RESPONSIBILITY

Board of Trustees
Madison Area Technical College District

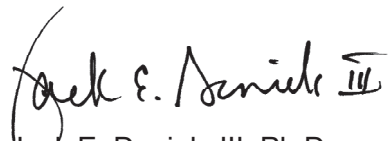
The management of Madison College is responsible for the preparation and presentation of the financial statements in this report. This report has been prepared in accordance with generally accepted accounting principles based on our best judgments and giving due consideration to materiality.

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.

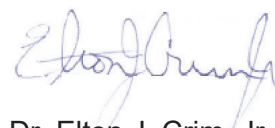
Annually an independent public accounting firm, which we retain to audit our financial statements, is responsible for expressing an opinion as to whether our financial statements present fairly the financial position, results of operations, and cash flows. The audit includes a review of our internal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



Dr. Elton J. Crim, Jr.
Madison College Board Chair



Mark Thomas
Executive Vice President, Finance &
Administration



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 Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO

Madison Area Technical College District Board

FY 2022 - 2023



Shiva Bidar-Sielaff
Board Treasurer
[Employer Member]
Term Expires 6/30/24
Chief Diversity Officer, University
of Wisconsin Hospital and Clinics



Daniel Bullock
[Member-at-Large]
Term expires 6/30/25
President, Holtz Companies/Holtz
Builders Inc.



Dr. Elton J. Crim, Jr.
Board Chair
[Member-at-Large]
Term Expires 6/30/23
Clinical Professor of Higher
Education, University of
Wisconsin-Madison



Donald Dantzer
[Employee Member]
Term Expires 6/30/25
Survey and Research Specialist,
Madison Metropolitan School
District



Randy S. Guttenberg
[School District Administrator]
Term Expires 6/30/24
Superintendent, Waunakee
Community School District



Arlyn R. Halvorson
[Employee Member]
Term Expires 6/30/24
Dane County Highway Department
and President of American
Federation of State, County and
Municipal Employees Local 65



**Frances M. Huntley-
Cooper**
Board Vice-Chair
[Member-at-Large]
Term Expires 6/30/23
Retired



Melanie Lichtfeld
Board Secretary
[Employer Member]
Term expires 6/30/25
Owner, Lichtfeld Plumbing



Christopher Polzer
[Elected Official Member]
Term Expires 6/30/23
Instructor, University of
Wisconsin-Platteville

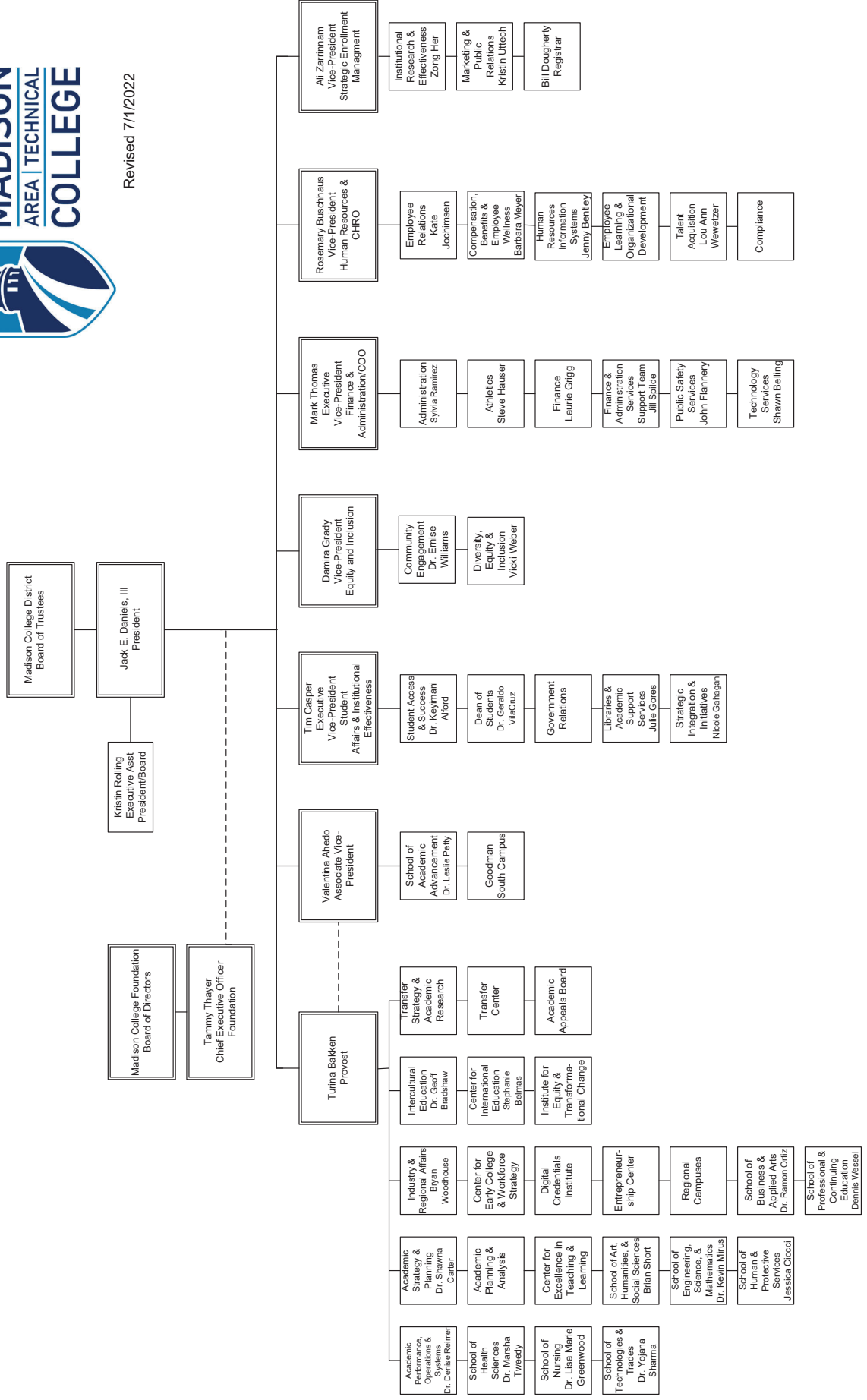


Jack E. Daniels III, Ph.D.
President
Madison Area Technical College

Madison College Organizational Chart



Revised 7/1/2022





INDEPENDENT AUDITORS' REPORT

District Board
Madison Area Technical College District
Madison, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the aggregate remaining fund information of the Madison Area Technical College District (the District), as of and for the years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate remaining fund information of the Madison Area Technical College District, as of June 30, 2022 and 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, 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 is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The fund financial statements, combining schedule of changes in fiduciary net position, the schedule to reconcile budget basis financial statements to the basic financial statements, and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Wisconsin *State Single Audit Guidelines* (the supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the fund financial statements, combining schedule of changes in fiduciary net position, the schedule to reconcile budget basis financial statements to the basic financial statements, and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Wisconsin *State Single Audit Guidelines* (the supplementary information) is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

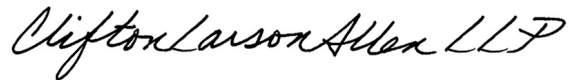
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

District Board
Madison Area Technical College District

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 7, 2022

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)**

	2022	2021	Increase (Decrease) 2022-2021	2020	Increase (Decrease) 2021-2020
ASSETS					
Cash and investments	\$ 61,808	\$ 73,004	\$ (11,196)	\$ 68,965	\$ 4,039
Net capital assets	320,633	304,201	16,432	282,788	21,413
Lease receivable	50,827	50,283	544	-	50,283
Net pension asset	49,126	38,870	10,256	20,780	18,091
Other assets	33,291	43,185	(9,894)	32,232	10,953
Total Assets	515,685	509,543	6,142	404,764	104,779
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources related to pensions	91,675	60,305	31,371	44,680	15,624
Deferred outflows of resources related to OPEBs	10,249	13,683	(3,434)	10,186	3,497
Deferred outflows of resources related to refunding	3,454	3,851	(396)	3,803	48
Total Deferred Outflows of Resources	105,379	77,838	27,540	58,670	19,169
LIABILITIES					
Current liabilities	55,126	65,160	(10,034)	44,309	20,851
Net OPEB liability	27,705	26,836	869	27,942	(1,106)
Lease liability	2,486	2,616	(130)	-	2,616
Other long-term liabilities	159,935	159,786	149	158,992	794
Total Liabilities	245,252	254,398	(9,146)	231,242	23,156
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources related to pensions	115,852	85,418	30,434	62,256	23,162
Deferred inflows of resources related to OPEBs	3,793	4,187	(394)	4,349	(162)
Deferred inflows of resources related to leases	48,534	49,142	(608)	4,349	44,793
Total Deferred Inflows of Resources	168,180	138,747	29,433	70,953	67,793
NET POSITION					
Net investment in capital assets	146,333	143,218	3,115	130,132	13,087
Restricted for debt service	1,516	861	655	2,418	(1,557)
Restricted for net pension asset	49,126	38,870	10,256	20,780	18,091
Restricted for student organizations	2,245	1,995	250	1,290	704
Unrestricted	8,413	9,292	(879)	10,968	(1,675)
Total Net Position	\$207,632	\$194,236	\$ 13,396	\$165,587	\$ 28,649

Fiscal Year 2022 Compared to 2021

Total assets increased by \$6.1 million, or 1.2%.

- The net pension asset continues to increase by \$10.3 million or 26.4%. Additional disclosure information can be found in Note 5 on Retirement Plan.
- Cash and investments decreased by \$11.2 million or 15.3%.
- Net capital assets increased by \$16.4 million or 5.4%. Net capital assets added this fiscal year were, equipment of \$27.3 million, and building and improvements of \$10.5 million, and right-to-use assets of \$747,000. \$18.9 million of additions were made to construction in progress and \$11.6 million was capitalized. Depreciation expense and sale/disposals reduced net capital assets for the year by \$29.2 million.
- Lease receivables increased by \$544,000 for an increase of 1.1%.
- Other assets decreased by \$9.9 million or 22.9%, in large part due to the decrease in student receivables of \$10.8 million. The District turned on the assessment of fees after the end of this fiscal year as compared to the prior year. It was delayed due to programs needing to enter fees. This is an anomaly as the expectation is to have the fall term assessed by June 30th each year.

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 \$31.4 million or 52.0%.
- Deferred outflows of resources related to OPEBs decreased by \$3.4 million or 25.1%.
- Deferred outflows of resources due to the amortization of the refunding loss decreased by \$396,000 or 10.3%.

Total liabilities decreased overall by \$9.1 million or 3.6% for the fiscal year.

- Current liabilities decreased by \$10.0 million or 15.4%. Unearned program and material fees decreased due to the delay in assessing tuition and fees as stated above. Accounts payable decreased by \$721,000 and accrued payroll and other accrued liabilities decreased by \$878,000 or 8.3%.
- The net OPEB liability increased by \$869,000 or 3.2%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs. The increase is from the OPEB Life insurance program.
- A lease liability was recorded due to the adoption of GASB 87. It decreased \$130,000 or 5.0% over fiscal year 2021.
- Other long-term liabilities increased by \$149,000 or less than 1.0%.

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 \$30.4 million or 35.6%.
- Deferred inflows of resources related to OPEBs decreased by \$394,000 or 9.4%.
- Deferred inflows of resources related to leases decreased by \$608,000 or 1.2%.

Net position increased by \$13.4 million or 6.9% for the fiscal year.

- Net investment in capital assets increased by \$3.1 million or 2.2%. A number of large projects were completed within the fiscal year.
- Restricted for debt service increased by \$655,000 or 76.0%. 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 by \$10.3 million or 26.4%. This is a direct result from the significant increase in the net pension asset.

- Restricted for student organizations increased by \$250,000 or 12.5%. Students had less activities and events over the course of the fiscal year due to the pandemic. They spent less resulting in greater balances.
- Unrestricted net position decreased by \$879,000 or 9.5%.

Fiscal Year 2021 Compared to 2020

Total assets increased by \$105 million, or 25.9%. This was mostly due to the adoption of GASB 87 Leases. A Lease Receivable of \$50.3 million was added due to the statement.

- The net pension asset increased from by \$18.1 million or 87.1%. Additional disclosure information can be found in Note 5 on Retirement Plan.
- Cash and investments increased by \$4.0 million or 5.9%.
- Net capital assets increased by \$21.4 million or 7.6%. Net capital assets added this fiscal year were, equipment of \$23.8 million, building and improvements of \$4.9 million, land improvements of \$2.5 million and right-to-use assets (leases) of 4.9 million. \$17.9 million of additions were made to construction in progress and \$5.0 million was capitalized. Depreciation expense and sale/disposals reduced net capital assets for the year by \$24.4 million.
- Other assets increased by \$11.0 million or 34.0%, in large part due to the increase in student receivables of \$10.7 million. The District turned on the assessment of fees prior to the end of this fiscal year as compared to the prior year. This is the normal practice. In fiscal year 2020, the District delayed assessing tuition until after the end of the fiscal year due to the pandemic. The District leadership felt it needed more time to complete the modality of classes and didn't want to confuse students if tuition charges changed mid-year.

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 \$15.6 million or 35.0%.
- Deferred outflows of resources related to OPEBs increased by \$3.5 million or 34.3%.
- Deferred outflows of resources due to the amortization of the refunding loss increased by \$48,000 or 1.2%. The District completed another refunding of bonds in October 2020 as it was beneficial to take advantage of the low cost of refunding and the savings for the District. This is a straight-line reduction of amortization.

Total liabilities increased overall by \$23.2 million or 10.0% for the fiscal year.

- Current liabilities increased by \$20.9 million or 47.1%. Unearned program and material fees increased by \$10.8 million due to the delay in assessing tuition and fees due to the pandemic in the prior year. Accounts payable increased by \$1.1 million and accrued payroll and other accrued liabilities increased by \$7.3 million. This is mainly due to giving an option to full-time faculty to be paid over a full fiscal year and not just the academic year. Most of our faculty took advantage of this option to maintain a consistent payroll throughout the year.
- The net OPEB liability decreased by \$1.1 million or 4.0%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs. The decrease is from the OPEB health benefit program.
- A lease liability of \$2.6 million was recorded for the first time in fiscal year 2021 due to the adoption of GASB 87 in FY22. The liability was created in 2021 to show the comparison.

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 \$23.1 million or 37.2%.
- Deferred inflows of resources related to OPEBs decreased by \$162,000 or 3.7%.

- Deferred inflows of resources related to leases increased by \$44.8 million or 1030.0%. This is a result of the implementation of GASB 87.

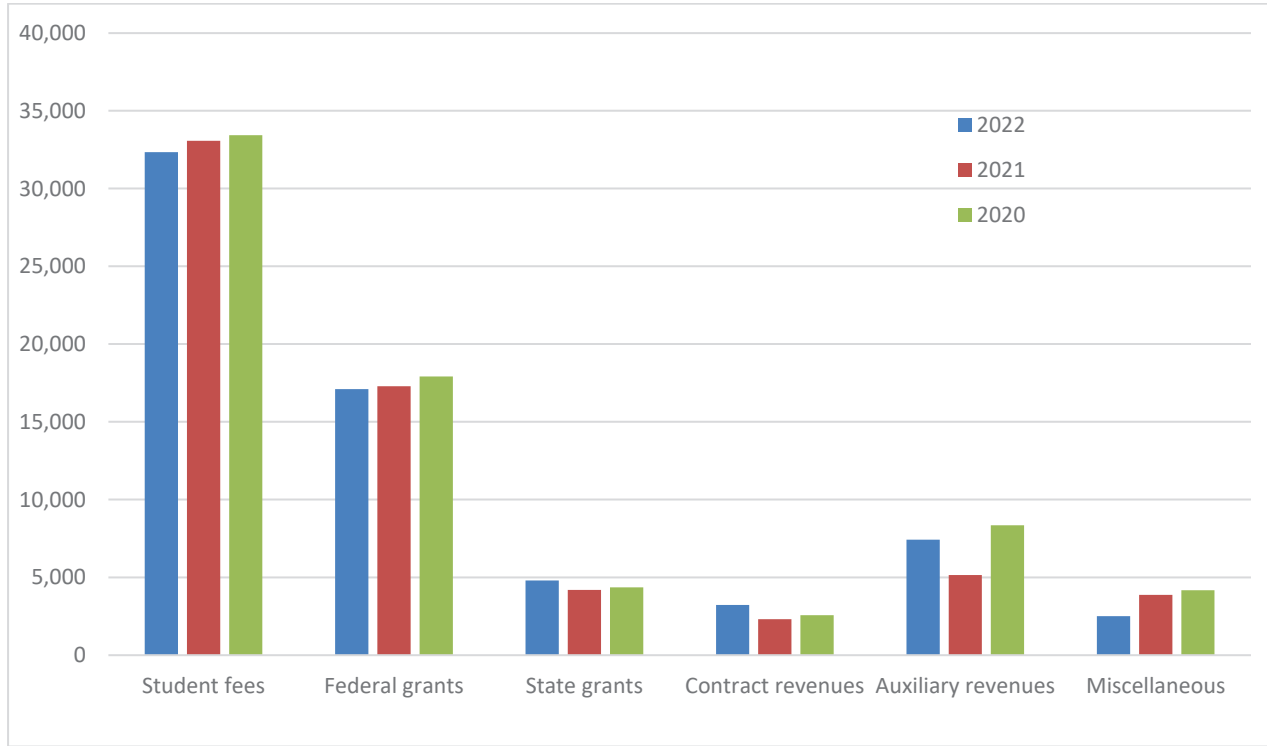
Net position increased by \$28.6 million or 17.3% for the fiscal year.

- Net investment in capital assets increased by \$13.1 million or 10.1%. Many large projects were completed within the fiscal year.
- Restricted for debt service decreased by \$1.6 million or 64.4%. 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 by \$18.1 million or 87.1%. This is a direct result from the significant increase in the net pension asset.
- Restricted for student organizations increased by \$704,000 or 54.6%. Students had reduced the amount of activities and events over the course of the fiscal year due to the pandemic. They spent less resulting in greater balances.
- Unrestricted net position decreased by \$1.7 million or 15.3%.

The following is a summary of Statement of Revenues, Expenses and Changes in Net Position for the years ended June 30, 2022, 2021, and 2020 (dollars in thousands)

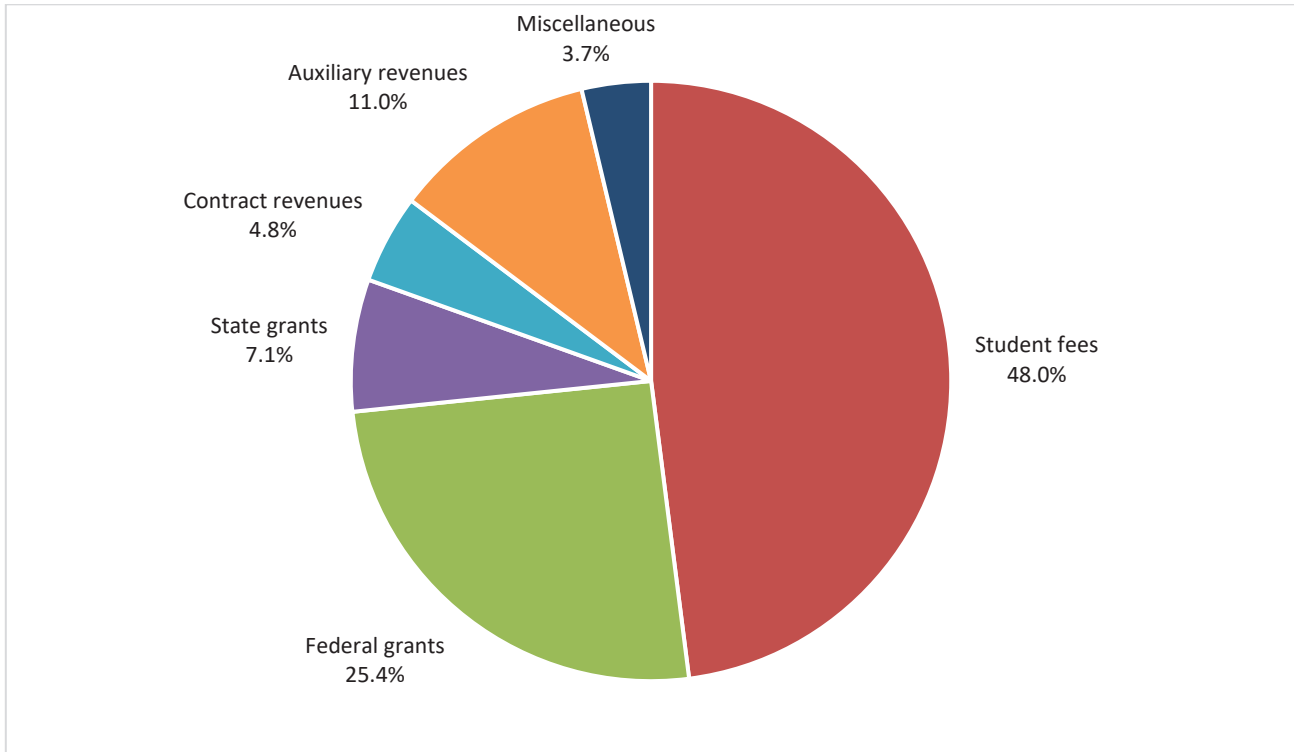
	2022	2021	Increase (Decrease) 2022-21	2020	Increase (Decrease) 2021-20
Operating revenues					
Student fees	\$ 32,340	\$ 33,070	\$ (730)	\$ 33,426	\$ (356)
Federal grants	17,108	17,292	(183)	17,915	(624)
State grants	4,802	4,197	605	4,361	(164)
Contract revenues	3,228	2,313	916	2,572	(259)
Auxiliary revenues	7,423	5,150	2,273	8,354	(3,204)
Cost reimbursements	85	70	15	50	20
Miscellaneous	2,507	3,873	(1,366)	4,174	(301)
Total operating revenues	<u>67,494</u>	<u>65,963</u>	<u>1,530</u>	<u>70,852</u>	<u>(4,888)</u>
Non-operating revenues					
Property taxes	80,600	82,245	(1,645)	79,900	2,344
State appropriations	78,945	74,916	4,028	73,957	959
Federal CARES Act Grants	24,689	10,333	14,356	1,183	
Gifts, grants and bequests	1,594	3,299	(1,705)	5,110	(1,812)
Investment income earned	926	1,040	(113)	1,193	(153)
Total non-operating revenues	<u>186,754</u>	<u>171,833</u>	<u>14,921</u>	<u>161,343</u>	<u>1,339</u>
Total revenues	<u>254,247</u>	<u>237,796</u>	<u>16,451</u>	<u>232,195</u>	<u>(3,550)</u>
Operating expenses					
Instruction	104,012	95,307	8,704	110,296	(14,989)
Instructional resources	10,250	12,971	(2,721)	11,545	1,426
Student services	22,276	19,593	2,683	20,088	(495)
General institutional	15,751	13,810	1,941	13,728	82
Physical plant	29,191	20,055	9,136	20,152	(97)
Public service	1,050	352	698	535	(183)
Auxiliary enterprise services	4,702	4,412	290	7,262	(2,850)
Depreciation	29,189	27,626	1,562	24,844	2,782
Student aid	21,183	11,453	9,730	9,369	2,084
Total operating expenses	<u>237,603</u>	<u>205,580</u>	<u>32,023</u>	<u>217,819</u>	<u>(12,240)</u>
Non-operating expenses					
Loss (gain) on disposal of capital assets	(5)	7	(12)	284	(276)
Interest expense	3,253	3,560	(306)	4,155	(595)
Total non-operating expenses	<u>3,248</u>	<u>3,567</u>	<u>(318)</u>	<u>4,438</u>	<u>(872)</u>
Total expenses	<u>240,851</u>	<u>209,147</u>	<u>31,705</u>	<u>222,258</u>	<u>(13,111)</u>
Increase (Decrease) in Net Position	13,396	28,649	(15,253)	9,937	9,562
Net position - as reported	<u>193,095</u>	<u>165,587</u>		<u>155,650</u>	
Prior period adjustment for <i>Leases Per GASB 87</i>	1,141				
Net position - end of the year	<u>\$ 207,632</u>	<u>\$ 194,236</u>		<u>\$ 165,587</u>	

**Comparison of Operating Revenues
For the Years Ended June 30, 2022, 2021 and 2020 (dollars in thousands)**

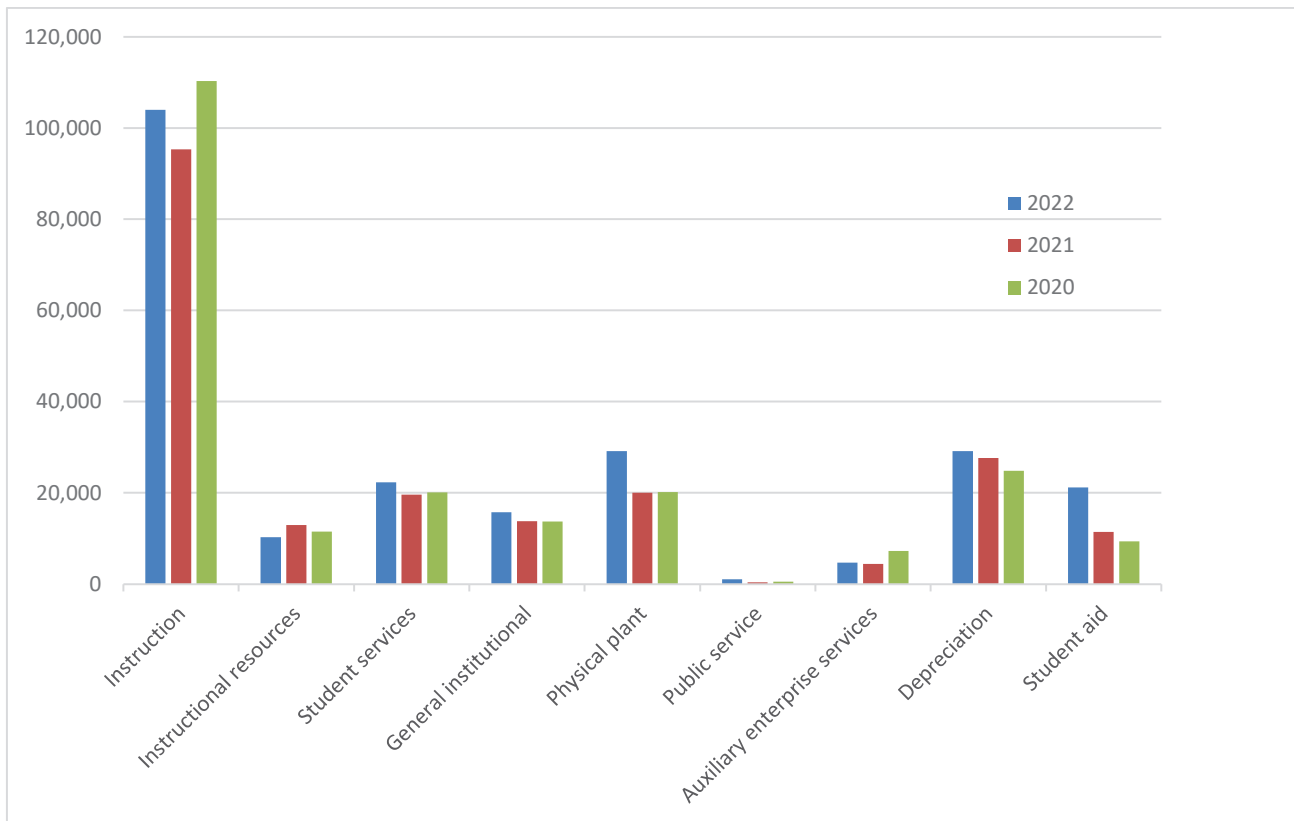


The following is a graphical illustration of operating revenues by source for the fiscal year ended June 30, 2022.

Operating Revenues

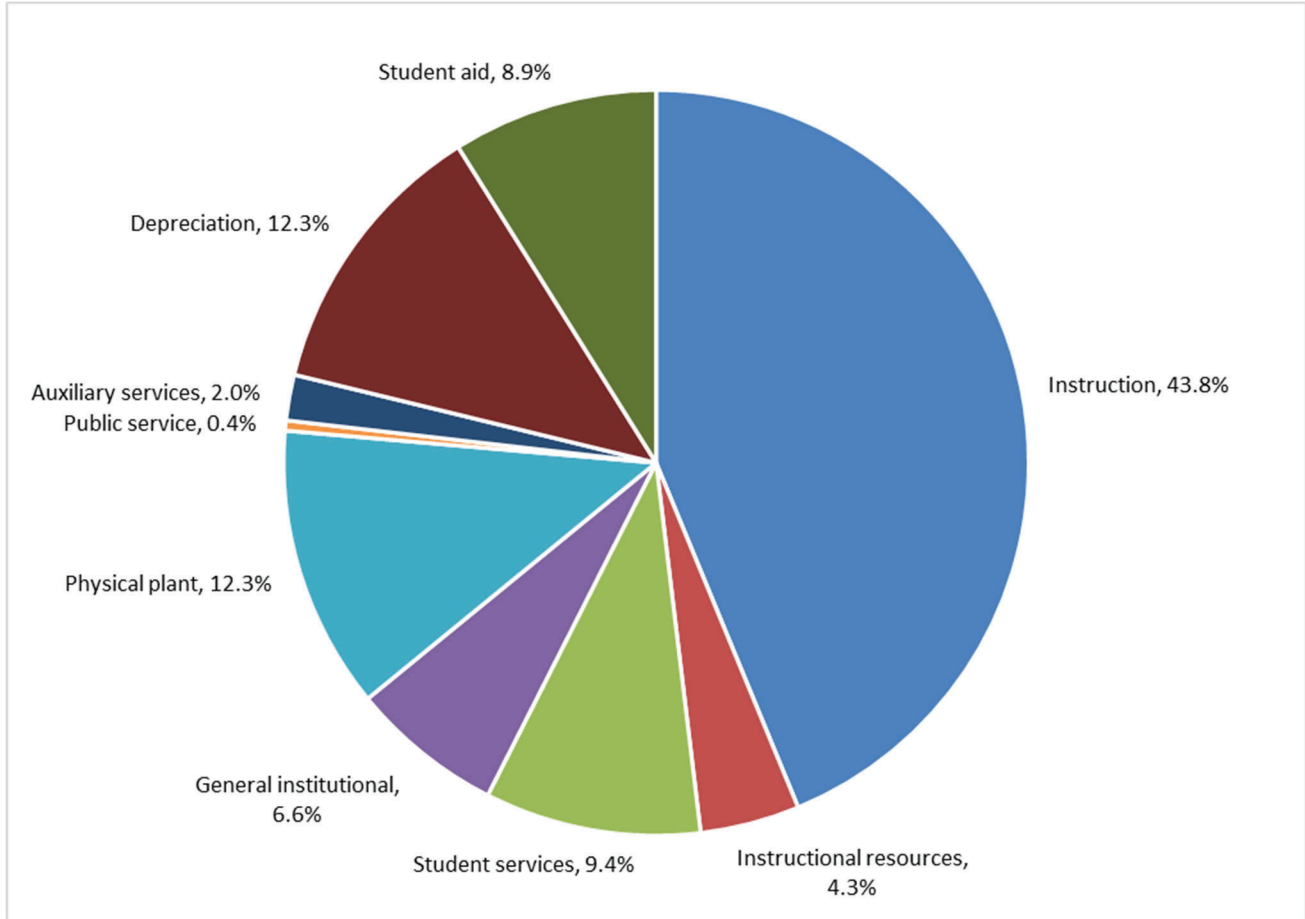


**Comparison of Operating Expenses
For the Years Ended June 30, 2022, 2021 and 2020 (dollars in thousands)**



The following is a graphical illustration of operating expenses by function for the fiscal year ended June 30, 2022.

Operating Expenses



Fiscal Year 2022 Compared to 2021

Operating revenues are the charges for services offered by the District. During 2022, the District generated \$67.5 million of operating revenue, an increase of \$1.5 million or 2.3%.

- Student fees decreased by \$730,000 or 2.2%.
- Federal grants decreased by \$183,000 or 1.1%.
- State grants increased by \$605,000 or 14.4%.
- Contract revenue increased by \$916,000 or 39.6%.
- Auxiliary revenues increased by \$2.3 million or 44.1%. Due to the pandemic, both auxiliary operations and contract revenues decreased dramatically. The District is seeing an increase as students feel more secure in returning to in-person classes and activities.
- Miscellaneous revenues decreased by \$1.4 or 35.3%.

Operating expenses are costs related to offering the programs of the District. During 2022, total operating expenses were \$237.6 million, an increase of \$32.0 million or 15.6%.

- Instructional expenses increased by \$8.7 million or 9.1%. A variety of classes were offered to accommodate the needs of the students even if they were not filled.
- Instructional resources decreased by \$2.7 million or 21.0%.

- Student services expenditures increased by \$2.7 million or 13.7%. There has been a higher than usual turnover rate in this area in the past year.
- General Institutional expenditures increased by \$1.9 million or 14.1%.
- Physical plant expenditures increased by \$9.1 million or 45.6%. There were a number of large projects completed during the year.
- Public service expenditures increased by \$698,000 or 198.0% from the prior year.
- Auxiliary enterprise services expenditures increased by \$290,000 or 6.6%.
- Depreciation increased by \$1.6 million or 5.7%. This is mainly due to the completion a number of projects and have been placed in-service during the year.
- Student aid increased by \$9.7 million or 85.0%. There were a number of student grants offered to students during fiscal year 2022 due to the pandemic.

Non-operating revenue are items not directly related to providing instruction. During 2022, the District generated \$186.8 million of non-operating revenue, an increase of \$14.9 million or 8.7%.

- Property taxes decreased by \$1.6 million or 2.0%.
- State appropriations increased by \$4.0 million or 5.4%. There was a shift from property tax to state aid.
- Investment income decreased by \$113,000 or 10.9%. Interest rates had decreased at the beginning of the fiscal year but have been slowly increasing through federal hikes. The District should see this effect during the next year.
- Gifts, grants and bequests decreased by \$1.7 million or 51.7% mainly explained by the state of the pandemic.
- The real significant increase is due to receiving the Federal Covid-19 Grants to help offset some of the unplanned expenditures of moving to a distance learning and working environment. These grants increased by \$14.4 million or 138.9% over last fiscal year.

Non-operating expenses are items not directly related to providing instruction. During 2022, total non-operating expenses for the District were \$3.2 million, a decrease of \$318,000 or 8.9%.

- The District realized some gains on the disposal of capital assets resulting in a decrease of expense by \$12,000 or 172.7% compared to last year.
- Interest expense decreased by \$306,000 or 8.6%. Interest rates are low for the cost of borrows. During fiscal year 2023, we should see an increase in the cost to borrow as the fed hikes keep increasing.

Fiscal Year 2021 Compared to 2020

Operating revenues are the charges for services offered by the District. During 2021, the District generated \$66.0 million of operating revenue, a decrease of \$4.9 million or 6.9%.

- Student fees decreased by \$356,000 or 1.1%.
- Federal grants decreased by \$624,000 or 3.5%.
- State grants decreased by \$164,000 or 3.8%.
- Contract revenue decreased by \$259,000 or 10.1%.
- Auxiliary revenues decreased by \$3.2 million or 38.4%. 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. These areas of the District is planning on reopening at a very conservative pace over FY22 and FY23.
- Miscellaneous revenues decreased by \$301,000 or 7.2%.

Operating expenses are costs related to offering the programs of the District. During 2021, total operating expenses were \$205.6 million, a decrease of \$12.2 million or 5.6%.

- Instructional expenses decreased by \$15.0 million or 13.6%. Due to offering less classes because of the decreased enrollment, the District utilized less part-time staff than in prior years.
- Instructional resources increased by \$1.4 million or 12.4%. These expenses increased to assist our instructional staff with additional training to be more effective in a hybrid or full remote setting.
- Student services expenditures decreased by \$495,000 or 2.5%.
- General Institutional expenditures increased by \$82,000 or less than 1.0%.
- Physical plant expenditures decreased by \$97,000 or less than 1.0%.
- Public service expenditures decreased by \$183,000 or 34.1% from the prior year.
- Auxiliary enterprise services expenditures decreased by \$2.9 million or 39.2%. Many of the District's enterprise services continued with closures or had greatly reduced hours to keep the faculty, staff and students as safe as possible.
- Depreciation increased by \$2.8 million or 11.2%. This is mainly due to the completion a number of projects and have been placed in-service during the year.
- Student aid increased by \$2.1 million or 22.2%. There were a number of student grants offered to students during fiscal year 2021 due to the pandemic.

Non-operating revenue are items not directly related to providing instruction. During 2021, the District generated \$171.8 million of non-operating revenue, an increase of \$10.5 million or 6.5%.

- Property taxes increased by \$2.3 million or 2.9%.
- State appropriations increased slightly by \$959,000 or 1.3%.
- Investment income decreased by \$153,000 or 12.9%. Interest rates decreased throughout 2021 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.
- Gifts, grants and bequests decreased by \$1.8 million or 35.5% mainly explained by the state of the pandemic.
- The real significant increase is due to receiving the Federal HEERF Grants to help offset some of the unplanned expenditures of moving to a distance learning and working environment. These grants increased by \$9.2 million or 773.7% over last fiscal year. The District will continue to benefit from these funds into fiscal year 2022.

Non-operating expenses are items not directly related to providing instruction. During 2021, total non-operating expenses for the District were \$3.6 million, a decrease of \$872,000 or 19.6%.

- The losses reported on the disposal of capital assets decreased by \$276,000 or 97.5% compared to last year.
- Interest expense decreased by \$595,000 or 14.3%. Interest rates are low for the cost of borrows and we expect will continue to stay low through the pandemic.

Capital Asset and Debt Administration

The District's investment in capital assets as of June 30, 2022 and 2021, net of accumulated depreciation, amounted to \$320.6 million and \$304.2 million respectively. This investment in capital assets includes land and land improvements, construction in progress, buildings and improvements, moveable equipment and right to use assets or leases. 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 \$171.2 million. The balance at the end of June 30, 2021 was \$166.6 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.

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, 2022 and 2021

	<u>2022</u>	<u>2021</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 42,669,158	\$ 49,306,392
Restricted cash and cash equivalents	-	11,221,729
Restricted investments	19,138,760	12,475,907
Accounts receivable	2,658,201	2,380,142
Property taxes receivable	19,013,187	19,709,038
Federal and state aid receivable	5,089,435	3,679,521
Student fee receivable, less allowance of \$2,455,000 for 2022 and \$3,175,000 for 2021	5,367,337	16,157,951
Inventories	479,542	550,832
Prepaid items	<u>683,701</u>	<u>707,485</u>
Total current assets	<u>95,099,321</u>	<u>116,188,997</u>
Non-current Assets		
Lease receivable	50,827,153	50,282,745
Net pension asset	49,126,068	38,870,055
Land	7,019,891	7,589,891
Construction in progress	28,243,893	20,606,558
Other capital assets	535,678,932	503,923,187
Less accumulated depreciation	<u>(250,309,837)</u>	<u>(227,918,466)</u>
Total non-current assets	<u>420,586,100</u>	<u>393,353,970</u>
TOTAL ASSETS	<u>515,685,421</u>	<u>509,542,967</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources related to pensions	91,675,409	60,304,523
Deferred outflows of resources related to OPEB	10,248,947	13,683,190
Deferred outflows of resources related to refunding	<u>3,454,324</u>	<u>3,850,673</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>105,378,680</u>	<u>77,838,386</u>
LIABILITIES		
Current Liabilities		
Accounts payable	8,388,691	9,109,537
Accrued payroll and other accrued liabilities	9,765,280	10,643,457
Accrued interest	1,493,148	1,534,261
Unearned program and material fees	2,554,280	13,213,278
Current portion of lease liability	878,635	979,169
Current portion of compensated absences	6,397,575	7,038,350
Current portion of OPEB - Health Plan	917,930	1,061,744
Current portion of long-term obligations	<u>24,730,000</u>	<u>21,580,000</u>
Total current liabilities	<u>55,125,539</u>	<u>65,159,796</u>
Long-term Liabilities		
Compensated absences	4,168,820	4,555,495
General obligation debt	155,766,364	155,230,989
Lease liability	2,485,867	2,616,241
Net OPEB liability	<u>27,705,429</u>	<u>26,835,973</u>
Total long-term liabilities	<u>190,126,480</u>	<u>189,238,698</u>
TOTAL LIABILITIES	<u>245,252,019</u>	<u>254,398,494</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources related to pensions	115,852,044	85,417,748
Deferred inflows of resources related to OPEB	3,793,268	4,186,868
Deferred inflows of resources related to leases	<u>48,534,327</u>	<u>49,141,927</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>168,179,639</u>	<u>138,746,543</u>
NET POSITION		
Net investment in capital assets	146,332,643	143,218,101
Restricted for debt service	1,515,679	860,981
Restricted for net pension asset	49,126,068	38,870,055
Restricted for student organizations	2,244,636	1,994,920
Unrestricted	<u>8,413,417</u>	<u>9,292,259</u>
TOTAL NET POSITION	<u>\$ 207,632,443</u>	<u>\$ 194,236,316</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, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues		
Student program fees, net of scholarship allowances of \$2,203,743 and \$2,529,212 for 2022 and 2021, respectively	\$ 28,445,959	\$ 29,388,965
Student material fees, net of scholarship allowances of \$83,018 and \$93,991 for 2022 and 2021, respectively	754,997	978,370
Other student fees, net of scholarship allowances of \$236,475 and \$236,402 for 2022 and 2021, respectively	3,138,876	2,702,300
Federal grants	17,108,233	17,291,500
State grants	4,801,593	4,196,577
Business and industry contract revenue	3,064,065	2,138,942
School district contract revenue	164,191	173,658
Auxiliary enterprise revenues	7,423,040	5,149,993
Cost reimbursements	85,141	69,789
Miscellaneous	2,507,478	3,873,182
Total operating revenues	<u>67,493,573</u>	<u>65,963,276</u>
Operating expenses		
Instruction	104,011,632	95,307,213
Instructional resources	10,249,649	12,970,822
Student services	22,276,456	19,593,411
General institutional	15,751,089	13,809,982
Physical plant	29,190,586	20,054,576
Public service	1,050,155	352,392
Auxiliary enterprise services	4,702,051	4,411,887
Depreciation	29,188,648	27,626,405
Student aid	21,182,694	11,453,074
Total operating expenses	<u>237,602,960</u>	<u>205,579,762</u>
Operating loss	<u>(170,109,387)</u>	<u>(139,616,486)</u>
Non-operating revenues (expenses)		
Property taxes	80,599,875	82,244,534
State appropriations	78,944,724	74,916,404
Federal COVID-19 Grants	24,689,272	10,333,481
Gifts, grants and bequests	1,593,854	3,298,659
Gain (loss) on disposal of capital assets	5,107	(7,029)
Investment income earned	926,076	1,039,573
Interest expense	(3,253,394)	(3,559,737)
Total non-operating revenues	<u>183,505,514</u>	<u>168,265,885</u>
CHANGE IN NET POSITION	13,396,127	28,649,399
Net position - beginning of the year as previously reported	<u>193,095,498</u>	<u>165,586,917</u>
Prior period adjustment	1,140,818	-
Net position - beginning of the year	<u>194,236,316</u>	<u>165,586,917</u>
Net position - end of the year	<u>\$ 207,632,443</u>	<u>\$ 194,236,316</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, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Tuition and fees received	\$ 32,193,389	\$ 32,905,904
Federal and state grants received	20,499,912	19,953,805
Business, industry and school district contract revenues received	3,228,256	2,312,600
Payments to employees including related benefits	(159,463,856)	(153,271,375)
Payments to suppliers	(58,416,696)	(31,792,513)
Auxiliary enterprise revenues received	7,423,040	4,989,740
Other receipts	<u>2,592,619</u>	<u>3,942,971</u>
Net cash used in operating activities	<u>(151,943,336)</u>	<u>(120,958,868)</u>
Cash flows from noncapital financing activities		
Local property taxes received	81,295,726	82,383,012
State appropriations received	78,944,724	74,916,404
Federal COVID-19 grants received	24,689,272	10,333,481
Gifts, grants and bequests	<u>1,593,854</u>	<u>3,298,659</u>
Net cash provided by noncapital financing activities	<u>186,523,576</u>	<u>170,931,556</u>
Cash flows from capital and related financing activities		
Purchases of capital assets	(45,392,001)	(43,463,427)
Proceeds on disposal of capital assets	32,536	15,801
Lease payments	(978,170)	(1,316,883)
Premium on issuance of capital debt	1,251,575	566,613
Premium on issuance of refunding debt	-	684,909
Proceeds from issuance of capital debt	35,000,000	35,000,000
Proceeds from issuance of refunding debt	-	7,965,000
Payments to escrow	-	(10,190,302)
Principal paid on capital debt	(30,455,000)	(29,963,617)
Interest paid on capital debt	<u>(5,009,358)</u>	<u>(5,290,351)</u>
Net cash used in capital and related financing activities	<u>(45,550,418)</u>	<u>(45,992,257)</u>
Cash flows from investing activities		
Investment income received	(225,932)	59,008
Purchase of investments	(7,511,655)	(343,404)
Proceeds on sale of investments	<u>848,802</u>	<u>4,978,747</u>
Net cash provided by investing activities	<u>(6,888,785)</u>	<u>4,694,351</u>
Net increase (decrease) in cash and cash equivalents	(17,858,963)	8,674,782
Cash and cash equivalents at beginning of year	<u>60,528,121</u>	<u>51,853,339</u>
Cash and cash equivalents at end of year	<u>\$ 42,669,158</u>	<u>\$ 60,528,121</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, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
Reconciliation of operating loss to net cash used in operating activities		
Operating loss	\$ (170,109,387)	\$ (139,616,486)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation	29,188,648	27,626,405
Changes in assets and liabilities:		
Accounts receivable	(278,059)	(381,000)
Federal and state aid receivable	(1,409,914)	(1,534,272)
Student fee receivable	10,790,614	(10,747,298)
Inventories	71,290	1,647,072
Prepaid items	23,784	(236,306)
Accounts payable	(229,369)	401,954
Accrued payroll	(878,177)	7,253,245
Unearned program and material fees	(10,658,998)	10,804,314
Accrued compensated absences	(1,027,450)	(901,219)
Pension benefits	(10,256,013)	(18,090,508)
Deferred outflows of resources related to pensions	(31,370,886)	(15,624,429)
Deferred inflows of resources related to pensions	30,434,296	23,162,013
Other postemployment benefits	725,642	(1,063,799)
Deferred outflows of resources related to OPEB	3,434,243	(3,496,763)
Deferred inflows of resources related to OPEB	<u>(393,600)</u>	<u>(161,791)</u>
Net cash used in operating activities	<u>\$ (151,943,336)</u>	<u>\$ (120,958,868)</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position		
Unrestricted cash and cash equivalents	\$ 42,669,158	\$ 49,306,392
Restricted cash and cash equivalents	<u>-</u>	<u>11,221,729</u>
	<u>\$ 42,669,158</u>	<u>\$ 60,528,121</u>
Supplemental disclosure of non-cash investing and financing activities		
Bond issuance costs paid by underwriter	\$ 594,463	\$ 566,313
Construction in progress reported in accounts payable	\$ 5,260,266	\$ 5,751,743

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF FIDUCIARY NET POSITION
As of June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
	<u>Custodial Funds</u>	<u>Custodial Funds</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 311,957	\$ 484,284
Accounts receivable	24,500	6,125
Prepaid items	-	10,149
Total current assets	336,457	500,558
TOTAL ASSETS	336,457	500,558
LIABILITIES		
Current Liabilities		
Accounts payable	23,205	7,789
Accrued payroll and other accrued liabilities	3,751	6,532
Total current liabilities	26,956	14,321
TOTAL LIABILITIES	26,956	14,321
NET POSITION		
Unrestricted	309,501	486,237
TOTAL NET POSITION	\$ 309,501	\$ 486,237

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
ADDITIONS		
Contributions		
Marketing Consortium	\$ 538,779	\$ 565,775
CTSO - Student Organizations	5,623	58,546
Total Contributions	544,402	624,321
Investment Income	11	825
Total Additions	544,413	625,146
DEDUCTIONS		
Wages/Benefits	182,098	242,271
Marketing	282,201	383,665
Travel	6,159	2,688
Transfer to new agent	236,640	-
Other	14,051	10,934
Total Deductions	721,149	639,561
CHANGE IN NET POSITION	(176,736)	(14,415)
Net position - beginning of the year	486,237	500,652
Net position - end of the year	\$ 309,501	\$ 486,237

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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 DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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. The District has custodial funds held for the state-wide Marketing Consortium Group in fiscal year 2022. In fiscal year 2021, the District held funds for the Career & Technical Student Organization (CTSO) but transferred the balance in 2022 to another District to carry-on the fiscal agent responsibilities.

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, 2022 AND 2021**

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, the Limited Term Duration (LTD) and the Extended Term Duration (ETD).

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 the necessary criteria to elect to measure all the investments in the Series at amortized cost. WISC Limited Term Duration (LTD) and Extended Term duration (ETD) series measures its investments at fair value. The WISC investment pools are exempt from the GASB 72 fair value hierarchy disclosures. At June 30, 2022 and 2021, 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, 2022 and 2021, 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 or set 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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
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 2022 and 2021 tax levies were as follows:

		<u>Fiscal Year Ending June 30, 2022</u>		<u>Fiscal Year Ending June 30, 2021</u>
Mill rate for operations		0.44988		0.49545
Operational levy	\$	44,946,414	\$	47,153,318
Mill rate for debt service		0.35688		0.36865
Debt Service levy	\$	35,655,010	\$	35,085,418
Total mill rate		0.80676		0.86410
Total tax levy	\$	80,601,424	\$	82,238,736

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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 (revenue), 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, 2022 AND 2021**

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 may be 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 faculty and staff.

Faculty and staff 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 (Dean, GHC or WPS) to be paid for until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier. Starting 1/1/2021, for any new retirees, the District will pay \$12,000 annually (with an increase to \$15,000 annually starting 1/1/22) to an HRA for the retiree until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier. The employee will be able to use that money for any healthcare plan of their choosing.

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 (revenue), 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 member 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 several 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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.

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 principle 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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.

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 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 can only be used for student organizations and clubs that are not fiduciary activities but now have a net position.

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 2022:

GASB Statement No. 87, *Leases*. In June 2017, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 87, *Leases*. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that lease are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The entity adopted the requirements of the guidance effective July 1, 2021 and has applied the provisions of this standard to the beginning of the earliest comparative period presented.

The District has shown the effect on fiscal year 2022 and 2021 in the corresponding Note 3: Capital Assets, Note 4: Long-Term Liabilities, Note 8: Leases, and Note 13. Restatement of Net Position.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

GASB Statement No. 91, *Conduit Debt Obligations*. The 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 has evaluated this statement and has determined it has no impact on the financial statements for fiscal years ending 2022 or 2021.

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 has evaluated this statement and has determined it has no impact on the financial statements for fiscal years ending 2022 or 2021.

The District has also implemented the Implementation Guide No. 2019-1, *Implementation Guidance Update -2019* and Implementation Guide No. 2019-3, *Leases*.

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, US treasury notes, municipal bonds 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>2022</u>	<u>2021</u>
Cash and cash equivalents		
Petty cash funds	\$ 17,449	\$ 16,060
Cash in bank	2,834,883	10,907,932
Wisconsin Local Government Investment Pool (LGIP)	433,182	277,264
Wisconsin Investment Series Cooperative -		
Cash Management Series	<u>39,695,601</u>	<u>49,811,149</u>
Cash and cash equivalents sub-total	42,981,115	61,012,405
Investments		
Limited Term Duration Investment	12,031,189	12,152,716
Extended Term Duration Investment	2,789,400	-
US Treasury Notes	3,499,772	-
Certificates of Deposit	497,028	-
Municipal Bonds	<u>321,371</u>	<u>323,191</u>
Investment sub-total	<u>19,138,760</u>	<u>12,475,907</u>
Total cash, cash equivalents and investments	<u>\$ 62,119,875</u>	<u>\$ 73,488,312</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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

	<u>2022</u>	<u>2021</u>
Current assets		
Unrestricted cash and cash equivalents	\$ 42,669,158	\$ 49,306,392
Restricted cash and cash equivalents	-	11,221,729
Restricted investments	19,138,760	12,475,907
Fiduciary Funds	311,957	484,284
Total cash, cash equivalents and investments	\$ 62,119,875	\$ 73,488,312

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, 2022 and 2021, the District had cash bank balances of \$2.8 and \$10.9 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.

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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/Extended Term Durations	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.

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, 2022 and 2021, 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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.

As of June 30, 2022, the District has the following recurring fair value measurements:

US Treasury Notes of \$3,499,772 are valued under Level 2 inputs.
Municipal bonds of \$321,371 are valued using a matrix pricing model under Level 2 inputs.

As of June 30, 2021, the District has the following recurring fair value measurements:

Municipal bonds of \$323,191 are valued using a matrix pricing model under Level 2 inputs.

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

	<u>2022</u>	<u>2021</u>
Restricted for:		
Debt service	\$ 3,008,827	\$ 2,395,242
Capital projects	16,129,933	21,302,394
Total restricted	19,138,760	23,697,636
Unrestricted	42,669,158	49,306,392
Fiduciary funds	311,957	484,284
Total cash and cash equivalents and investments	\$ 62,119,875	\$ 73,488,312

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, 2022 AND 2021**

NOTE 3 - CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2022:

	2022			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated				
Land	\$ 7,589,891	\$ -	\$ 570,000	\$ 7,019,891
Construction in progress	20,606,558	19,259,277	11,621,942	28,243,893
Total capital assets, not being depreciated	<u>28,196,449</u>	<u>19,259,277</u>	<u>12,191,942</u>	<u>35,263,784</u>
Capital assets, being depreciated				
Land improvements	16,187,728	5,490	1,807,087	14,386,131
Building and improvements	311,804,464	10,490,609	530,616	321,764,457
Equipment	171,047,313	27,337,090	4,241,930	194,142,473
Right to Use Assets	4,883,682	747,263	245,074	5,385,871
Total capital assets, being depreciated	<u>503,923,187</u>	<u>38,580,452</u>	<u>6,824,707</u>	<u>535,678,932</u>
Less accumulated depreciation for				
Land improvements	5,978,147	608,938	1,803,744	4,783,341
Building and improvements	102,501,318	8,313,899	530,606	110,284,611
Equipment	118,122,118	19,131,162	4,217,853	133,035,427
Right to Use Assets	1,316,883	1,134,649	245,074	2,206,458
Total accumulated depreciation	<u>227,918,466</u>	<u>29,188,648</u>	<u>6,797,277</u>	<u>250,309,837</u>
Total capital assets, being depreciated, net	<u>276,004,721</u>	<u>9,391,804</u>	<u>27,430</u>	<u>285,369,095</u>
Net capital assets	304,201,170	<u>\$ 28,651,081</u>	<u>\$ 12,219,372</u>	320,632,879
Less general obligation debt	(166,645,000)			(171,190,000)
Less lease liability	(3,595,410)			(3,364,502)
Less Premiums on notes & bonds payable	(10,165,989)			(9,306,364)
Plus loss on refunding bonds	3,850,673			3,454,324
Plus unexpended debt proceeds included in general obligation debt	<u>15,572,657</u>			<u>6,106,306</u>
Total invested in capital assets, net of related debt	<u>\$143,218,101</u>			<u>\$146,332,643</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 3 - CAPITAL ASSETS (continued)

Capital asset activity was as follows for the year ended June 30, 2021:

	2021			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated				
Land	\$ 7,589,891	\$ -	\$ -	\$ 7,589,891
Construction in progress	7,681,114	17,897,139	4,971,695	20,606,558
Total capital assets, not being depreciated	<u>15,271,005</u>	<u>17,897,139</u>	<u>4,971,695</u>	<u>28,196,449</u>
Capital assets, being depreciated				
Land improvements	13,652,256	2,535,472	-	16,187,728
Building and improvements	306,879,632	4,924,832	-	311,804,464
Equipment	150,532,921	23,792,886	3,278,494	171,047,313
Right to Use Asset	4,883,682	-	-	4,883,682
Total capital assets, being depreciated	<u>475,948,491</u>	<u>31,253,190</u>	<u>3,278,494</u>	<u>503,923,187</u>
Less accumulated depreciation for				
Land improvements	5,453,086	525,061	-	5,978,147
Building and improvements	94,441,353	8,059,965	-	102,501,318
Equipment	103,653,286	17,724,496	3,255,664	118,122,118
Right to Use Asset	-	1,316,883	-	1,316,883
Total accumulated depreciation	<u>203,547,725</u>	<u>27,626,405</u>	<u>3,255,664</u>	<u>227,918,466</u>
Total capital assets, being depreciated, net	<u>272,400,766</u>	<u>3,626,785</u>	<u>22,830</u>	<u>276,004,721</u>
Net capital assets	287,671,771	<u>\$ 21,523,924</u>	<u>\$ 4,994,525</u>	304,201,170
Less general obligation debt	(162,890,000)			(166,645,000)
Less capital lease	(4,915,909)			(3,595,410)
Less premiums on notes & bonds payable	(11,385,396)			(10,165,989)
Plus loss on refunding bonds	3,803,147			3,850,673
Plus unexpended debt proceeds included in general obligation debt	<u>17,847,956</u>			<u>15,572,657</u>
Total invested in capital assets, net of related debt	<u>\$ 130,131,569</u>			<u>\$ 143,218,101</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES

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

The changes in long-term liabilities are as follows:

	<u>June 30, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2022</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 166,645,000	\$ 35,000,000	\$ 30,455,000	\$ 171,190,000	\$ 24,730,000
Lease Liability	3,595,410	747,262	978,170	3,364,502	878,635
Compensated absences	11,593,845	6,010,900	7,038,350	10,566,395	6,397,575
Other postemployment benefits	27,897,717	725,642	-	28,623,359	917,930
Premium on notes and bonds payable	<u>10,165,989</u>	<u>1,251,575</u>	<u>2,111,200</u>	<u>9,306,364</u>	<u>-</u>
	<u>\$ 219,897,961</u>	<u>\$ 43,735,379</u>	<u>\$ 40,582,720</u>	<u>\$ 223,050,620</u>	<u>\$ 32,924,140</u>

	<u>June 30, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2021</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 162,890,000	\$ 42,965,000	\$ 39,210,000	\$ 166,645,000	\$ 21,580,000
Lease Liability	4,915,909	-	1,320,499	3,595,410	978,170
Compensated absences	12,495,064	5,895,530	6,796,749	11,593,845	7,038,350
Other postemployment benefits	28,961,516	-	1,063,799	27,897,717	1,061,744
Premium on notes and bonds payable	<u>11,385,396</u>	<u>1,251,522</u>	<u>2,470,929</u>	<u>10,165,989</u>	<u>-</u>
	<u>\$ 220,647,885</u>	<u>\$ 50,112,052</u>	<u>\$ 50,861,976</u>	<u>\$ 219,897,961</u>	<u>\$ 30,658,264</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, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

The debt obligations of the District at June 30, 2022 and 2021 are as follows:

Series 2012-13B Note	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
<p>\$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.</p>	Janney Capital Markets	-	500,000
<p>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. Portion of this bond was refinanced with Series 2020 Bonds on October 6, 2020. Remaining debt on this bond matures March 1, 2023.</p>	Piper Jaffray	730,000	1,435,000
<p>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.</p>	BMO Capital Markets	320,000	630,000
<p>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.</p>	Piper Jaffray	390,000	770,000
<p>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.</p>	Hutchinson, Shockey, Erley, & Co.	\$ 540,000	\$ 800,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2014-15A Note	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
<p>\$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.</p>	<p>Janney Montgomery Scott LLC</p>	<p>1,425,000</p>	<p>2,105,000</p>
<p>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.</p>	<p>Janney Montgomery Scott LLC</p>	<p>2,355,000</p>	<p>3,495,000</p>
<p>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.</p>	<p>Piper Jaffray</p>	<p>7,095,000</p>	<p>7,620,000</p>
<p>Series 2015-16E Note \$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.</p>	<p>Fidelity Capital Markets</p>	<p>2,090,000</p>	<p>3,100,000</p>
<p>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.</p>	<p>Piper Jaffray</p>	<p>3,100,000</p>	<p>4,100,000</p>
<p>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.</p>	<p>Fidelity Capital Markets</p>	<p>-</p>	<p>1,090,000</p>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

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.

<u>Buyer</u>	<u>2022</u>	<u>2021</u>
Piper Jaffray	-	1,100,000

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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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.	2,800,000	4,850,000
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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	48,085,000	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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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
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.	J.P. Morgan Securities LLC	2,500,000	4,575,000
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.	UBS Financial Services Inc.	5,600,000	5,600,000
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.	Robert W. Baird & Co.	5,600,000	5,600,000
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.	Robert W. Baird & Co.	-	1,000,000
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.	Hutchinson, Shockey, Erley, & Co.	1,125,000	2,125,000
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.	FHN Financial Capital Markets	4,250,000	4,250,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2019-20E Note	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
<p>\$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.</p>	<p>UMB Bank</p>	<p>4,500,000</p>	<p>4,500,000</p>
<p>Series 2019-20F Note</p> <p>\$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.</p>	<p>Robert W. Baird & Co.</p>	<p>4,525,000</p>	<p>4,525,000</p>
<p>Series 2020-21A Note</p> <p>\$3,500,000 general obligation promissory note payable issued September 8, 2020 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.</p>	<p>Huntington Securities, Inc.</p>	<p>-</p>	<p>700,000</p>
<p>Series 2020-21B Note</p> <p>\$3,500,000 general obligation promissory note payable issued October 6, 2020 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, 2022. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.</p>	<p>BNY Mellon Capital Markets LLC</p>	<p>-</p>	<p>1,000,000</p>
<p>Series 2020 Bonds</p> <p>\$7,965,000 general obligation refunding bonds payable issued October 6, 2020 with interest at 1.30% 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, 2033. Proceeds used to refund portion of previously issued Series 2012-13A Bonds.</p>	<p>BOK Financial Securities, Inc.</p>	<p>7,965,000</p>	<p>7,965,000</p>
<p>Series 2020-21C Note</p> <p>\$3,500,000 general obligation promissory note payable issued November 10, 2020 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, 2022. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.</p>	<p>Huntington Securities, Inc.</p>	<p>-</p>	<p>1,000,000</p>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2020-21D Note	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
<p>\$3,500,000 general obligation promissory note payable issued December 15, 2020 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.</p>	Robert W. Baird & Co.	2,350,000	2,350,000
<p>Series 2020-21E Note</p> <p>\$3,500,000 general obligation promissory note payable issued January 12, 2021 with interest at 1.00% 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, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	3,500,000	3,500,000
<p>Series 2020-21F Note</p> <p>\$3,500,000 general obligation promissory note payable issued February 9, 2021 with interest at .25% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Huntington Securities, Inc.	3,500,000	3,500,000
<p>Series 2020-21G Note</p> <p>\$3,500,000 general obligation promissory note payable issued March 16, 2021 with interest at 1.00% 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.</p>	Robert W. Baird & Co.	3,500,000	3,500,000
<p>Series 2020-21H Note</p> <p>\$3,500,000 general obligation promissory note payable issued April 13, 2021 with interest at 1.00% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to construct a building addition and acquire moveable equipment.</p>	Piper Sandler & Co	3,500,000	3,500,000
<p>Series 2020-21I Note</p> <p>\$3,500,000 general obligation promissory note payable issued May 11, 2021 with interest at 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	FHN Financial Capital Markets	3,500,000	3,500,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
<p>Series 2020-21J Note \$3,500,000 general obligation promissory note payable issued June 15, 2021 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, 2030. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	3,500,000	3,500,000
<p>Series 2021-22A Note \$3,500,000 general obligation promissory note payable issued August 10, 2021 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, 2023. Proceeds used to construct a building addition and acquire moveable equipment.</p>	BNY Mellon Capital Markets LLC	1,000,000	-
<p>Series 2021-22B Note \$3,500,000 general obligation promissory note payable issued September 21, 2021 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, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Huntington Securities, Inc.	1,000,000	-
<p>Series 2021-22C Note \$3,500,000 general obligation promissory note payable issued October 12, 2021 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, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Piper Sandler & Co	1,000,000	-
<p>Series 2021-22D Note \$3,500,000 general obligation promissory note payable issued November 9, 2021 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, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	BNY Mellon Capital Markets LLC	2,125,000	-
<p>Series 2021-22E Note \$3,500,000 general obligation promissory note payable issued December 14, 2021 with interest at 1.50% 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, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Huntington Securities, Inc.	3,500,000	-

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

	<u>Buyer</u>	<u>2022</u>	<u>2021</u>
Series 2021-22F Note \$3,500,000 general obligation promissory note payable issued January 11, 2022 with interest at 1.45% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	Huntington Securities, Inc.	3,500,000	-
Series 2021-22G Note \$3,500,000 general obligation promissory note payable issued February 8, 2022 with interest at 1.50% 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, 2028. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.	J.P. Morgan Securities LLC	3,500,000	-
Series 2021-22H Note \$3,500,000 general obligation promissory note payable issued March 15, 2022 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, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.	Piper Sandler & Co	3,500,000	-
Series 2021-22I Note \$3,500,000 general obligation promissory note payable issued May 10, 2022 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, 2030. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	The Baker Group LP	3,500,000	-
Series 2021-22J Note \$3,500,000 general obligation promissory note payable issued June 14, 2022 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, 2031. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	Robert W. Baird & Co.	<u>3,500,000</u>	<u>-</u>
Total General Obligation Debt		<u>\$ 171,190,000</u>	<u>\$ 166,645,000</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

	Notes/Bonds		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Years Ending June 30			
2023	\$ 24,730,000	\$ 4,626,526	\$ 29,356,526
2024	24,295,000	3,878,981	28,173,981
2025	21,345,000	3,269,106	24,614,106
2026	20,790,000	2,727,106	23,517,106
2027	19,015,000	2,158,806	21,173,806
2028-2032 (5 year total)	59,385,000	4,076,820	63,461,820
Thereafter	<u>1,630,000</u>	<u>44,253</u>	<u>1,674,253</u>
	<u>\$ 171,190,000</u>	<u>\$ 20,781,599</u>	<u>\$ 191,971,599</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	
	<u>2022</u>	<u>2021</u>
5% Limit	\$ 5,248,892,810	\$ 5,025,329,256
Aggregate Indebtedness	\$ 171,190,000	\$ 166,645,000
Debt Service Funds Available	\$ 1,515,679	\$ 860,981
Total Legal Debt Margin	\$ 5,079,218,489	\$ 4,859,545,237

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	
	<u>2022</u>	<u>2021</u>
2% Limit	\$ 2,099,557,124	\$ 2,010,131,703
Aggregate Indebtedness	\$ 171,190,000	\$ 166,645,000
Debt Service Funds Available	\$ 1,515,679	\$ 860,981
Total Legal Debt Margin	\$ 1,929,882,803	\$ 1,844,347,683

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 4 - LONG TERM LIABILITIES (continued)

Advanced Refunding

On October 6, 2020, General Obligation Bonds, totaling \$7,965,000 were issued with interest rates between 1.30% and 2.00% (the “Bonds”). Proceeds from the Bonds were used to partially refund the GO Bonds Series 2012-13A. This refunding resulted in an economic gain and a cash flow decrease. The economic gain realized using a 1.30% effective interest rate (the difference between the present values of the debt service payments on the old debt and the new debt) in this refunding was \$1,198,652. The decrease in cash flow from the refunding is as follows:

Cash flow requirements to service old debt	\$	14,356,100
Less cash flows requirements for new debt		<u>(10,875,890)</u>
Decrease in Cash flows from refunding		<u>3,480,210</u>
Less Cash contribution		<u>(2,000,000)</u>
Total decrease in cash flows from refunding	\$	<u><u>1,480,210</u></u>

The remaining outstanding balance of the 2012-13A as of June 30, 2021 was \$1,435,000.

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 Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

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

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

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

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

The WRS also provides death and disability benefits for employees.

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

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

During the reporting period, the WRS recognized \$6,934,196 in contributions from the employer. All District employees covered by the WRS fall under the General category.

Contribution rates as of June 30, 2022 are:

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

Contribution rates as of June 30, 2021 are:

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

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

At June 30, 2022, the District reported a liability (asset) of (\$49,126,068) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2020 rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District’s proportion of the net pension liability (asset) was based on the District’s share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2021, the District’s proportion was .6095%, which was a decrease of .0131% from its proportion measured as of December 31, 2020.

For the years ended June 30, 2022 and 2021, the District recognized pension expense/(revenue) of (\$4,303,616) and (\$4,195,456), respectively.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$79,360,680	\$5,722,762
Net differences between projected and actual earnings on pension plan investments	0	109,899,101
Changes in assumptions	9,165,244	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	66,724	230,181
Employer contributions subsequent to the measurement date	3,082,761	0
Total	\$91,675,409	\$115,852,044

The \$3,082,761 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 (an addition) to the net pension liability (asset) in the year ended June 30, 2023.

At June 30, 2021, 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	\$56,256,904	\$12,117,635
Net differences between projected and actual earnings on pension plan investments	0	72,975,361
Changes in assumptions	881,648	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	27,079	324,752
Employer contributions subsequent to the measurement date	3,138,892	0
Total	\$60,304,523	\$85,417,748

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

The \$3,138,892 reported as deferred outflows related to pension resulting from the WRS Employer’s contributions subsequent to the measurement date was recognized as a reduction (an addition) to the net pension liability (asset) in the year ended June 30, 2022.

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
2022	\$(2,366,081)
2023	(13,386,003)
2024	(5,898,076)
2025	(5,609,236)
Thereafter	0

Actuarial assumptions. For the year ended June 30, 2022, the total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2020
Measurement Date of Net Pension Liability (Asset)	December 31, 2021
Experience Study	January 1, 2018-December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*	1.7%

* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the Total Pension Liability (Asset) changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, price inflation, mortality and separation rates. The Total Pension Liability for December 31, 2021 is based upon a roll-forward of the liability calculated from the December 31, 2020 actuarial valuation.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2021, the total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2019
Measurement Date of Net Pension Liability (Asset)	December 31, 2020
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, 2020 is based upon a roll-forward of the liability calculated from the December 31, 2018 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:

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2022:

Asset Allocation Targets and Expected Returns*			
As of December 31, 2021			
<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	52	6.8	4.2
Fixed Income	25	4.3	1.8
Inflation Sensitive	19	2.7	0.2
Real Estate	7	5.6	3.0
Private Equity/Debt	12	9.7	7.0
Total Core Fund***	115	6.6	4.0
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.3	3.7
International Equities	30	7.2	4.6
Total Variable Fund	100	6.8	4.2

*Asset Allocation are managed within established ranges; target percentages may differ from actual monthly allocations
 **New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%
 ***The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2021:

Asset Allocation Targets and Expected Returns As of December 31, 2020			
<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	51	7.2	4.7
Fixed Income	25	3.2	0.8
Inflation Sensitive Assets	16	2.0	(0.04)
Real Estate	8	5.6	3.1
Private Equity/Debt	11	10.2	7.6
Multi-Asset	4	5.8	3.3
Total Core Fund	115	6.6	4.1
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.6	4.1
International Equities	30	7.4	4.9
Total Variable Fund	100	7.1	4.6
New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.4%			
Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations			

Single Discount rate - A single discount rate of 6.8% was used to measure the Total Pension Liability, as opposed to a discount rate of 7.0% for the prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 1.84% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2021. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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 6.80 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 or a 1-percentage-point higher than the current rate:

For the year ended June 30, 2022:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase To Discount Rate (7.80%)
District’s proportionate share of the net pension liability (asset)	\$34,858,428	(\$49,126,068)	(\$109,579,280)

For the year ended June 30, 2021:

	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)	\$36,998,905	(\$38,870,055)	(\$94,595,240)

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 an other 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 (“normal”) are eligible to remain in the District’s health insurance plan by paying 100% of the premium.

Participants retiring at age 57 with at least 20 years of service, or at age 60 with at least 15 years of service, are no longer allowed to remain on the College’s health insurance plan effective with retirements on or after July 1, 2021. Such retirees will receive a Health Reimbursement Account (HRA) contribution of \$15,000 annually to age 65. Normal (“55 and 5”) retirees can remain on the District’s policy through June 30, 2022.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance) (continued)

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.

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

	<u>2022</u>	<u>2021</u>
Inactive employees or beneficiaries currently receiving benefit payments	105	97
Inactive employees entitled to but not yet receiving benefit payments	0	0
Active employees	1063	969
Total	1168	1066

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB. For the year ended June 30, 2022 the valuation date is June 30, 2021. For the year ended June 30, 2021 the valuation date is June 30, 2020. The measurement date is June 30, 2021, and June 30, 2020, 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, 2022 and 2021 of \$3,021,181 and \$3,821,970, 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, 2022 and 2021, the District recognized OPEB expense/(benefit) of \$696,993 and (\$7,577,529), respectively for Health Insurance.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 925,629	\$ -
Changes of assumptions	0	678,757
Contributions made subsequent to measurement date	917,930	0
Total	1,843,559	678,757

The \$917,930 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, 2023.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance) (continued)

Deferred Outflows / Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,187,158	\$ -
Changes of assumptions	290,717	877,035
Contributions made subsequent to measurement date	1,061,744	0
Total	3,539,619	877,035

The \$1,061,744 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, 2022.

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
2023	\$ 144,404
2024	69,451
2025	33,017

Actuarial assumptions and other inputs. The actuarial assumptions that determined the total OPEB liability as of June 30, 2022 and June 30, 2021 were based on the results of actuarial experience studies dated 2018-2021 and 2015-2017, respectively, for the Wisconsin Retirement System (WRS).

Actuarial Assumptions

Fiscal Year	June 30, 2022	June 30, 2021
Valuation date	June 30, 2021	June 30, 2020
Measurement date	June 30, 2021	June 30, 2020
Discount rate	2.16%	2.21%
20 Year Tax-Exempt Municipal Bond Yield	2.16%	2.21%
Healthcare cost trend	5.40%	7.90%
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, 2022 AND 2021**

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 2020 Wisconsin Retirement System (WRS) Experience Table for Active Employees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

Post-retirement: This assumption applies to death of participants after retirement. Rates are based on the 2020 WRS Experience Table for Healthy Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

Post-Disability: This assumption applies to death after disablement. Rates are based on the 2020 WRS Experience Table for Disabled Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

Changes in Total OPEB Health Liability	Increase (Decrease)	
	Total OPEB	
	Liability	
	FY 2022	FY 2021
Beginning of Year Balances	\$ 3,821,970	\$ 9,802,424
Changes for the year:		
Service cost	65,402	420,713
Interest on total OPEB liability	72,783	336,654
Effect of plan changes	0	(9,067,397)
Effect of economic/demographic gains or losses	466,342	2,870,638
Effect of assumptions changes or inputs	(210,714)	678,339
Benefit payments	(1,194,602)	(1,219,401)
End of Year Balances	\$ 3,021,181	\$ 3,821,970

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.

	2021-2022		
	1% Decrease	Discount Rate	1% Increase
	1.16%	2.16%	3.16%
Total OPEB Liability	\$ 3,074,610	\$ 3,021,181	\$ 2,969,466
	2020-2021		
	1% Decrease	Discount Rate	1% Increase
	1.21%	2.21%	3.21%
Total OPEB Liability	\$ 3,896,868	\$ 3,821,970	\$ 3,749,372

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance) (continued)

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.

	2021-2022		
	1% Decrease	Trend Rate	1% Increase
	4.40%	5.40%	6.40%
Total OPEB Liability	\$ 2,981,918	\$ 3,021,181	\$ 3,060,855

	2020-2021		
	1% Decrease	Trend Rate	1% Increase
	6.90%	7.90%	8.90%
Total OPEB Liability	\$ 3,763,082	\$ 3,821,970	\$ 3,881,993

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance)

Plan description. The Local Retiree Life Insurance Fund (LRLIF) is a cost-sharing 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 members. Contributions to the plan are not based on a measure of pay.

OPEB Plan fiduciary Net Position. ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

Benefits provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired members 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

Contribution rates as of June 30, 2022 and 2021 are:

Coverage Type	Employer Contribution
50% Post Retirement Coverage	40% of member contribution
25% Post Retirement Coverage	20% of member 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, 2021 are listed below:

Life Insurance Employee Contribution Rates* For the year ended December 31, 2021		
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 \$88,660 in contributions from the employer.

OPEB Liabilities, OPEB Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEBs. At June 30, 2022, the District reported a liability (asset) of \$25,602,179 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2021 rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net 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, 2021, the District's proportion was 4.332%, which was a decrease of .0451% from its proportion measured as of December 31, 2020.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

For the year ended June 30, 2022, the District recognized OPEB expense (benefit) of \$3,145,328 related to life insurance and an OPEB expense (benefit) of \$3,842,322 for all OPEB plans.

At June 30, 2021, the District reported a liability (asset) of \$24,075,747 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2020 rolled forward to December 31, 2020. 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, 2020, the District's proportion was 4.3768%, which was a decrease of .1225% from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the District recognized OPEB expense of \$2,940,420 related to life insurance and an OPEB expense (benefit) of (\$4,637,109) for all OPEB plans.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$0	\$1,302,373
Net differences between projected and actual earnings on OPEB plan investments	333,103	0
Changes in Assumptions	7,735,301	1,240,950
Changes in proportion and differences between employer contributions and proportionate share of contributions	218,303	571,188
Employer contributions subsequent to the measurement date	118,681	0
Total	\$8,405,388	\$3,114,511

\$118,681 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 (an addition) to the net OPEB liability (asset) in the year ended June 30, 2023.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

At June 30, 2021, 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	\$1,148,808
Net differences between projected and actual earnings on OPEB plan investments	350,524	0
Changes in Assumptions	9,365,804	1,651,922
Changes in proportion and differences between employer contributions and proportionate share of contributions	295,939	509,103
Employer contributions subsequent to the measurement date	131,304	0
Total	\$10,143,571	\$3,309,833

\$131,304 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date was recognized as a reduction of the net OPEB liability (asset) in the year ended June 30, 2022.

As of June 30, 2022, 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
2023	\$1,217,853
2024	1,179,210
2025	1,042,636
2026	1,266,032
2027	493,659
2028	(27,194)

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

Actuarial Assumptions. The total LRIF OPEB liabilities in the January 1, 2021 and 2020 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year	June 30,2022	June 30,2021
Actuarial Valuation date	January 1, 2021	January 1, 2020
Measurement date of Net OPEB Liability	December 31, 2021	December 31, 2020
Experience Study	Jan 1, 2018-Dec 31, 2020 Published Nov 19, 2021	
Actuarial cost method	Entry Age Normal	Entry Age Normal
20 year tax-exempt municipal bond yield	2.06%	2.12%
Long-term expected rate of return	4.25%	4.25%
Discount rate	2.17%	2.25%
Salary increases:		
Inflation	3.00%	3.00%
Seniority/Merit	0.1% - 5.6%	0.1% - 5.6%
Mortality	2020 WRS Experience Mortality Table	Wisconsin 2018 Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the Total LRIF OPEB Liability changed from the prior year, including the price inflation, mortality and separation rates. The Total LRIF OPEB liability for December 31, 2021 is based upon a roll-forward of the liability calculated from the January 1, 2021 actuarial valuation.

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, 2020 is based upon a roll-forward of the liability calculated from the January 1, 2020.

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2021			
<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Intermediate Credit Bonds	Bloomberg US Intern Credit	45.00%	1.68%
US Long Credit Bonds	Bloomberg US Long Credit	5.00%	1.82%
US Mortgages	Bloomberg US MBS	50.00%	1.94%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

The long-term expected rate of return and expected inflation rate remained unchanged from the prior year at 4.25%. 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. The expected inflation rate increased from 2.20% as of December 31, 2020 to 2.30% as of December 31, 2021.

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2020			
<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	50%	1.47%
US Mortgages	Barclays MBS	50%	0.82%
Inflation			2.20%
Long-Term Expected Rate of Return			4.25%

Single Discount Rate. A single discount rate of 2.17% was used to measure the Total LRIF OPEB Liability for the current year, as opposed to a discount rate of 2.25% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 2.12% as of December 31, 2020 to 2.06% as of December 31, 2021. 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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

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 2.17 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 (1.17 percent) or 1-percentage-point higher (3.17 percent) than the current rate:

	2021-22		
	1% Decrease to Discount Rate 1.25%	Current Discount Rate 2.25%	1% Increase to Discount Rate 3.25%
District's proportionate share of the Net OPEB Liability (Asset)	\$34,732,927	\$25,602,179	\$18,731,668

	2020-21		
	1% Decrease to Discount Rate 1.25%	Current Discount Rate 2.25%	1% Increase to Discount Rate 3.25%
District's proportionate share of the Net OPEB Liability (Asset)	\$32,749,899	\$24,075,747	\$17,515,735

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 8 – LEASES

Lease Liability: Right-to-Use Asset Agreements

The District leases equipment, land as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2033 and provide for renewal options ranging from three months to six years. The District has certain facility leases that provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases.

Total future minimum lease payments under lease agreements are as follows:

		Fiscal Year 2022		
Lease Liability		\$ 3,364,502		
		Principle	Interest	Total
2023	\$	878,635	\$ 25,581	\$ 904,216
2024		492,708	22,359	515,066
2025		241,481	20,345	261,826
2026		176,194	18,568	194,761
2027		150,656	16,933	167,589
2028-2032		675,475	61,383	736,858
2033-2037		749,354	5,586	754,940
Total minimum lease payments		\$ 3,364,502	\$ 170,754	\$ 3,535,257

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class:

	<u>2022</u>	<u>2021</u>
Land	\$ 2,285,375	\$ 1,814,817
Buildings/Space	1,366,405	1,680,152
Equipment	1,734,091	1,388,713
Less: Accumulated Amortization	(2,206,458)	(1,316,883)
	\$ 3,179,413	\$ 3,566,799

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 8 – LEASES (continued)

Leases on District-Owned/Leased Space:

The District, acting as lessor, leases building and office space under long-term, non-cancelable lease agreements. The leases expire at various dates through 2025 and provide for renewal options ranging from three months to six years.

The District has one significant land ground lease that was signed in April of 2018 and has a term of 98 years. This lease is under a long-term, non-cancelable lease agreement. The lease expires in 2117.

During the year ended June 30, 2022, the District recognized \$607,600 and \$992,773 in lease revenue and interest revenue, respectively, compared to \$649,439 and \$980,565 in lease revenue and interest revenue, respectively, during the year ended June 30, 2021.

Certain leases provide for increases in future minimum annual rental payments based on defined increases within the lease schedule.

The total future minimum lease payments to be received under lease agreements are as follows:

	Lease		
	Revenue	Interest	Total
2023	584,979	1,005,337	1,590,316
2024	564,816	1,015,176	1,579,992
2025	544,859	1,025,301	1,570,160
2026	526,895	1,035,665	1,562,560
2027-2031	2,544,658	5,297,943	7,842,601
2032-2036	2,544,658	5,440,078	7,984,736
2037-2041	2,544,658	5,569,603	8,114,261
2042-2046	2,544,658	5,690,349	8,235,007
2047-2051	2,544,658	5,800,269	8,344,927
2052-2056	2,544,658	5,897,044	8,441,702
2057-2061	2,544,658	5,978,055	8,522,713
2062-2066	2,544,658	6,040,344	8,585,002
2067-2071	2,544,658	6,079,515	8,624,173
2072-2076	2,544,658	6,079,896	8,624,554
2077-2081	2,544,658	6,002,022	8,546,680
2082-2086	2,544,658	5,822,746	8,367,404
2087-2091	2,544,658	5,519,264	8,063,922
2092-2096	2,544,658	5,064,788	7,609,447
2097-2101	2,544,658	4,427,925	6,972,583
2102-2106	2,544,658	3,571,952	6,116,610
2107-2111	2,544,658	2,453,996	4,998,655
2112-2116	2,544,658	1,024,086	3,568,745
2117-2121	508,930	-	508,930
Total	\$ 48,534,327	\$ 95,841,354	\$ 144,375,680

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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 retention layer 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, 2022 and 2021, the District paid DMI insurance premiums of \$978,758 and \$888,532 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 9 - RISK MANAGEMENT (continued)

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.

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 (continued)

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 10 – SELF-INSURANCE (continued)

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>
2022	\$ 77,700	\$ 1,584,097	\$ 1,580,797	\$ 81,000
2021	\$ 68,300	\$ 1,633,629	\$ 1,624,229	\$ 77,700

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, 2022 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

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>2022</u>	<u>2021</u>
Salaries and wages	\$ 106,163,173	\$ 101,996,973
Fringe benefits	26,552,299	18,243,250
Travel, memberships and subscriptions	2,779,549	1,457,588
Supplies	18,939,372	14,468,213
Postage	254,940	210,443
Contract services	29,149,731	26,020,740
Rentals	581,673	-
Credit/Collection Expenses	(156,066)	618,384
Insurance	1,002,288	1,390,926
Utilities	1,964,659	2,093,766
Depreciation	29,188,648	27,626,405
Student aid	<u>21,182,694</u>	<u>11,453,074</u>
 Total Operating Expenses	 <u>\$ 237,602,960</u>	 <u>\$ 205,579,762</u>

NOTE 13 – RESTATEMENT OF NET POSITION

Net Position as of July 1, 2021 has been restated as a result of the implementation of the Government Accounting Standard Board (GASB) Statement No. 87 – *Leases*. The standard requires the recognition of certain assets and liabilities for leases that previously were classified as operating leases as inflows of resources or outflows of resources recognized 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. A lessor is required to recognize a lease receivable and a deferred inflow of resources.

The details of the restatement are as follows:

	District Financial Statements
Net Position - June 30, 2021 (as reported)	\$ 193,095,498
Plus: Prior period adjustment for <i>Leases</i> per GASB 87	<u>1,140,818</u>
Net Position - July 1, 2021 (Beginning of the year as restated)	<u>\$ 194,236,316</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022 AND 2021**

NOTE 14 - 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 12, 2022, the District issued General Obligation Promissory Notes, Series 2022-23A, totaling \$3,500,000 with interest rates at 5.0% 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, 2024. 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 23, 2022, the District issued General Obligation Promissory Notes, Series 2022-23B, totaling \$3,500,000 with interest rates of 5.0% 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, 2024. 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 September 13, 2022, the District issued General Obligation Promissory Notes, Series 2022-23C, 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, 2026. Proceeds will be used for paying the cost of the acquisition of moveable equipment and building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On October 18, 2022, the District issued General Obligation Promissory Notes, Series 2022-23D, totaling \$3,500,000 with an interest rate of 6.0% 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, 2026. Proceeds will be used for paying the cost of the acquisition of moveable equipment, sitework, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On November 15, 2022, the District issued General Obligation Promissory Notes, Series 2022-23E, totaling \$3,500,000 with an interest rate of 4.0% - 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, 2027. Proceeds will be used for paying the cost of the acquisition of moveable equipment, sitework, and improvement projects. The Notes are not subject to redemption prior to maturity.

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, 2022**

SCHEDULE OF DISTRICT'S PROPORTIONAL SHARE OF THE NET PENSION LIABILITY (ASSET)

Wisconsin Retirement System
Last 10 Fiscal Years*

	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	6.0950%	0.6226%	0.6444%	0.6444%	0.6467%	0.6471%	0.6633%	0.6846%
District's proportionate share of the net pension liability (asset)	(49,126,068)	(38,870,055)	(20,779,547)	22,926,533	(19,199,954)	5,333,502	10,778,119	(16,814,521)
District's covered-employee payroll	101,274,691	98,817,617	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	-48.5%	-39.3%	-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)	106.0%	105.3%	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*

	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	6,934,196	6,673,829	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	6,934,196	6,673,829	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	0	0
District's covered-employee payroll	102,199,720	94,008,479	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	6.78%	7.10%	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, 2022**

**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, 2022
(in 1,000s)**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability					
Service cost	\$ 65	\$ 421	\$ 410	\$ 414	\$ 452
Interest on total OPEB liability	73	337	374	369	330
Changes in benefit terms	-	(9,067)	-	-	-
Effect of economic/demographic gains (losses)	467	2,870	1,504	-	-
Effect of assumption changes or inputs	(211)	678	(1,141)	(146)	(379)
Benefit payments	(1,195)	(1,219)	(1,189)	(1,352)	(1,934)
Net change in total OPEB liability	(801)	(5,980)	(42)	(715)	(1,531)
Total OPEB liability, beginning	3,822	9,802	9,845	10,560	12,091
Total OPEB liability, ending	<u>\$ 3,021</u>	<u>\$ 3,822</u>	<u>\$ 9,802</u>	<u>\$ 9,845</u>	<u>\$ 10,560</u>
Covered payroll	\$ 101,275	\$ 98,818	\$ 102,455	\$ 97,563	\$ 97,331
Total OPEB as a % of covered payroll	<u>3.0%</u>	<u>3.9%</u>	<u>9.6%</u>	<u>10.1%</u>	<u>10.8%</u>

**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.*

*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, 2022**

SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET) Local Retiree Life Insurance Fund Last 10 Fiscal Years*						
	2022	2021	2020	2019	2018	
District's proportion of the net OPEB liability (asset)	4.33%	4.38%	4.50%	4.58%	4.48%	
District's proportionate share of the net OPEB liability (asset)	\$ 25,602,179	\$ 24,075,747	\$ 19,159,092	\$ 11,810,878	\$ 13,492,486	
District's covered-employee payroll	\$ 79,415,000	\$ 78,886,000	\$ 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	32.24%	30.52%	24.02%	14.71%	7.15%	
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	29.57%	31.36%	37.58%	48.69%	44.81%	

SCHEDULE OF DISTRICTS CONTRIBUTIONS Local Retiree Life Insurance Fund Last 10 Fiscal Years*						
	2022	2021	2020	2019	2018	
Contractually required contributions	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165	
Contributions in relation to the contractually required contributions	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165	
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	
District's covered-employee payroll	\$ 79,150,500	\$ 79,329,000	\$ 79,772,000	\$ 80,274,000	\$ 188,593,160	
Contributions as a percentage of covered-employee payroll	0.11%	0.11%	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, 2022**

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

Changes in Benefit Terms and Assumptions related to Pension Liabilities (Assets)

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

Changes of assumptions:

Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transition from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2022**

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

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:

	2021	2020	2019
Valuation Date:	31-Dec-19	31-Dec-18	31-Dec-17
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions			
Net Investment Rate of Return:	5.40%	5.40%	5.50%
Weighted based on assumed rate for			
Pre-retirement:	7.00%	7.00%	7.20%
Post-retirement:	5.00%	5.00%	5.00%
Salary Increases			
Wage Inflation:	3.00%	3.00%	3.20%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.90%	1.90%	2.10%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.
Mortality:	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2022**

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

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions (continued):

	2018	2017	2016
Valuation Date:	31-Dec-16	31-Dec-15	31-Dec-14
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions			
Net Investment Rate of Return:	5.50%	5.50%	5.50%
Weighted based on assumed rate for			
Pre-retirement:	7.20%	7.20%	7.20%
Post-retirement:	5.00%	5.00%	5.00%
Salary Increases			
Wage Inflation:	3.20%	3.20%	3.20%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	2.10%	2.10%	2.10%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin)in mortality.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2022**

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

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions (continued):

	2015	2014	2013
Valuation Date:	31-Dec-13	31-Dec-12	31-Dec-11
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period	Level Percent of Payroll- Closed Amortization Period
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)
Actuarial Assumptions			
Net Investment Rate of Return:	5.50%	5.50%	5.50%
Weighted based on assumed rate for			
Pre-retirement:	7.20%	7.20%	7.20%
Post-retirement:	5.00%	5.00%	5.00%
Salary Increases			
Wage Inflation:	3.20%	3.20%	3.20%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	2.10%	2.10%	2.10%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2009 valuation pursuant to an experience study of the period 2006-2008.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin)in mortality.	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin)in mortality.	Wisconsin Projected Experience table - 2005 for women and 90% of the Wisconsin Projected Experience Table - 2005 for men.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2022**

Changes of benefit terms for OPEB Health Benefits: Participants retiring at age 57 with at least 20 years of service, or at age 60 with at least 15 years of service, are no longer allowed to remain on the College's health insurance plan effective with retirements on or after July 1, 2021. Such retirees will receive a Health Reimbursement Account (HRA) contribution of \$1250 per month to age 65 (disbursed bi-annually).

Participants retiring at age 55 with at least five years of full-time service are no longer allowed to remain on the College's health insurance plan effective for employees with a last day worked on or after May 31, 2022.

Changes of assumptions for OPEB Health Benefits:

- 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 demographic and salary increase assumptions have been updated as a result of the WRS Three-Year Experience Study for 2018-2020.

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

Changes in Benefit Terms and Assumptions related to OPEB Life Liabilities (Assets)

Changes of benefit terms for OPEB Life: There were no recent changes in benefit terms.

Changes of assumptions for OPEB Life: In addition to the rate changes detailed in the tables above, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB LRLIF liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

The assumption changes that were used to measure the December 31, 2018 total OPEB LRLIF liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table.

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, 2022

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Favorable (Unfavorable)
Revenues						
Local government	\$ 46,503,000	\$ 43,254,000	\$ 43,253,249	\$ -	\$ 43,253,249	\$ (751)
Intergovernmental revenue						
State	74,442,000	79,135,000	79,134,450	-	79,134,450	(550)
Federal	1,045,000	1,275,000	1,274,219	-	1,274,219	(781)
Tuition and fees						
Statutory program fees	31,585,330	30,632,800	30,632,755	-	30,632,755	(45)
Material fees	1,072,460	1,023,300	1,023,084	-	1,023,084	(216)
Other student fees	846,500	704,500	704,163	-	704,163	(337)
Institutional	908,460	458,500	457,577	-	457,577	(923)
Total revenues	156,402,750	156,483,100	156,479,497	-	156,479,497	(3,603)
Expenditures						
Instruction	110,932,270	108,216,270	108,215,303	-	108,215,303	967
Instructional resources	3,024,740	3,233,740	3,233,068	-	3,233,068	672
Student services	16,692,720	15,595,720	15,595,455	-	15,595,455	265
General institutional	16,546,530	17,626,530	17,626,366	-	17,626,366	164
Physical plant	11,322,600	10,974,600	10,974,595	-	10,974,595	5
Public service	654,890	550,890	549,931	-	549,931	959
Total expenditures	159,173,750	156,197,750	156,194,718	-	156,194,718	3,032
Excess (deficiency) of revenues over expenditures	(2,771,000)	285,350	284,779	-	284,779	(571)
Other financing uses						
Transfers in	371,000	-	-	-	-	-
Transfers out	-	(260,000)	(260,000)	-	(260,000)	-
Net change in fund balance	(2,400,000)	25,350	24,779	-	24,779	(571)
Fund balance at July 1, 2021	52,844,298	52,569,234	52,569,234	-	52,569,234	-
Fund balance at June 30, 2022	<u>\$ 50,444,298</u>	<u>\$ 52,594,584</u>	<u>\$ 52,594,013</u>	<u>\$ -</u>	<u>\$ 52,594,013</u>	<u>\$ (571)</u>
Fund balance						
Assigned for future purchases			\$ -			
Nonspendable - prepaid items and advances			399,778			
Nonspendable - noncurrent assets			2,340			
Assigned for compensated absences			7,968,187			
Assigned for state aid fluctuations			1,319,100			
Assigned for subsequent year			659,550			
Assigned for subsequent years			1,978,650			
Assigned for operations			40,266,408			
			<u>\$ 52,594,013</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, 2022

	<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	\$ 1,563,000	\$ 1,543,000	\$ 1,542,544	\$ -	\$ 1,542,544	\$ (456)
Intergovernmental revenue						
State	2,088,000	1,932,000	1,931,627	-	1,931,627	(373)
Federal	11,876,000	12,762,000	12,761,974	-	12,761,974	(26)
Tuition and fees						
Program fees	227,000	103,000	102,797	-	102,797	(203)
Material fees	26,000	19,000	18,382	-	18,382	(618)
Other student fees	712,000	454,000	453,681	-	453,681	(319)
Institutional	<u>4,303,000</u>	<u>3,695,000</u>	<u>3,694,877</u>	<u>-</u>	<u>3,694,877</u>	<u>(123)</u>
 Total revenues	 <u>20,795,000</u>	 <u>20,508,000</u>	 <u>20,505,882</u>	 <u>-</u>	 <u>20,505,882</u>	 <u>(2,118)</u>
Expenditures						
Instruction	14,828,000	10,659,000	10,658,860	-	10,658,860	140
Instructional resources	328,000	518,000	517,391	-	517,391	609
Student services	3,721,000	6,899,000	6,898,361	-	6,898,361	639
General institutional	1,206,000	917,000	916,623	-	916,623	377
Physical plant	82,000	188,000	187,349	-	187,349	651
Public Service	545,000	-	-	-	-	-
Auxiliary Services	<u>85,000</u>	<u>181,000</u>	<u>180,253</u>	<u>-</u>	<u>180,253</u>	<u>747</u>
 Total expenditures	 <u>20,795,000</u>	 <u>19,362,000</u>	 <u>19,358,837</u>	 <u>-</u>	 <u>19,358,837</u>	 <u>3,163</u>
 Excess (deficiency) of revenues over expenditures	 <u>-</u>	 <u>1,146,000</u>	 <u>1,147,045</u>	 <u>-</u>	 <u>1,147,045</u>	 <u>1,045</u>
Other financing sources						
Transfers out	<u>-</u>	<u>(1,126,000)</u>	<u>(1,125,480)</u>	<u>-</u>	<u>(1,125,480)</u>	<u>520</u>
Net change in fund balance	<u>-</u>	<u>20,000</u>	<u>21,565</u>	<u>-</u>	<u>21,565</u>	<u>1,565</u>
 Fund balance at July 1, 2021	 1,158,887	 1,577,613	 1,577,613	 -	 1,577,613	 -
 Fund balance at June 30, 2022	 <u>\$ 1,158,887</u>	 <u>\$ 1,597,613</u>	 <u>\$ 1,599,178</u>	 <u>\$ -</u>	 <u>\$ 1,599,178</u>	 <u>\$ 1,565</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, 2022

	<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	\$ 184,000	\$ 205,600	\$ 205,178	\$ -	\$ 205,178	\$ (422)
Intergovernmental revenue						
State	2,057,000	2,609,800	2,609,577	-	2,609,577	(223)
Federal	36,546,000	41,915,100	41,914,823	-	41,914,823	(277)
Other Student Fees	2,360,000	2,139,000	2,138,970	-	2,138,970	(30)
Institutional	358,000	2,957,700	2,956,807	-	2,956,807	(893)
Total revenues	41,505,000	49,827,200	49,825,355	-	49,825,355	(1,845)
Expenditures						
Student services	41,505,000	49,542,200	49,542,165	-	49,542,165	35
Excess (deficiency) of revenues over expenditures	-	285,000	283,190	-	283,190	(1,810)
Other financing sources						
Transfers in	-	-	-	-	-	-
Net change in fund balance	-	285,000	283,190	-	283,190	(1,810)
Fund balance at July 1, 2021	2,644,467	2,713,220	2,713,220	-	2,713,220	-
Fund balance at June 30, 2022	<u>\$ 2,644,467</u>	<u>\$ 2,998,220</u>	<u>\$ 2,996,410</u>	<u>\$ -</u>	<u>\$ 2,996,410</u>	<u>\$ (1,810)</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, 2022

	<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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue						
State	-	71,000	70,663	-	70,663	(337)
Federal	43,000	725,000	724,886	-	724,886	(114)
Institutional	-	626,000	625,074	-	625,074	(926)
	<u>43,000</u>	<u>1,422,000</u>	<u>1,420,623</u>	<u>-</u>	<u>1,420,623</u>	<u>(1,377)</u>
Total revenues						
Expenditures						
Capital outlay						
Instruction	5,289,000	5,109,000	4,749,669	358,675	5,108,344	656
Instructional resources	9,430,000	10,141,000	8,665,124	1,475,800	10,140,924	76
Student services	-	98,000	89,696	7,369	97,065	935
General institutional	-	741,000	740,647	-	740,647	353
Physical plant	20,314,000	22,664,000	30,979,472	(8,316,468)	22,663,004	996
Auxiliary service	-	255,000	253,654	449	254,103	897
Public service	10,000	531,000	668,714	(138,022)	530,692	308
	<u>35,043,000</u>	<u>39,539,000</u>	<u>46,146,976</u>	<u>(6,612,197)</u>	<u>39,534,779</u>	<u>4,221</u>
Total expenditures						
Excess (deficiency) of revenues over expenditures	<u>(35,000,000)</u>	<u>(38,117,000)</u>	<u>(44,726,353)</u>	<u>6,612,197</u>	<u>(38,114,156)</u>	<u>(5,598)</u>
Other financing sources						
Debt issued	35,000,000	35,000,000	35,000,000	-	35,000,000	-
Transfers in	-	260,000	260,000	-	260,000	-
	<u>35,000,000</u>	<u>35,260,000</u>	<u>35,260,000</u>	<u>-</u>	<u>35,260,000</u>	<u>-</u>
Total other financing sources						
Net change in fund balance	-	(2,857,000)	(9,466,353)	6,612,197	(2,854,156)	2,844
Fund balance at July 1, 2021	5,409,061	15,572,659	15,572,659	(17,221,927)	(1,649,268)	(17,221,927)
Fund balance at June 30, 2022	<u>\$ 5,409,061</u>	<u>\$ 12,715,659</u>	<u>\$ 6,106,306</u>	<u>\$ (10,609,730)</u>	<u>\$ (4,503,424)</u>	<u>\$ (17,219,083)</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, 2022

	<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	\$ 35,351,000	\$ 35,397,904	\$ 35,397,904	\$ -	\$ 35,397,904	\$ -
Institutional	400,000	478,000	657,872	-	657,872	179,872
Total revenues	35,751,000	35,875,904	36,055,776	-	36,055,776	179,872
Expenditures						
Physical plant	35,394,350	35,442,350	35,442,191	-	35,442,191	159
Excess (deficiency) of revenues over expenditures	356,650	433,554	613,585	-	613,585	180,031
Other financing sources						
Refunding Debt issued	-	-	-	-	-	-
Payments to Escrow	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balance	356,650	433,554	613,585	-	613,585	180,031
Fund balance at July 1, 2021	1,879,025	2,395,242	2,395,242	-	2,395,242	-
Fund balance at June 30, 2022	<u>\$ 2,235,675</u>	<u>\$ 2,828,796</u>	<u>\$ 3,008,827</u>	<u>\$ -</u>	<u>\$ 3,008,827</u>	<u>\$ 180,031</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, 2022

	<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	\$ 201,000	\$ 201,000	\$ 201,000	\$ -	\$ 201,000	\$ -
Intergovernmental revenue						
Federal	4,000	18,000	17,964	-	17,964	(36)
Auxiliary revenue	<u>6,235,650</u>	<u>7,423,950</u>	<u>7,423,040</u>	<u>-</u>	<u>7,423,040</u>	<u>(910)</u>
Total revenues	6,440,650	7,642,950	7,642,004	-	7,642,004	(946)
Operating expenses						
Auxiliary services	<u>7,905,710</u>	<u>8,450,310</u>	<u>8,449,734</u>	<u>-</u>	<u>8,449,734</u>	<u>576</u>
Excess (deficiency) of revenues over expenses	(1,465,060)	(807,360)	(807,730)	-	(807,730)	(370)
Non-operating revenues (expenses)						
Transfers in	-	1,126,000	1,125,480	-	1,125,480	(520)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>1,126,000</u>	<u>1,125,480</u>	<u>-</u>	<u>1,125,480</u>	<u>(520)</u>
Net change in net position	(1,465,060)	318,640	317,750	-	317,750	(890)
Fund balance at July 1, 2021	<u>4,750,873</u>	<u>5,544,716</u>	<u>5,544,716</u>	<u>-</u>	<u>5,544,716</u>	<u>-</u>
Fund balance at June 30, 2022	<u>\$ 3,285,813</u>	<u>\$ 5,863,356</u>	<u>\$ 5,862,466</u>	<u>\$ -</u>	<u>\$ 5,862,466</u>	<u>\$ (890)</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, 2022

	<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	\$ 13,684,210	\$ 16,164,210	\$ 16,164,026	\$ -	\$ 16,164,026	\$ (184)
Total revenues	13,684,210	16,164,210	16,164,026	-	16,164,026	(184)
Operating expenses						
Auxiliary services	14,396,850	16,597,964	16,597,327	-	16,597,327	637
Excess (deficiency) of revenues over expenses	(712,640)	(433,754)	(433,301)	-	(433,301)	453
Non-operating revenues						
Transfer out/(Other Uses)	(371,000)	-	-	-	-	-
Total non-operating revenues	(371,000)	-	-	-	-	-
Net change in net position	(1,083,640)	(433,754)	(433,301)	-	(433,301)	453
Fund balance at July 1, 2021	4,437,518	4,186,905	4,186,905	-	4,186,905	-
Fund balance at June 30, 2022	<u>\$ 3,353,878</u>	<u>\$ 3,753,151</u>	<u>\$ 3,753,604</u>	<u>\$ -</u>	<u>\$ 3,753,604</u>	<u>\$ 453</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
FIDUCIARY FUNDS
COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2022**

	Balance 7/1/2021	Additions	Deductions	Balance 6/30/2022
<u>CAREER/TECHNICAL STUDENT ORGANIZATIONS</u>				
ASSETS				
Cash and cash equivalents	\$ 232,227	\$ 11,286	\$ 243,513	\$ -
Accounts receivable	-	5,623	5,623	-
TOTAL ASSETS	\$ 232,227	\$ 16,908	\$ 249,135	\$ -
LIABILITIES				
Accounts payable	\$ 415	\$ 237,789	\$ 238,204	\$ -
Accrued liabilities	-	-	-	-
TOTAL LIABILITIES	415	237,789	238,204	\$ -
NET POSITION	231,812	(220,881)	10,931	-

MARKETING CONSORTIUM

ASSETS				
Cash and cash equivalents	\$ 252,057	\$ 1,008,352	\$ 948,452	\$ 311,957
Accounts receivable	6,125	505,965	487,590	24,500
Prepaid Items	10,149	1,548	11,697	-
TOTAL ASSETS	\$ 268,331	\$ 1,515,866	\$ 1,447,739	\$ 336,457
LIABILITIES				
Accounts payable	\$ 7,375	\$ 281,478	\$ 265,647	\$ 23,204
Accrued liabilities	6,532	129,639	132,420	3,751
TOTAL LIABILITIES	\$ 13,907	\$ 411,118	\$ 398,068	\$ 26,956
NET POSITION	254,424	1,104,748	1,049,672	309,501

TOTAL FIDUCIARY FUNDS

ASSETS				
Cash and cash equivalents	\$ 484,284	\$ 1,019,638	\$ 1,191,965	\$ 311,957
Accounts receivable	6,125	511,588	493,213	24,500
Prepaid Items	10,149	1,548	11,697	-
TOTAL ASSETS	\$ 500,558	\$ 1,532,774	\$ 1,696,875	\$ 336,457
LIABILITIES				
Accounts payable	\$ 7,790	\$ 519,268	\$ 503,851	\$ 23,204
Accrued liabilities	6,532	129,639	132,420	3,751
TOTAL LIABILITIES	\$ 14,322	\$ 648,907	\$ 636,272	\$ 26,956
NET POSITION	486,236	883,867	1,060,603	309,501

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2022

	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	\$ 43,253,249	\$ 1,542,544	\$ 205,178	\$ -	\$ 35,397,904	\$ 201,000	\$ -	\$ 80,599,875	\$ -	\$ 80,599,875	\$ -
Intergovernmental revenue											
State	79,134,450	1,931,627	2,609,577	70,663	-	-	-	83,746,317	-	83,746,317	(1)
Federal	1,274,219	12,761,974	41,914,823	724,886	-	17,964	-	56,693,866	(14,896,361)	41,797,505	(1a)
Tuition and fees											
Program fees	30,632,755	102,797	-	-	-	-	-	30,735,552	(2,289,593)	28,445,959	-
Material fees	1,023,084	18,382	-	-	-	-	-	1,041,466	(286,469)	754,997	-
Other student fees	704,163	453,681	2,138,970	-	-	-	-	3,296,814	(157,938)	3,138,876	-
Institutional	457,577	3,694,877	2,996,607	625,074	657,872	-	-	8,392,207	(51,402)	8,340,805	(2)
Auxiliary revenue	-	-	-	-	-	7,423,040	16,164,026	23,587,066	(16,164,026)	7,423,040	-
Total revenues	156,479,497	20,505,882	49,825,355	1,420,623	36,055,776	7,642,004	16,164,026	288,093,163	(33,845,799)	254,247,374	544,413
Expenditures											
Instruction	108,215,303	10,658,860	-	5,108,344	-	-	-	123,982,507	(19,970,875)	104,011,632	-
Instructional resources	3,233,068	517,391	-	10,140,924	-	-	-	13,891,383	(3,641,734)	10,249,649	-
Student services	15,595,455	6,898,361	49,542,165	97,065	-	-	-	72,133,046	(49,856,590)	22,276,456	-
General institutional	17,626,366	916,623	740,647	-	-	-	-	19,283,636	(3,532,547)	15,751,089	484,509
Physical plant	10,974,595	187,349	-	22,663,004	35,442,191	-	-	69,267,139	(36,823,159)	32,443,980	(3)
Public service	549,931	-	-	530,692	-	-	-	1,080,623	(30,468)	1,050,155	-
Auxiliary services	-	180,253	-	254,103	-	8,449,734	16,597,327	25,481,417	(20,779,366)	4,702,051	-
Depreciation	-	-	-	-	-	-	-	-	29,188,648	29,188,648	-
Student aid	-	-	-	-	-	-	-	-	21,182,694	21,182,694	-
Total expenditures	156,194,718	19,358,837	49,542,165	39,534,779	35,442,191	8,449,734	16,597,327	325,119,751	(84,263,397)	240,856,354	484,509
Excess (deficiency) of revenues over expenditures	284,779	1,147,045	283,190	(38,114,156)	613,585	(807,730)	(433,301)	(37,026,588)	50,417,608	13,391,020	59,904
Other financing sources (uses)											
Transfers in	-	-	-	260,000	-	1,125,480	-	1,385,480	(1,385,480)	-	-
Transfers out	(260,000)	(1,125,480)	-	-	-	-	-	(1,385,480)	1,385,480	-	(236,640)
Gain (loss) on the sale of assets	-	-	-	-	-	-	-	-	5,107	5,107	-
Payments to Escrow	-	-	-	-	-	-	-	-	-	-	-
Debt issued	-	-	-	35,000,000	-	-	-	35,000,000	(35,000,000)	-	-
Refunding debt issued	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	24,779	21,565	283,190	(2,854,156)	613,585	317,750	(433,301)	(2,026,588)	15,422,715	13,396,127	(176,736)
Fund balance/Net position at July 1, 2021	52,569,234	1,577,613	2,713,220	(1,649,268)	2,395,242	5,544,716	4,186,905	67,337,662	125,757,836	193,095,498	486,237
Restatement	-	-	-	-	-	-	-	-	1,140,818	1,140,818	-
Fund balance/Net position at July 1, 2021, restated	52,569,234	1,577,613	2,713,220	(1,649,268)	2,395,242	5,544,716	4,186,905	67,337,662	126,898,654	194,236,316	486,237
Fund balance/Net position at June 30, 2022	\$ 52,594,013	\$ 1,599,178	\$ 2,996,410	\$ (4,503,424)	\$ 3,006,827	\$ 5,862,466	\$ 3,753,604	\$ 65,311,074	\$ 142,321,369	\$ 207,632,443	\$ 309,501

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
 Year Ended June 30, 2022

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling Items	Statement of Net Assets	Fiduciary Funds
ASSETS											
Current Assets											
Cash and cash equivalents	\$ 38,647,673	\$ (2,271,205)	\$ 3,023,500	\$ 1,501,941	\$ 2,575,945	\$ 4,848,328	\$ 3,489,768	\$ 51,815,650	\$ (9,146,492)	\$ 42,669,158	\$ 311,957
Restricted cash and cash equivalents	-	-	-	-	-	-	151,623	151,623	(151,623)	-	-
Restricted investments	-	-	-	9,407,463	433,182	-	-	9,840,645	9,298,115	19,138,760	-
Accounts receivable	499,685	2,101,083	33,420	-	-	18,526	5,487	2,658,201	-	2,658,201	24,500
Property taxes receivable	19,013,187	-	-	-	-	-	-	19,013,187	-	19,013,187	-
Federal and state aid receivable for 2015	393,092	4,167,078	72,609	456,656	-	-	-	5,089,435	-	5,089,435	-
Inventories	5,367,337	-	-	-	-	-	-	5,367,337	-	5,367,337	-
Prepaid items	399,778	45,596	1,550	64	-	408,051	24,177	479,542	-	479,542	-
Total current assets	64,368,066	4,042,552	3,131,079	11,366,124	3,008,827	5,282,324	3,900,349	95,099,321	-	683,701	336,457
Non-current Assets											
Lease receivable	-	-	-	-	-	-	-	-	50,827,153	50,827,153	-
Net pension asset	-	-	-	-	-	-	-	-	49,126,068	49,126,068	-
Land	-	-	-	-	-	-	-	-	7,019,891	7,019,891	-
Construction in progress	-	-	-	-	-	-	-	-	28,243,893	28,243,893	-
Other capital assets	-	-	-	-	-	1,721,363	5,437,212	7,158,575	528,520,357	535,678,932	-
Less accumulated depreciation	-	-	-	-	-	(774,325)	(5,012,233)	(5,786,558)	(244,523,279)	(250,309,837)	-
Total non-current assets	-	-	-	-	-	947,038	424,979	1,372,017	419,214,083	420,586,100	-
TOTAL ASSETS	64,368,066	4,042,552	3,131,079	11,366,124	3,008,827	6,229,362	4,325,328	96,471,338	419,214,083	515,685,421	336,457
DEFERRED OUTFLOWS OF RESOURCES											
Deferred outflows of resources related to pensions	-	-	-	-	-	-	-	-	91,675,409	91,675,409	-
Deferred outflows of resources related to OPEB	-	-	-	-	-	-	-	-	10,248,947	10,248,947	-
Loss on refunding of bonds	-	-	-	-	-	-	-	-	3,454,324	3,454,324	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	105,378,680	105,378,680	-
LIABILITIES											
Current Liabilities											
Accounts payable	530,921	2,058,347	94,885	5,260,266	-	61,653	357,865	8,363,937	24,754	8,388,691	23,205
Accrued payroll	7,847,078	191,278	32,123	-	-	88,733	213,410	8,372,622	1,392,658	9,765,280	3,751
Accrued interest	-	-	-	-	-	-	-	-	1,493,148	1,493,148	-
Unearned program and material fees	-	-	-	-	-	-	-	-	(1,259,694)	2,554,280	-
Current portion of lease liability	3,396,054	193,749	7,661	-	-	216,510	-	3,813,974	878,635	4,692,609	-
Current portion of compensated absences	-	-	-	-	-	-	-	-	6,397,575	6,397,575	-
Current portion of OPEB - Health Plan	-	-	-	-	-	-	-	-	917,930	917,930	-
Reserve for Encumbrance	-	-	-	10,609,282	-	7,419	449	10,609,731	(10,609,731)	-	-
Current portion of long-term obligations	-	-	-	-	-	-	-	-	24,730,000	24,730,000	-
Total current liabilities	11,774,053	2,443,374	134,669	15,869,548	-	366,896	571,724	31,160,264	23,965,275	55,125,539	26,956
Long-term Liabilities											
Accrued compensated absences	-	-	-	-	-	-	-	-	4,168,820	4,168,820	-
General obligation notes payable	-	-	-	-	-	-	-	-	146,460,000	146,460,000	-
Lease liability	-	-	-	-	-	-	-	-	2,485,867	2,485,867	-
Net pension liability	-	-	-	-	-	-	-	-	-	-	-
Other long term liabilities	-	-	-	-	-	-	-	-	9,306,364	9,306,364	-
Other postemployment benefits	-	-	-	-	-	-	-	-	27,705,429	27,705,429	-
Total long-term liabilities	-	-	-	-	-	-	-	-	190,126,480	190,126,480	-
TOTAL LIABILITIES	11,774,053	2,443,374	134,669	15,869,548	-	366,896	571,724	31,160,264	214,091,755	245,252,019	26,956
DEFERRED INFLOWS OF RESOURCES											
Deferred inflows of resources related to pensions	-	-	-	-	-	-	-	-	4,168,820	4,168,820	-
Deferred inflows of resources related to OPEB	-	-	-	-	-	-	-	-	146,460,000	146,460,000	-
Deferred inflows of resources related to leases	-	-	-	-	-	-	-	-	2,485,867	2,485,867	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	115,852,044	115,852,044	-
NET POSITION											
Net investment in capital assets	-	-	-	(4,503,424)	-	947,038	424,979	(3,131,407)	149,464,050	146,332,643	-
Restricted for debt service	-	-	-	-	3,008,827	-	-	3,008,827	(1,493,148)	1,515,679	-
Restricted for net pension asset	-	-	-	-	-	-	-	-	49,126,068	49,126,068	-
Restricted for student organizations	-	-	-	-	-	-	-	-	2,244,636	2,244,636	-
Unrestricted	52,594,013	1,599,178	2,996,410	-	-	4,915,428	3,328,625	65,433,654	(57,020,237)	8,413,417	309,501
TOTAL NET POSITION	\$ 52,594,013	\$ 1,599,178	\$ 2,996,410	\$ (4,503,424)	\$ 3,008,827	\$ 5,862,466	\$ 3,753,604	\$ 65,311,074	\$ 142,321,369	\$ 207,632,443	\$ 309,501

**MADISON AREA TECHNICAL COLLEGE DISTRICT
 SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
 STATEMENTS TO BASIC FINANCIAL STATEMENTS
 Year Ended June 30, 2021**

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	\$	4,801,593
Non-operating		78,944,724
		\$ 83,746,317

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

Federal		
Operating	\$	17,108,233
Non-operating (Gifts, grants and bequest)		24,689,272
		\$ 41,797,505

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2021**

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

Institutional revenue	
Business and industry contract revenue	\$ 3,064,065
School District contract revenue	164,191
Miscellaneous revenue	2,507,478
Gifts, grants and bequest	1,593,854
Cost reimbursements	85,141
Investment income earned	926,076
	<u>\$ 8,340,805</u>

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

Interest expense	
Physical plant	\$ 29,190,586
Interest expense	3,253,394
	<u>\$ 32,443,980</u>

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

Budgetary Basis fund balance	\$ 65,311,074
General capital assets capitalized	\$ 565,198,332
Accumulated depreciation on general capital assets	(244,523,279)
General obligation notes payable	(171,190,000)
Accrued AP liability for settlement	(24,754)
Premiums on notes payable	(9,306,364)
Capital lease obligation	(2,485,867)
Compensated absences	(10,566,395)
Accrued interest on bonds	(1,493,148)
Summer school tuition earned	1,259,694
Summer school instructor wages paid	(1,392,658)
Encumbrances outstanding at year-end	10,609,731
Net Pension assets (obligations)	24,949,433
Net OPEB obligations	(22,167,680)
Refunding Loss	3,454,324
Net position per basic financial statements	<u>\$ 207,632,443</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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net investment in capital assets	\$ 146,332,643	\$ 143,218,101	\$ 130,131,569	\$ 127,549,799	\$ 113,911,774	\$ 104,751,403	\$ 91,226,801	\$ 89,235,589	\$ 83,024,787	\$ 79,199,865
Restricted for capital acquisitions	-	-	-	-	9,849,335	-	-	-	-	-
Restricted for debt service	1,515,679	860,981	2,417,605	3,450,698	3,057,209	2,283,377	2,119,451	1,754,739	1,041,837	3,278,488
Restricted for net pension asset	49,126,068	38,870,055	20,779,547	-	19,199,954	-	-	16,814,521	-	-
Restricted for student organizations	2,244,636	1,994,920	1,290,450	982,063	-	-	-	-	-	-
Unrestricted	8,413,417	9,292,259	10,967,746	23,667,255	10,638,613	50,597,493	52,699,407	41,152,900	27,311,530	27,120,372
Total Net Position	\$ 207,632,443	\$ 194,236,316	\$ 165,586,917	\$ 155,649,815	\$ 156,656,885	\$ 157,632,273	\$ 146,045,659	\$ 148,957,749	\$ 111,378,154	\$ 109,598,725

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Operating revenues										
Student program fees, net of scholarship	28,445,959	29,388,965	29,482,201	29,059,402	29,928,213	30,703,618	\$ 32,589,460	\$ 32,509,912	\$ 32,150,441	\$ 31,232,106
Student material fees, net of scholarship	754,997	978,370	1,071,396	1,131,737	1,281,266	1,189,908	1,248,436	1,213,961	1,456,100	1,372,233
Other student fees, net of scholarship	3,138,876	2,702,300	2,872,177	3,438,105	2,184,923	2,144,304	2,368,872	2,200,736	1,739,035	1,762,434
Federal grants	17,108,233	17,291,500	17,915,177	19,724,619	19,515,611	19,621,514	21,762,419	22,648,311	22,444,775	23,578,321
State grants	4,801,593	4,196,577	4,360,701	4,591,351	4,482,074	4,977,457	6,447,173	5,363,910	3,656,319	3,462,942
Business and industry contract revenue	3,064,065	2,138,942	2,429,108	2,630,612	2,361,112	2,122,728	2,095,590	1,769,275	1,597,989	859,982
School District contract revenue	164,191	173,658	142,904	145,765	130,288	153,476	153,258	196,181	178,302	218,558
Auxiliary enterprise revenues	7,423,040	5,149,993	8,353,954	11,302,136	8,936,361	8,660,085	8,493,314	9,690,781	9,447,586	10,193,166
Cost reimbursements	85,141	69,789	50,044	78,243	84,196	82,491	81,750	83,019	79,975	87,194
Miscellaneous	2,507,478	3,873,182	4,174,008	1,658,358	1,601,715	1,775,781	2,122,492	1,988,004	1,767,401	1,853,790
Total operating revenues	67,493,573	65,963,276	70,851,670	73,760,328	70,505,759	71,431,362	77,362,764	77,664,090	74,517,923	74,620,726
Operating expenses										
Instruction	104,011,632	95,307,213	110,296,025	111,461,111	109,283,605	111,372,469	111,211,738	110,963,880	112,485,244	110,735,748
Instructional resources	10,249,649	12,970,822	11,544,875	9,050,430	8,375,947	7,932,980	8,570,509	6,112,871	5,680,423	10,275,003
Student services	22,276,456	19,593,411	20,088,031	17,689,933	15,665,290	17,617,800	14,290,392	14,347,102	13,534,202	12,553,919
General institutional	15,751,089	13,809,982	13,728,207	13,063,949	15,010,440	14,362,871	13,998,775	18,280,779	16,792,372	15,679,095
Physical plant	29,190,586	20,054,576	20,151,735	26,775,708	21,266,611	10,796,326	27,561,679	13,511,787	14,985,883	12,527,817
Public service	1,050,155	352,392	534,963	473,379	415,723	365,999	664,045	348,639	395,696	347,053
Auxiliary enterprise services	4,702,051	4,411,887	7,261,915	11,952,319	10,557,217	12,160,275	9,547,330	9,681,632	9,220,930	9,850,599
Depreciation	29,188,648	27,626,405	24,844,391	22,132,771	20,735,136	20,028,875	19,326,838	19,538,063	19,057,163	15,257,608
Student aid	21,182,694	11,453,074	9,369,253	9,654,314	9,848,889	10,089,249	11,519,141	12,327,451	13,352,446	13,305,607
Total operating expenses	237,602,960	205,579,762	217,819,395	222,253,914	211,158,858	204,726,844	216,690,447	205,112,204	205,504,359	200,532,449
Operating loss	(170,109,387)	(139,616,486)	(146,967,725)	(148,493,586)	(140,653,099)	(133,295,482)	(139,327,683)	(127,448,114)	(130,986,436)	(125,911,723)
Non-operating revenues (expenses)										
Property taxes	80,599,875	82,244,534	79,900,104	77,764,670	74,990,662	73,676,951	66,583,533	64,950,704	124,164,039	123,134,320
State appropriations	78,944,724	74,916,404	73,957,246	73,147,052	72,586,126	72,221,737	73,750,761	74,196,729	12,956,208	12,591,755
Federal CARES Act Grants	24,689,272	10,333,481	1,182,717	-	-	-	-	-	-	-
Gifts, grants and bequests	1,593,854	3,298,659	5,110,356	5,784,420	15,688,206	3,524,425	967,842	721,743	825,229	660,950
Gain (loss) on disposal of capital assets	5,107	(7,029)	(283,507)	(8,234,206)	(27,035)	(144,957)	(158,325)	(262,602)	(13,792)	(5,465)
Investment income earned	926,076	1,039,573	1,192,878	1,999,259	1,141,119	544,505	182,589	91,664	80,534	199,139
Interest expense	(3,253,394)	(3,559,737)	(4,154,967)	(4,369,669)	(3,731,754)	(4,940,565)	(4,910,807)	(4,968,421)	(5,246,353)	(3,149,488)
Total non-operating revenues	183,505,514	168,265,885	156,904,827	146,091,526	160,647,324	144,882,096	136,415,593	134,729,817	132,765,865	133,431,211
INCREASE (DECREASE) IN NET POSITION	\$ 13,396,127	\$ 28,649,399	\$ 9,937,102	\$ (2,402,060)	\$ 19,994,225	\$ 11,586,614	\$ (2,912,090)	\$ 7,281,703	\$ 1,779,429	\$ 7,519,488

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	Agriculture and										Total	District Equalized Valuation (2)	Total Direct Tax Rate
	Residential	Commercial	Manufacturing	Ag Forest	Undeveloped	Forest	Other	Personal Property					
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	68,774,107,100	67,889,606,595	1.81563		
% of Total	68.4%	22.9%	2.0%	0.9%	0.4%	0.5%	2.5%	2.5%					
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	68,672,352,700	67,791,393,219	1.84099		
% of Total	67.8%	23.3%	2.1%	0.9%	0.4%	0.5%	2.5%	2.5%					
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	69,933,744	0.93374		
% of Total	67.7%	23.5%	2.1%	0.8%	0.4%	0.5%	2.5%	2.5%					
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	73,736,742,850	72,808,813,990	0.92735		
% of Total	67.6%	23.8%	2.0%	0.8%	0.4%	0.4%	2.5%	2.5%					
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	76,788,498,450	75,829,290,803	0.96574		
% of Total	67.8%	23.8%	2.0%	0.8%	0.4%	0.4%	2.4%	2.4%					
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	81,792,340,950	80,798,164,912	0.94179		
% of Total	67.2%	24.8%	2.0%	0.7%	0.4%	0.4%	2.2%	2.4%					
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	86,865,653,100	85,825,747,469	0.90960		
% of Total	67.6%	25.4%	1.9%	0.7%	0.4%	0.4%	2.0%	1.6%					
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	92,902,771,200	91,793,895,745	0.88328		
% of Total	67.5%	25.5%	2.1%	0.7%	0.3%	0.4%	1.9%	1.6%					
2020	65,914,658,000	25,577,550,000	2,069,590,000	669,649,000	325,081,200	373,268,500	1,825,152,600	1,527,057,000	98,282,006,300	97,125,722,313	0.86410		
% of Total	67.1%	26.0%	2.1%	0.7%	0.3%	0.4%	1.9%	1.6%					
2021	70,374,548,073	25,300,045,803	2,141,831,500	707,281,400	342,865,000	397,580,900	1,839,277,200	1,562,489,300	102,665,919,176	101,397,501,979	0.80676		
% of Total	68.5%	24.6%	2.1%	0.7%	0.3%	0.4%	1.8%	1.5%					

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)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Calendar Year Taxes are Payable										
District direct rates										
Operational (1)	0.44988	0.49545	0.49806	0.50348	0.51343	0.51176	0.50821	0.50028	1.39401	1.37085
Debt Service	0.35688	0.36865	0.38522	0.40612	0.42836	0.45398	0.41914	0.43346	0.44698	0.44479
Total Direct Rate	0.80676	0.86410	0.88328	0.90960	0.94179	0.96574	0.92735	0.93374	1.84099	1.81564
Adams County										
T Dell Prairie	16.45	16.24	17.37	18.11	17.57	17.87	17.71	18.09	18.90	17.97
T Jackson	16.49	16.78	17.25	18.07	18.24	18.58	18.89	19.08	20.45	19.24
T New Haven	17.33	17.17	18.32	19.10	18.57	19.24	18.62	19.37	20.17	19.16
T Springville	16.38	17.09	16.86	18.05	18.55	18.96	19.37	19.39	20.94	19.90
C Wisconsin Dells	24.28	24.79	25.32	26.44	25.50	26.06	25.74	26.99	27.82	26.57
Columbia County										
T Arlington	19.14	19.69	20.12	19.94	20.28	20.61	21.28	21.48	22.88	22.04
T Caledonia	14.49	15.20	15.74	16.33	16.50	16.82	17.44	17.48	18.09	18.32
T Columbus	17.14	17.98	16.84	17.54	18.16	19.03	19.88	20.47	21.74	21.26
T Courtland	20.03	20.11	20.70	21.27	21.73	21.47	21.08	19.18	20.75	20.52
T Dekorra	17.24	17.61	17.99	17.31	17.78	17.82	18.51	18.55	20.43	19.10
T Fort Winnebago	14.69	15.50	16.32	17.02	17.20	17.62	18.21	18.30	18.95	19.35
T Fountain Prairie	17.03	18.01	19.03	19.48	21.13	21.45	21.04	21.37	22.34	22.75
T Hampden	17.50	18.32	17.31	17.91	18.59	19.26	20.18	20.55	21.86	21.21
T Leeds	19.04	20.03	20.37	19.36	19.83	20.37	20.84	21.00	22.29	21.87
T Lewiston	14.67	15.52	16.30	16.99	17.15	17.54	18.11	18.19	18.78	19.16
T Lodi	17.67	18.19	18.31	18.61	18.80	19.59	19.67	20.01	20.63	19.90
T Lowville	17.60	17.86	18.69	18.57	19.31	19.13	19.71	19.35	20.53	18.92
T Marcellon	15.12	16.52	17.45	18.09	18.89	17.81	18.77	18.83	20.29	19.62
T Newport	15.61	16.12	16.95	17.32	16.71	17.28	17.28	17.04	17.77	17.16
T Otsego	19.12	19.45	20.47	20.81	22.02	21.85	22.14	21.08	21.44	19.43
T Pacific	11.62	12.04	13.12	13.67	13.96	13.53	13.85	14.44	16.22	14.67
T Randolph	18.43	18.29	18.94	19.51	19.68	19.35	18.54	17.06	19.18	18.63
T Scott	17.16	18.07	17.87	18.62	18.99	18.48	18.04	17.75	19.92	19.41
T Springvale	18.43	18.65	19.53	20.11	20.69	19.86	19.66	18.86	20.23	18.79
T West Point	16.66	17.26	17.25	17.53	17.79	18.25	18.80	19.04	19.62	19.08
T Wyocena	15.73	16.90	17.53	18.11	18.95	18.05	18.64	18.50	19.52	18.69
V Arlington	19.57	20.92	21.48	20.71	21.08	20.64	21.60	21.34	23.22	23.03
V Cambria	25.97	25.93	27.62	28.32	27.71	27.70	26.03	25.46	28.48	26.89
V Doylestown	17.68	17.91	18.78	19.10	20.24	20.06	20.22	19.21	19.38	17.05
V Fall River	17.25	18.31	19.39	19.79	21.55	22.12	21.70	21.33	22.48	23.14

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES

Last Ten Years

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
V Friesland	21.69	22.05	22.61	23.77	22.99	22.91	21.45	20.74	23.71	22.58
V Pardeeville	18.26	19.85	20.52	21.25	22.14	21.20	22.53	22.46	24.26	23.67
V Poynette	22.64	22.99	24.08	23.78	24.56	24.92	25.74	25.69	28.07	26.74
V Randolph	26.44	27.65	27.48	27.56	29.49	29.45	30.12	26.58	27.51	28.03
V Rio	22.86	22.95	24.33	25.28	26.65	26.80	26.53	25.76	25.68	22.98
V Wyoceña	19.74	21.61	22.68	23.67	23.81	22.60	23.50	23.21	24.33	23.81
C Columbus	22.19	23.11	22.16	22.70	23.41	24.39	25.19	25.85	27.15	26.64
C Lodi	23.11	23.62	23.91	24.28	24.17	25.19	25.15	25.27	26.28	25.00
C Portage	21.74	22.63	23.39	24.16	24.38	24.59	25.10	25.12	25.58	26.24
C Wisconsin Dells	22.27	22.46	23.30	24.18	23.20	23.64	23.36	24.51	25.10	24.20
Dane County										
T Albion	16.41	17.86	17.98	17.99	17.94	18.23	18.08	17.63	18.95	19.35
T Berry	17.58	18.16	17.26	17.57	18.37	18.66	19.43	19.02	19.74	18.95
T Black Earth	19.09	19.66	19.02	19.43	19.50	19.99	20.16	19.51	20.44	19.63
T Blooming Grove	17.34	17.55	17.68	18.26	18.88	19.71	19.89	21.59	22.08	21.70
T Blue Mounds	14.76	15.22	15.96	16.22	17.25	16.18	16.56	17.54	18.08	17.57
T Bristol	16.75	17.99	18.23	17.50	17.83	18.33	18.69	18.84	20.14	19.46
T Burke	16.97	18.12	18.36	17.12	17.52	18.34	18.66	18.70	19.82	19.46
T Christiana	13.40	13.77	14.58	14.94	16.34	17.25	17.19	17.12	18.58	18.96
T Cottage Grove	18.56	19.50	20.36	20.27	21.11	21.85	21.05	21.90	23.04	22.21
T Cross Plains	16.06	16.61	16.51	16.85	18.03	17.86	18.30	18.43	18.70	18.26
T Dane	17.19	17.34	17.48	17.44	17.73	18.02	18.18	18.28	18.92	18.31
T Deerfield	16.44	16.84	17.70	17.88	18.97	19.95	20.12	20.50	21.17	21.39
T Dunkirk	16.46	17.83	18.34	18.13	18.97	19.03	19.25	19.16	20.06	19.68
T Dunn	16.34	17.29	17.58	18.23	18.67	18.89	19.05	19.22	20.22	20.22
T Madison	18.74	21.28	21.71	22.05	22.21	22.88	22.93	22.65	24.32	24.11
T Mazomanie	17.00	17.46	16.48	17.22	17.78	18.02	18.33	17.73	18.61	17.99
T Medina	15.87	18.58	18.41	18.64	20.11	18.68	20.53	20.52	21.77	19.02
T Middleton	16.15	16.77	16.65	16.33	17.33	17.81	18.85	18.78	19.43	19.01
T Montrose	17.45	17.79	18.00	18.18	19.61	18.74	18.95	18.85	19.75	19.09
T Oregon	16.68	17.43	17.67	17.93	18.50	18.93	19.23	18.96	20.18	19.85
T Perry	16.81	17.55	18.05	18.42	19.21	18.30	18.61	19.08	19.87	18.73
T Pleasant Springs	15.25	16.02	16.83	17.54	17.69	17.32	17.40	17.33	18.39	18.21
T Primrose	16.89	17.32	17.60	17.69	18.62	18.23	18.53	18.77	18.99	18.73
T Roxbury	16.08	16.50	16.36	16.41	16.50	16.66	17.61	17.73	18.16	17.63
T Rutland	16.26	17.50	17.83	18.10	18.84	18.96	19.23	19.12	20.33	19.88
T Springdale	15.52	15.96	16.35	16.62	17.36	16.47	16.70	17.31	17.96	17.56
T Springfield	16.06	16.58	16.34	16.11	16.97	17.39	18.34	17.82	18.45	18.09

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
T Sun Prairie	17.64	18.99	19.40	18.67	19.15	19.56	20.12	20.08	21.31	20.44
T Vermont	16.86	17.44	17.16	17.70	18.59	18.62	18.92	18.87	19.74	19.00
T Verona	20.02	20.32	20.23	20.41	20.87	20.34	20.41	20.32	21.51	21.83
T Vienna	17.41	17.89	18.08	17.59	18.32	19.08	19.30	19.14	20.10	19.67
T Westport	17.01	17.23	17.06	17.06	17.79	18.15	18.47	18.21	19.05	18.77
T Windsor	0.00	0.00	0.00	0.00	0.00	0.00	0.00	21.28	22.26	21.75
T York	15.89	16.77	17.47	17.07	17.87	18.03	19.08	19.30	20.47	19.12
V Belleville	23.70	22.87	23.49	22.86	24.79	23.99	24.08	24.05	24.72	23.91
V Black Earth	20.87	22.56	20.74	21.10	22.70	23.53	24.25	23.28	21.66	22.87
V Blue Mounds	18.27	18.92	19.64	21.11	22.47	21.76	22.14	22.26	23.08	21.96
V Brooklyn	22.06	23.60	23.55	24.02	24.44	24.79	25.63	25.82	26.38	25.12
V Cambridge	19.87	19.86	21.17	21.72	23.66	25.01	25.15	24.70	26.25	26.27
V Cottage Grove	21.80	22.68	23.36	23.07	23.64	24.10	23.12	23.66	23.86	22.71
V Cross Plains	21.72	22.18	21.75	21.32	21.85	22.06	22.79	22.67	23.17	22.83
V Dane	21.13	21.70	21.76	21.95	23.10	23.81	23.96	24.11	24.88	23.04
V Deerfield	19.18	19.74	20.53	21.29	23.10	24.08	23.85	24.67	24.37	24.06
V Deforest	21.05	22.07	22.19	20.93	21.41	22.41	22.70	22.64	23.76	23.50
V Maple Bluff	21.86	22.09	20.93	21.39	22.14	22.86	23.10	23.34	23.36	22.89
V Marshall	18.77	21.73	22.90	22.13	23.98	23.60	25.78	25.61	26.28	23.19
V Mazomanie	21.66	22.87	21.57	22.75	23.36	23.88	23.87	23.30	24.57	22.94
V McFarland	20.25	20.84	21.24	22.67	22.81	23.63	23.14	23.86	24.95	24.84
V Mount Horeb	18.58	19.55	20.50	20.81	21.35	20.39	20.37	21.27	22.06	21.43
V Oregon	19.63	20.21	20.41	20.62	21.08	21.50	22.07	21.80	23.23	22.74
V Rockdale	17.03	17.55	18.51	17.93	20.48	21.75	21.73	21.69	23.36	23.69
V Shorewood Hills	20.42	20.47	20.49	20.59	21.18	21.42	21.67	21.50	22.46	21.86
V Waunakee	20.27	20.35	20.28	20.74	21.57	21.98	22.15	22.09	23.36	23.20
V Windsor	18.94	19.86	19.92	18.70	19.34	20.54	0.00	0.00	0.00	0.00
C Edgerton	18.68	20.31	21.10	21.75	22.10	22.55	22.59	22.43	23.84	23.93
C Fitchburg	23.03	23.28	23.27	23.68	24.64	24.54	24.42	24.06	25.07	24.66
C Madison	23.06	22.77	23.08	23.38	24.54	25.16	25.25	25.11	26.04	25.40
C Middleton	19.05	19.71	19.54	19.25	20.36	20.91	22.48	22.32	22.51	21.77
C Monona	21.70	22.61	23.39	23.05	23.73	24.42	23.26	23.71	24.94	23.86
C Stoughton	20.64	22.14	22.58	22.96	23.87	23.96	24.34	24.20	25.17	24.52
C Sun Prairie	22.13	23.47	24.05	23.40	23.99	24.71	25.26	25.51	26.69	26.18
C Verona	21.06	21.12	21.25	21.67	22.05	21.95	22.80	22.91	24.12	24.30
Dodge County										
T Calamus	16.65	17.41	17.74	18.33	18.97	18.42	18.52	18.65	19.76	20.04
T Clyman	17.12	18.63	17.74	19.09	20.08	20.90	21.05	21.15	22.04	21.43

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES

Last Ten Years

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
T Elba	17.38	18.73	17.47	17.86	18.42	19.27	19.82	20.20	21.59	20.85
T Emmet	16.71	17.33	17.44	17.72	17.92	18.50	18.41	18.87	20.30	20.38
T Fox Lake	16.93	18.25	18.91	19.43	19.91	19.50	20.23	19.81	21.22	20.95
T Lebanon	17.86	18.84	19.03	19.10	19.41	20.05	20.01	19.84	21.45	21.30
T Lowell	17.55	18.90	18.59	19.88	20.71	21.03	21.41	21.25	22.57	22.12
T Portland	16.87	18.23	18.88	18.88	18.80	19.07	20.20	20.12	21.28	20.41
T Shields	17.35	18.14	18.16	18.52	18.47	18.89	18.75	19.18	20.56	20.73
T Westford	16.49	17.45	17.61	18.16	19.02	18.30	18.45	17.40	18.27	18.56
V Randolph	26.90	28.10	30.01	30.61	32.32	31.84	33.00	29.01	30.08	30.96
C Watertown	23.46	23.81	23.98	24.39	24.93	25.54	25.40	25.62	26.81	26.63
Green County										
T Adams	16.86	18.92	19.86	21.32	22.57	21.95	20.30	21.14	22.22	22.26
T Brooklyn	21.00	21.76	22.43	22.65	23.45	23.28	23.92	23.90	23.24	22.59
T Exeter	18.75	19.20	19.61	19.51	20.82	20.30	20.58	20.82	21.83	21.16
T New Glarus	21.61	22.39	22.73	22.93	23.10	23.25	23.70	23.54	24.55	23.97
T Washington	17.26	19.18	20.02	20.92	20.80	21.08	21.53	22.29	23.72	23.08
T York	18.89	20.05	20.78	20.80	21.15	21.01	21.27	21.95	23.14	22.70
V Belleville	24.72	24.94	25.92	25.27	27.03	26.26	26.44	26.51	27.28	26.51
V Brooklyn	24.25	26.30	25.96	26.33	26.56	26.98	27.98	28.30	28.97	27.77
V New Glarus	25.12	25.72	25.91	26.17	26.75	27.34	27.92	28.31	29.34	28.60
Iowa County										
T Arena	17.98	18.54	19.01	18.56	18.92	19.85	19.46	19.90	20.75	20.10
T Clyde	20.11	20.34	21.13	20.90	21.22	21.61	21.07	21.38	22.44	21.73
T Dodgeville	18.94	19.15	19.99	20.67	21.01	21.69	20.05	20.67	22.84	21.97
T Moscow	22.84	24.07	25.53	25.29	23.98	23.37	23.04	24.37	25.25	24.49
T Ridgeway	20.69	21.20	22.22	22.73	23.23	23.99	22.54	23.21	25.45	24.94
T Wyoming	18.31	18.65	19.57	19.40	19.48	20.36	19.58	20.19	22.24	20.73
V Arena	25.82	26.13	27.19	26.13	26.84	28.43	28.08	27.59	28.42	27.01
Jefferson County										
T Aztalan	16.11	16.39	16.65	18.36	19.01	19.77	19.72	20.04	20.25	20.14
T Cold Spring	17.39	17.52	18.01	18.43	18.50	18.88	18.82	19.23	19.87	19.27
T Concord	15.94	16.29	16.36	16.93	17.20	17.71	17.88	18.11	18.99	19.24
T Farmington	16.59	16.76	16.70	17.81	17.70	18.16	17.81	17.87	17.35	17.29
T Hebron	18.58	18.80	18.63	18.63	18.60	19.82	19.73	20.02	21.12	20.76
T Ixonia	16.35	16.92	17.35	17.76	17.03	17.50	17.90	18.04	19.30	19.58
T Jefferson	18.44	18.04	18.50	19.37	18.48	19.40	19.47	19.45	20.26	20.02

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)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
T Koshkonong	17.85	17.36	17.23	16.99	17.19	17.94	17.84	17.90	19.19	18.82
T Lake Mills	14.73	14.90	16.07	16.20	16.91	17.90	17.94	17.82	19.04	18.96
T Milford	14.78	14.91	15.68	15.99	16.65	17.94	18.40	18.01	18.98	18.48
T Oakland	17.06	17.12	17.91	18.59	19.71	20.77	20.58	20.62	22.14	22.39
T Palmyra	14.69	16.42	16.76	17.92	17.94	18.20	18.76	19.25	19.67	19.09
T Sullivan	16.85	17.69	17.88	18.95	18.68	19.25	19.48	19.93	20.64	20.40
T Sumner	17.36	18.02	17.82	17.91	17.95	18.76	18.83	18.72	19.86	19.87
T Waterloo	15.67	16.57	17.64	17.58	17.78	18.05	19.07	19.25	20.10	19.37
T Watertown	14.89	15.01	15.16	15.56	15.75	16.23	16.21	16.55	17.50	17.52
V Cambridge	20.82	20.84	21.84	22.61	24.94	26.46	26.61	26.06	27.57	27.66
V Johnson Creek	21.40	21.77	22.01	23.38	23.86	24.45	24.72	24.50	22.98	22.72
V Sullivan	22.21	21.85	21.98	23.45	22.82	23.39	23.33	23.95	24.89	24.18
C Fort Atkinson	22.94	23.27	23.50	23.74	23.94	25.17	24.75	24.50	26.04	25.25
C Jefferson	22.50	23.41	23.62	25.24	24.53	25.75	25.44	26.03	26.51	25.72
C Lake Mills	20.41	20.80	22.04	22.11	22.87	24.01	24.12	23.68	25.37	24.92
C Waterloo	21.44	22.98	23.92	24.42	24.66	24.80	26.21	26.78	28.05	26.07
C Watertown	22.71	22.66	22.89	23.22	23.83	24.45	24.28	24.57	25.61	25.34
C Whitewater	21.66	22.16	22.93	23.28	22.94	22.89	22.50	23.01	23.31	22.64
Juneau County										
T Lindina	17.64	19.65	19.88	20.72	20.45	20.94	21.94	22.23	24.23	22.89
T Lyndon	17.32	17.42	18.07	18.75	18.43	18.93	19.11	19.57	20.62	19.71
T Seven Mile Creek	21.23	23.07	23.29	24.19	24.11	24.54	25.60	26.14	27.90	26.39
T Summit	20.95	22.50	21.52	22.69	23.96	24.53	25.45	26.65	27.71	26.22
T Wonewoc	20.11	21.12	20.77	21.53	23.07	23.72	24.74	25.06	26.96	24.59
V Union Center	21.64	22.84	20.98	22.37	24.96	25.32	26.15	27.40	28.28	25.47
V Wonewoc	23.07	25.05	23.75	25.47	27.29	28.28	28.65	29.64	31.19	28.82
C Wisconsin Dells	24.42	23.81	24.64	25.65	24.86	25.22	25.04	26.27	26.70	25.60
Marquette County										
T Buffalo	15.86	17.38	18.42	19.19	19.74	20.58	19.11	18.58	19.67	18.65
T Crystal Lake	16.10	17.54	17.78	17.99	18.36	18.10	19.21	19.11	20.25	19.22
T Douglas	17.68	18.54	19.28	19.58	19.11	19.29	19.62	19.61	20.35	19.65
T Harris	16.66	18.08	18.36	18.78	19.54	19.17	20.48	20.16	20.56	19.47
T Mecan	16.52	17.83	18.74	19.35	19.64	20.18	19.39	18.61	19.67	18.71
T Montello	15.87	17.37	18.38	19.11	19.68	20.48	19.09	18.58	19.59	18.57
T Moundville	18.22	19.38	20.11	20.45	20.26	20.50	20.55	20.11	20.78	20.89
T Neshkoro	16.62	17.91	18.09	18.39	18.86	18.43	19.60	19.12	20.30	19.24
T Newton	16.60	17.98	18.12	18.50	18.92	18.91	20.24	20.05	21.23	19.97

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES

Last Ten Years

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
T Oxford	16.59	17.95	18.27	18.46	18.83	18.99	20.21	19.69	20.80	19.33
T Packwaukee	16.49	17.91	18.92	19.67	20.18	21.05	19.72	19.07	20.30	19.06
T Shields	16.33	17.85	18.84	19.62	20.23	21.06	19.56	19.01	20.04	18.98
T Springfield	15.69	17.00	17.25	17.63	18.04	17.99	19.18	18.98	20.14	19.09
T Westfield	16.32	17.40	17.68	17.60	17.99	17.98	19.18	18.94	19.85	18.77
V Endeavor	22.41	24.00	24.89	26.34	26.62	26.48	26.73	26.10	26.41	26.16
V Neshkoto	20.23	22.09	22.33	22.78	23.09	22.95	24.14	24.01	24.99	24.01
V Oxford	20.13	21.73	22.26	22.63	23.19	23.45	24.81	24.53	25.83	24.25
V Westfield	22.81	24.33	24.80	25.37	25.82	25.96	27.17	27.00	28.12	26.79
C Montello	23.78	25.75	26.99	27.60	27.97	29.68	28.27	26.84	26.53	25.85
Richland County										
T Buena Vista	18.93	19.11	18.86	19.07	19.23	18.66	19.08	19.28	19.96	19.77
T Ithaca	22.42	24.14	24.25	24.57	23.86	22.55	23.82	23.31	25.03	25.31
T Westford	22.16	18.36	22.85	24.71	24.13	23.13	24.90	23.82	25.11	25.31
V Lone Rock	21.35	22.32	22.04	21.92	22.21	22.07	22.25	22.84	23.99	23.01
Rock County										
T Porter	18.11	20.08	20.38	20.09	20.65	21.11	21.75	21.75	22.28	22.02
T Union	18.76	20.61	21.51	21.51	22.15	22.66	24.04	24.32	23.85	22.83
Sauk County										
T Baraboo	16.92	17.57	17.16	17.10	17.34	17.30	17.27	17.68	18.14	17.77
T Bear Creek	18.77	19.63	20.56	20.43	20.50	21.47	21.74	22.25	22.84	22.61
T Dellona	14.35	14.98	15.67	15.78	15.54	16.12	15.43	16.41	17.08	16.07
T Delton	15.51	16.13	16.47	16.32	16.31	16.34	16.32	16.84	16.59	16.25
T Excelsior	14.64	15.57	16.09	16.30	17.05	17.04	17.45	18.36	19.28	18.70
T Fairfield	16.00	16.77	16.91	16.70	16.98	16.92	16.93	17.26	17.67	17.37
T Franklin	18.02	19.18	19.86	19.75	20.40	21.15	20.87	21.60	21.49	20.98
T Freedom	18.51	19.50	19.93	20.27	20.79	20.59	21.03	21.65	22.45	21.93
T Greenfield	16.25	17.01	17.20	17.12	17.43	17.37	17.34	17.58	17.98	17.68
T Honey Creek	17.82	18.77	18.80	19.07	19.36	19.57	20.30	21.16	21.42	21.01
T Ironton	17.07	16.90	18.89	20.11	20.61	20.74	21.57	21.90	22.84	22.51
T La Valle	16.47	17.58	17.98	17.46	17.70	17.94	18.42	19.31	20.36	19.37
T Merrimac	15.26	15.93	15.82	15.92	16.15	16.38	17.11	17.45	17.76	17.32
T Prairie Du Sac	15.24	16.15	16.06	16.17	16.41	16.66	17.51	17.91	18.22	17.85
T Reedsburg	14.35	15.31	15.91	15.53	16.37	16.45	17.04	17.97	19.04	18.34
T Spring Green	16.35	17.43	18.15	18.61	19.24	19.52	19.65	19.74	20.89	19.47
T Sumpter	16.86	18.20	17.74	17.89	18.12	18.70	19.15	19.84	19.97	18.88

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
T Troy	17.17	18.06	18.23	18.26	18.59	19.01	20.11	20.67	21.03	20.53
T Washington	19.23	15.56	21.23	23.07	22.63	22.45	24.02	23.15	23.98	24.26
T Westfield	16.34	17.28	17.83	18.45	19.22	19.21	19.79	21.14	22.31	21.69
T Winfield	13.65	14.59	15.16	15.74	16.64	16.62	17.23	18.11	19.25	18.53
T Woodland	16.30	17.76	16.87	17.85	19.54	19.77	20.48	21.86	22.92	20.79
V Ironton	17.33	18.85	19.69	20.36	21.37	21.21	21.98	22.94	23.54	22.86
V Lake Delton	15.18	15.67	16.34	16.56	16.02	16.17	16.07	17.10	17.59	17.11
V La Valle	20.06	21.36	22.24	23.05	22.60	22.78	23.15	23.44	24.63	23.95
V Loganville	21.70	23.23	23.91	23.63	26.15	25.47	25.30	26.10	26.58	25.41
V Merrimac	17.47	18.67	18.04	18.16	18.44	18.72	19.54	20.27	20.45	20.12
V North Freedom	20.56	21.31	21.69	20.77	21.16	21.06	20.80	21.12	20.37	19.98
V Plain	24.10	25.26	25.08	26.48	25.53	26.22	25.63	25.80	26.11	25.84
V Prairie Du Sac	20.37	20.81	20.83	21.49	21.93	22.24	23.46	23.21	23.45	22.92
V Rock Springs	19.66	19.86	20.38	21.38	22.53	22.86	23.66	24.50	23.48	22.91
V Sauk City	19.74	20.71	20.71	20.63	21.07	21.25	22.29	23.13	23.38	22.89
V Spring Green	20.54	21.43	22.14	21.60	22.34	23.38	23.43	24.59	25.21	24.06
V West Baraboo	21.69	22.89	24.59	24.81	25.14	24.87	24.64	24.90	24.92	24.41
C Baraboo	23.66	24.71	25.37	24.95	25.68	25.40	25.21	25.51	25.81	25.21
C Reedsburg	21.12	22.01	22.75	24.04	24.81	25.06	25.95	27.20	27.84	26.24
C Wisconsin Dells	21.69	22.10	22.95	23.72	22.74	23.23	22.97	24.37	24.72	23.81

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	
		Amount	Percentage of Levy	Amount	Percentage of Levy	Amount	Percentage of Levy
2013	123,076,899	86,673,845	70.42	36,403,054	123,076,899	100.00	100.00
2014	124,121,753	88,198,137	71.06	35,923,616	124,121,753	100.00	100.00
2015	64,954,697	48,877,745	75.25	16,076,952	64,954,697	100.00	100.00
2016	66,685,505	50,064,943	75.08	16,620,562	66,685,505	100.00	100.00
2017	72,728,318	54,736,684	75.26	17,991,634	72,728,318	100.00	100.00
2018	74,965,346	57,158,226	76.25	17,807,120	74,965,346	100.00	100.00
2019	77,216,449	58,199,665	75.37	19,016,784	77,216,449	100.00	100.00
2020	79,872,879	60,025,363	75.15	19,847,516	79,872,879	100.00	100.00
2021	82,237,736	62,528,698	76.03	19,709,038	82,237,736	100.00	100.00
2022	80,021,085	61,007,898	76.24	19,013,187	80,021,085	100.00	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

PRINCIPAL PROPERTY TAX PAYERS
Current Year and Nine Years Ago

Name of Business	Type of Business	2021			2012		
		Equalized Valuation	Rank	Percent of MATC Total Equalized Valuation	Equalized Valuation	Rank	Percent of MATC Total Equalized Valuation
Epic Systems Corporation	Medical Software	\$ 1,202,284,400	1	1.21 %	\$ 390,752,619	1	0.58 %
Promega Corporation	Biotechnology	217,861,100	2	0.22			
CG Growth LLC	Medical	164,765,000	3	0.17			
American Family Insurance	Insurance	132,034,700	4	0.13	147,525,432	3	0.22
Ax Madison Greenway LLC	Property Management	120,794,400	5	0.12			
Madison Malls Ground LLC	Shopping Centers	107,353,000	6	0.11	190,724,798	2	0.28
University Research Park Inc	Research & Technology Park	91,644,900	7	0.09	119,008,699	4	0.18
Core Campus Madison LLC	Property Development	89,500,000	8	0.09			
Covance Laboratories, Inc.	Research	78,699,000	9	0.08	81,451,233	6	0.12
Core Campus Madison II LLC	Property Development	76,700,000	10	0.08			
Greenway Office Center LLC	Property Management				117,359,547	5	0.17
CMFG Life Insurance Co	Insurance				52,568,314	7	0.08
SBA Usquare LLC	Property Development				50,844,335	8	0.08
Pickney Investment Group LLC	Property Development				45,147,887	9	0.07
Hilldale Land Co LLC	Property Development				43,101,627	10	0.06
Totals		\$ 2,281,636,500		2.30 %	\$ 1,238,484,491		1.83 %
MATC Total Equalized Valuation		\$99,188,787,104			\$67,787,364,099		

Source: Dane County Tax System (provided by Dane County Treasurer's Office)

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	
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
2021	7,572	13,114	2,133	2,894	2,381	1,350	22,872
2022	7,254	13,192	2,300	4,465	3,420	1,181	24,722

Full-time Equivalents (b)								
Year	Aidable					Non-Aidable		Total
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Total Aidable	Community Service	
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
2021	2,780	3,982	480	86	271	7,599	19	7,618
2022	2,538	3,978	535	121	379	7,551	20	7,572

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.

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*
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
2020-21	187.85	281.78	138.90	208.35	340.00	272.00
2021-22	188.90	283.35	141.00	211.50	380.00	304.00

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 \$11.44 per credit for all Postsecondary & Vocational Adult credit courses and \$14.54 per credit for all College Parallel credit courses. For Regional Campuses, the fee is \$3.25 per credit for Fall and Spring semesters.

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 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 Fall 2021 fee was \$27.00 and Spring 2022 was \$35.00. No fee was charged for the Summer 2021 semester.

Academic Achievement Fee

The Academic Achievement Fee is \$1.41 per credit for all Postsecondary and Vocational Adult credit courses and \$1.89 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.

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				Net Total Debt ⁽²⁾		
			Obligation Notes and Bonds	Premiums on Notes and Bonds	Lease Liability **	Capital Lease	Amount	Percent of Equalized Valuation	Per Capita
2013	740,541	70,547,400,399	173,800,000	7,415,935	N/A	64,329	181,280,264	0.26	245
2014	744,676	70,405,217,759	167,705,000	7,584,224	N/A	58,912	175,348,136	0.25	235
2015	749,725	72,677,959,625	174,145,000	8,122,006	N/A	53,799	182,320,805	0.25	243
2016	756,312	75,522,264,359	174,310,000	8,386,753	N/A	48,973	182,745,726	0.24	242
2017	775,673	78,612,374,268	171,125,000	8,368,585	N/A	44,417	179,538,002	0.23	231
2018	783,061	83,702,047,239	166,755,000	13,081,161	N/A	40,117	179,876,278	0.21	230
2019	790,521	88,862,705,893	165,650,000	12,356,173	N/A	36,058	178,042,231	0.20	225
2020	798,053	94,997,912,017	162,890,000	11,385,396	N/A	32,227	174,307,623	0.18	218
2021	805,658	100,506,585,126	166,645,000	10,165,989	3,595,410	N/A	180,406,399	0.18	224
2022	813,326	104,977,856,204	171,190,000	9,306,364	3,364,503	N/A	183,860,867	0.18	226

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.

** The District implemented GASB 87, Leases in 2022, and presented retrospectively as of July 1, 2021. Earlier periods do not reflect this standard.

MADISON AREA TECHNICAL COLLEGE DISTRICT

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
For Year ended June 30, 2022

Name of Entity ⁽¹⁾	Net Debt Outstanding	Percent Applicable to District ⁽²⁾	Outstanding Debt Applicable to District
Adams County	\$ 9,230,000	15.95%	\$ 1,472,185
Columbia County	47,600,000	99.91%	47,557,160
Dane County	432,240,000	99.98%	432,153,552
Dodge County	30,270,000	18.18%	5,503,086
Green County	32,180,000	25.47%	8,196,246
Iowa County	26,165,000	15.37%	4,021,561
Jefferson County	27,365,000	87.61%	23,974,477
Juneau County	18,521,150	9.44%	1,748,397
Marquette County	13,340,888	98.13%	13,091,413
Richland County	24,820,000	7.21%	1,789,522
Rock County	64,810,000	0.20%	129,620
Sauk County	5,985,000	98.45%	5,892,233
Total Cities	1,074,775,194	Varies	1,055,071,838
Total Villages	356,443,688	100.00%	356,443,688
Total Towns	24,374,684	Varies	19,995,871
Total School Districts	2,186,156,932	Varies	1,867,963,028
Madison Metropolitan Sewerage District	122,626,954	100.00%	122,626,953
Subtotal, overlapping debt			3,967,630,830
District Direct Debt			
General Obligation Notes			107,315,000
General Obligation Bonds			63,875,000
Premiums on Notes and Bonds			9,306,364
Lease Liability			3,364,503
Subtotal, District direct debt			183,860,867
Total direct and overlapping debt			<u>\$ 4,151,491,697</u>

Statistical Summary

2021 Equalized Valuation - TID In	<u>\$ 104,977,856,204</u>
Direct District Indebtedness	183,860,867
Overlapping and Underlying Bonded Indebtedness	<u>3,967,630,830</u>
Total Direct, Overlapping and Underlying Indebtedness	<u>\$ 4,151,491,697</u>
Direct, Overlapping and Underlying Indebtedness as a Percentage of Equalized Valuation	3.95%
Population of District	805,658
Direct, Overlapping and Underlying Indebtedness - Per Capita	<u>\$ 5,152.92</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
- (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 2022	<u>5%</u> <u>Debt Limit</u>	<u>2%</u> <u>Debt Limit</u>
2021 Equalized Valuation - TID In	\$ 104,977,856,204	\$ 104,977,856,204
	<u> x 5%</u>	<u> x 2%</u>
Total debt limit - 5% of equalized valuation	5,248,892,810	2,099,557,124
Debt applicable to limit:		
General obligation notes	107,315,000	107,315,000
General obligation bonds	63,875,000	63,875,000
Less: debt service funds available (GAAP Basis)	<u>(1,515,679)</u>	<u>(1,515,679)</u>
Total amount of debt applicable to debt limit	<u>169,674,321</u>	<u>169,674,321</u>
Legal total debt margin	<u><u>\$ 5,079,218,489</u></u>	<u><u>\$ 1,929,882,803</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>
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
2021	5,025,329,256	165,784,019	4,859,545,237	3.30
2022	5,248,892,810	169,674,321	5,079,218,489	3.23

* 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.

**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.

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	Dane	Jefferson	Sauk	
2013	740,541	497,021	83,940	62,041	31,947,648	51,341	37,950	40,524	4.9	7.0	5.8
2014	744,676	502,251	83,974	62,092	32,515,843	51,523	39,495	40,745	4.1	6.1	4.9
2015	749,725	508,384	84,255	62,207	34,354,201	53,705	40,761	43,763	3.3	4.2	3.7
2016	756,312	518,537	84,262	62,187	35,688,394	55,232	41,698	44,037	2.8	3.9	3.1
2017	775,673	524,775	84,412	62,240	37,800,986	58,100	43,637	45,847	2.6	3.2	2.9
2018	783,061	530,519	84,352	62,822	40,292,607	61,304	46,241	48,365	2.4	3.0	2.3
2019	790,521	537,156	84,579	63,281	42,318,134	64,071	47,152	51,115	2.9	3.4	3.0
2020	798,053	543,398	84,692	63,343	44,291,831	66,094	49,591	55,166	7.4	7.3	10.3
2021	805,658	551,849	85,187	64,048	(7)	(7)	(7)	(7)	3.6	3.9	4.7
2022	813,326	582,165	86,576	66,497	(7)	(7)	(7)	(7)	2.7	3.2	3.3

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. 2022 Unemployment rates are as of June 2022.
- (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	2022 ⁽¹⁾			2013 ⁽²⁾		
			Number of Employees	Rank	Percent of District Population	Number of Employees	Rank	Percent of District Population
State of Wisconsin	Dane	State Government	35,877	1	4.41 %	16,300	1	2.19 %
University of Wisconsin-Madison	Dane	University/College	24,398	2	3.00	14,464	2	1.94
UW Hospitals and Clinics	Dane	Hospital/healthcare	18,000	3	2.21	5,000	4	0.67
EPIC Systems	Dane	Software Services	10,000	4	1.23	6,300	3	0.85
Madison Metropolitan School District	Dane	Elementary & Secondary Education	4,003	5	0.49	3,903	7	0.52
Wisconsin Physicians Service Insurance	Dane	Health Benefits/Insurance	3,500	6	0.43	3,900	8	0.52
Unitypoint Health-Meriter	Dane	Hospital/healthcare	3,500	6	0.43	3,000	9	0.40
American Family Insurance	Dane	Insurance	3,400	8	0.42			
Dane County	Dane	County Government	2,564	9	0.32			
CUNA Mutual Holding Co	Dane	Insurance	2,000	10	0.25			
Oscar Mayer Foods (Kraft Foods)	Dane	Food Packaging				5,000	5	0.67
U.S. Government	Dane	Government				4,990	6	0.67
St. Mary's Hospital	Dane	Hospital/healthcare				2,800	10	0.38
			Total		13.19 %	65,657		8.82 %

Notes:

(1) Source: PMA, Inc. via Madison Area Technical College General Obligation Promissory Notes, Series 2021-22J, dated 5/17/22

(2) Source: Madison College's Comprehensive Annual Financial Report for year ended June 30, 2013

MADISON AREA TECHNICAL COLLEGE DISTRICT
FULL TIME EMPLOYEES BY EQUAL EMPLOYMENT OPPORTUNITY CLASSIFICATION
 Last Ten Fiscal Years

	Full Time Employees as of June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>District Total:</u>	1,071	1,053	1,023	1,023	1,008	1,013	982	953	929	941
Administrative	120	113	106	104	95	103	86	81	98	101
Faculty Instructors	458	467	447	451	454	470	473	474	440	450
Professional Non-faculty	41	37	40	38	26	22	18	16	3	4
Clerical/Secretarial	134	127	123	120	130	130	130	131	116	117
Technicians/Para-professional	255	244	239	242	235	222	216	194	218	209
Service/Maintenance	63	65	68	68	68	66	59	57	54	60

Source: Equal Opportunity/Affirmative Action Program data

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

<u>Year</u>	<u>Operational Expenditures ⁽³⁾ (General and Special Revenue-Aidable Funds)</u>		<u>Student Enrollments</u>		<u>MATC Operational Expenditures per Student</u>		<u>Statewide Operational Costs per Student</u>	
	<u>Amount (in thousands)</u>	<u>Percent Increase/ (Decrease)</u>	<u>Full-Time Equivalent Students</u>	<u>Percent Increase/ (Decrease)</u>	<u>Per FTE Students</u>	<u>Percent Increase/ (Decrease)</u>	<u>Per FTE Students</u>	<u>Rank (1)</u>
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	17,115	13
2021	162,332	(2.8)	7,618	(12.7)	21,309	11.3	18,868	13
2022	175,554	8.1	7,572	(0.6)	23,186	8.8	(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

<u>Year</u>	<u>Number of Graduates</u>	<u>Total Number Available for Employment</u>	<u>Percent Employed</u>	<u>Percent Employed in Related Occupations</u>	<u>Percent Employed in District</u>	<u>Average Monthly Salary</u>	<u>Graduates Satisfied or Very Satisfied w/Training</u>
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
2020	3,634	1,495	89	71	76	3,645	97
2021	3,389	1,513	92	79	72	3,903	97

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
MC-Madison										
District Administration (1)	-	-	-	-	-	-	14,265	14,265	14,265	18,506
Truax Campus										
Main Building	1,041,634	1,032,634	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	176,933	176,933
Protective Services Building	81,410	81,410	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	5,577	5,577
Downtown Education Center	-	-	-	-	204,158	204,158	204,158	204,158	204,158	204,158
Goodman South	83,385	83,385	-	-	-	-	-	-	-	-
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
Goodman Recreation Facilities										
Softball	4,065	4,065	4,065	4,065	4,065	-	-	-	-	-
Soccer	909	909	909	909	909	-	-	-	-	-
MC-North Property Storage Building										
North Court	118,000	118,000	118,000	118,000	118,000	118,000	118,000	118,000	118,000	119,559
Penske Building	-	10,663	19,163	19,163	19,163	19,163	19,163	19,163	19,163	19,163
Early Learning Campus (formerly Penske Bldg)	19,163	8,500	-	-	-	-	-	-	-	-
Sub-Total	1,641,154	1,632,154	1,622,954	1,539,569	1,743,727	1,738,753	1,738,753	1,738,753	1,753,018	1,758,818
MC-Fort Atkinson Campus	41,540	41,540	36,840	36,840	36,840	36,840	36,840	36,840	36,840	36,840
MC-Portage Campus	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982
MC-Reedsburg Campus	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559
MC-Waterown Campus	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441
Columbus - Protective Services Training Facility	12,357	12,357	12,357	12,357	12,357	-	-	-	-	-
Sub-Total	138,879	138,879	134,179	134,179	134,179	121,822	121,822	121,822	121,822	121,822
Other (Leased)										
Village Family Dental, 1250 Prairie St, Sun Prairie	2,000	-	-	-	-	-	-	-	-	-
Foundation Centre, 3591 Anderson Street	34,135	34,135	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
McAllen Center, 3513 Anderson, Suite 112	-	-	-	-	-	-	-	-	1,580	1,580
McAllen Center, 3513 Anderson, Suite 108	-	-	-	-	-	-	-	-	2,385	2,385
Portage Enterprise Center	7,650	3,750	3,750	3,750	3,750	3,750	3,750	3,750	2,500	2,500
Portage Enterprise Center Suite A Addition	-	3,900	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
South Madison Center (Village on Park)	-	-	-	12,287	12,287	12,287	12,287	12,287	12,287	12,287
MC West-Old (Gammon Address)	-	-	-	-	-	-	-	-	101,379	101,379
MC West-New (Excelsior Address)	-	17,504	17,504	17,504	12,843	12,843	12,843	12,843	-	-
Village of Plain, 510 Green Blvd	-	-	-	-	-	-	-	-	1,490	1,490
Sub-Total	45,165	60,669	60,669	72,956	68,295	68,295	68,295	158,699	169,514	169,514
Total Square Footage	1,825,198	1,831,702	1,817,802	1,746,704	1,946,201	1,928,870	1,928,870	2,019,274	2,044,354	2,050,154

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

SINGLE AUDIT SECTION

Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) mandates independent financial and compliance audits of the federal award programs. The state of Wisconsin also stipulates that grantees who are required to have a federal single audit completed must include selected state award programs in the scope of the single audit. In addition to the required auditors' reports, the schedule of expenditures of federal and state awards and accompanying notes and schedule of findings and questioned costs are provided to support the requirements for compliance with Uniform Guidance and State of Wisconsin *Single Audit Guidelines*. The schedules provide more detailed financial information related to grant activity and other revenue.

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended June 30, 2022

Assistance Listing Number	Assistance program	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
	Department of Agriculture							
10.558	Child & Adult Care Food Program WI Department of Public Instruction Meal Reimbursement Child & Family Center	N/A	07/01/21 - 06/30/22	\$ 17,964 \$	17,964 \$	- \$	17,964 \$	-
	Total Department of Agriculture			\$ 17,964 \$	17,964 \$	- \$	17,964 \$	-
	Bureau of Indian Affairs							
15.114	Indian Education-Higher Education Grant Program	N/A	07/01/21 - 06/30/22	\$ 48,250 \$	48,250 \$	- \$	48,250 \$	-
	Total Bureau of Indian Affairs			\$ 48,250 \$	48,250 \$	- \$	48,250 \$	-
	Department of Labor							
17.258	Workforce Investment Act Cluster Workforce Investment Act Title 1 - Adult Workforce Development Board of South Central Wisconsin Training Navigator - Adult	21-593-2022-TN	07/01/21 - 06/30/22	\$ 157,246 \$	152,648 \$	- \$	152,648 \$	-
				157,246	152,648	-	152,648	-
17.277	Workforce Investment Act Title 1 - DLW/National Emergency Workforce Development Board of South Central Wisconsin Training Navigator-Statewide Employment Recovery DWG	21-593-2022-TN	07/01/21 - 06/30/22	\$ 52,120 \$	50,594 \$	- \$	50,594 \$	-
				52,120	50,594	-	50,594	-
17.278	Workforce Investment Act Title 1 - Dislocated Worker Workforce Development Board of South Central Wisconsin Training Navigator - DLW	21-593-2022-TN	07/01/21 - 06/30/22	\$ 195,834 \$	190,181 \$	- \$	190,181 \$	-
				195,834	190,181	-	190,181	-
	Total Workforce Investment Act Cluster			405,200	393,423	-	393,423	-
	Total Department of Labor			\$ 405,200 \$	393,423 \$	- \$	393,423 \$	-
	Department of Transportation							
20.703	Pipeline and Hazardous Materials Safety Administration Hazardous Materials Public Sector Training & Planning Grants	N/A	07/01/21 - 06/30/22	\$ 13,389 \$	13,389 \$	- \$	13,389 \$	-
	Total Department of Transportation			\$ 13,389 \$	13,389 \$	- \$	13,389 \$	-
	United States Department of the Treasury							
21.027	Coronavirus State and Local Fiscal Recovery Funds Workforce Innovation Grant Program	SLFRP0135	12/14/21 - 6/30/25	\$ 2,875,000 \$	58,695 \$	31,643 \$	90,338 \$	-
	Total United States Department of the Treasury			\$ 2,875,000 \$	58,695 \$	31,643 \$	90,338 \$	-
	Department of Veteran Affairs							
64.028	Post - 9/11 Veterans Educational Assistance	N/A	07/01/21 - 06/30/22	\$ 486,911 \$	486,911 \$	- \$	486,911 \$	-
	Total Department of Veteran Affairs			\$ 486,911 \$	486,911 \$	- \$	486,911 \$	-

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended June 30, 2022

Assistance Listing Number	Assistance program	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
	Department of Energy							
81.087	Renewable Energy Research and Development Solar Ready Wisconsin	DE-EE0008573	05/01/19 - 09/30/22	\$ 100,500 \$	32,905 \$	- \$	32,905 \$	-
	Total Department of Energy			\$ 100,500 \$	32,905 \$	- \$	32,905 \$	-
	Department of Education							
84.002A	Adult Education-Basic Grants to States	04-220-146-121	07/01/20 - 09/30/21	\$ 985,136 \$	28,502 \$	11,491 \$	39,993 \$	-
	Wisconsin Technical College System	04-230-146-122	07/01/21 - 06/30/22	1,034,007	773,598	260,409	1,034,007	-
	ABE Comprehensive	04-231-146-112	07/01/21 - 06/30/22	100,000	75,000	46,100	121,100	-
	Project for Institutionalized Adults	04-232-146-162	07/01/21 - 06/30/22	100,000	75,000	25,000	100,000	-
	Integrated English Literacy and Civics Education	04-233-146-172	07/01/21 - 06/30/22	38,909	29,182	9,727	38,909	-
	Targeting Immigrant Professionals for Success Project			2,258,052	981,282	352,727	1,334,009	-
84.007	Student Financial Assistance Cluster							
	Federal Supplemental Educational Opportunity Grants	N/A	07/01/21 - 06/30/22	515,949	515,949	105,439	621,388	-
	Grants - Prior Year	N/A	07/01/20 - 06/30/21	41,147	41,147	(41,147)	-	-
	Administrative Fee		07/01/21 - 06/30/22	15,785	15,785	-	15,785	-
	Administrative Fee - Prior Year		07/01/20- 06/30/21	16,313	16,313	-	16,313	-
	Federal Direct Student Loans			589,194	589,194	64,292	653,486	-
84.268	Federal Direct Loans							
	Federal Direct Loans	N/A	07/01/21 - 06/30/22	14,529,090	14,529,090	-	14,529,090	-
	Loans - Prior Year	N/A	07/01/20 - 06/30/21	273,442	273,442	-	273,442	-
	Federal Direct PLUS Loans	N/A	07/01/21 - 06/30/22	93,829	93,829	-	93,829	-
	Federal Work-Study Program			14,896,361	14,896,361	-	14,896,361	-
84.033	Federal Work Study							
	FWS - Prior Year	N/A	07/01/21 - 06/30/22	54,999	54,999	-	54,999	-
	Administrative Fee Prior Year	N/A	07/01/20 - 06/30/21	29,711	29,711	-	29,711	-
	Administrative Fee		07/01/20 - 06/30/21	14,855	14,855	-	14,855	-
	Federal Pell Grant Program			99,565	99,565	-	99,565	-
84.063	Grants							
	Grants - Prior Year	N/A	07/01/21 - 06/30/22	9,792,113	9,792,113	-	9,792,113	-
	Administrative Fee	N/A	07/01/20 - 06/30/21	53,205	53,205	-	53,205	-
	Administrative Fee - Prior Year	N/A	07/01/21 - 06/30/22	14,660	14,660	-	14,660	-
	Administrative Fee	N/A	07/01/20 - 06/30/21	915	915	-	915	-
	Total Student Financial Assistance Cluster			9,860,893	9,860,893	-	9,860,893	-
				25,446,012	25,446,013	64,292	25,510,305	

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended June 30, 2022

Assistance Listing Number	Assistance program	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
Department of Education (continued)								
84.334S	Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)	P334S190012	07/01/21 - 06/30/22	2,187	2,187	-	2,187	-
84.126	DVR Training Grant Student Awards	N/A	07/01/21 - 06/30/22	2,187	2,187	-	2,187	-
84.042A	TRIO - Student Support Services			67,893	67,893	-	67,893	-
	Madison College TRIO Regular Student Support Services	P042A201148	09/01/20 - 08/31/25	1,309,440	255,110	8,871	263,981	-
	Madison College TRIO Disabilities Student Support Services	P042A201151	09/28/20 - 09/27/25	1,309,440	278,490	11,585	290,075	-
	Career and Technical Education - Basic Grants to States			2,618,880	533,600	20,456	554,056	-
84.048A	Wisconsin Technical College System							
	Student Success	04-140-150-231	07/01/20 - 09/30/21	939,980	3,707	4,035	7,742	-
	Student Success	04-150-150-232	07/01/21 - 06/30/22	929,899	426,589	465,483	892,072	-
	Strengthening CTE Programs	04-151-150-252	07/01/21 - 06/30/22	130,700	129,214	-	129,214	-
	Tools for Tomorrow	04-152-150-262	07/01/21 - 06/30/22	60,872	58,753	-	58,753	-
	Career Prep	04-153-150-212	07/01/21 - 06/30/22	69,110	35,762	-	35,762	-
	Promoting and Supporting High School to College Transitions	04-154-150-242	07/01/21 - 06/30/22	46,548	29,887	-	29,887	-
	Continuing to Advance Equity and Inclusion at Madison College	04-155-150-222	07/01/21 - 06/30/22	92,298	92,298	-	92,298	-
				2,269,407	776,210	469,518	1,245,728	-
84.031F	Strengthening Institutions Program (SIP)	P031F170084	10/01/17 - 09/30/22	3,150,000	358,010	-	358,010	-
	Pathways to Success: Title III			3,150,000	358,010	-	358,010	-
84.141A	Migrant Education - High School Equivalency Program (HEP)	S141A160028	07/01/16 - 03/31/22	1,799,045	127,093	-	127,093	-
	Madison College Rural High School Equivalency Program	S141A210022	07/01/21 - 06/30/26	2,052,959	309,682	-	309,682	-
	Madison College Rural High School Equivalency Program			3,852,004	436,775	-	436,775	-
84.335A	Childcare Access Means Parents in School	P335A180275	10/01/18 - 9/30/22	483,244	184,566	-	184,566	-
	Madison College CCAMPIS Program			483,244	184,566	-	184,566	-
	Office of Post Secondary Education: Higher Education Emergency Relief Fund-IHE/Institution							
	Education Stabilization Fund							
	Emergency Financial Aid Grants	P425E200240	04/20/20 - 06/30/23	16,706,026	10,025,797	-	10,025,797	-
84.425E	Institutional Funds	P425F200317	05/04/20 - 06/30/23	23,413,211	14,592,267	-	14,592,267	-
84.425F	Strengthening Institutions Program (SIP)	P425M200027	05/27/20 - 06/30/23	1,793,992	412,899	-	412,899	-
84.425M	Madison College FIPSE IREPO Project	P425P200378	08/02/21 - 08/01/23	1,496,996	561,388	-	561,388	-
84.425P				43,410,225	25,592,351	-	25,592,351	-
	Total Department of Education			\$ 83,557,904	\$ 54,378,887	\$ 906,993	\$ 55,285,880	\$ -

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended June 30, 2022

Assistance Listing Number	Assistance program	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
Department of Health and Human Services								
93.421	Centers for Disease Control and Prevention Project Firstline: Infection Control Infusion into Community College Curriculum	1NU50CK000579-01-00	06/21/21 - 07/31/22	\$ 46,575 \$	\$ 46,575 \$	- \$	46,575 \$	-
	Total Department of Health and Human Services			\$ 46,575 \$	\$ 46,575 \$	- \$	\$ 46,575 \$	-
Administration For Children And Families								
93.575	WECA TEACH Early Childhood Accreditation Program	N/A	06/15/18 - 8/31/23	\$ 56,547 \$	- \$	- \$	- \$	-
	Total Administration For Children And Families			\$ 56,547 \$	- \$	- \$	- \$	-
Research and Development Cluster								
<u>National Science Foundation</u>								
47.050	Geosciences MRI: Development of a Modern Polar Climate and Weather Automated Observing System	PLR-1625904	09/01/16 - 08/31/22	\$ 603,427 \$	\$ 34,977 \$	- \$	34,977 \$	-
Research and Development Cluster (Continued)								
<u>Education and Human Resources</u>								
47.076	Advanced Technology Education Center for Renewable Energy Advanced Technological Education: Energy Storage Project	DUE-1800893	07/01/18 - 06/30/22	599,582	238,255	-	238,255	31,656
	Consortium for Advanced Manufacturing of Cell and Tissue-Based Products	DUE-1801123	09/01/18 - 08/31/21	570,200	14,850	-	14,850	-
	Building New Pathways to Biotechnology Technician Careers	DUE-1801143	09/01/18 - 08/31/22	395,495	48,292	-	48,292	23,269
	Improving the Integration of Supervisory Controls and Data Acquisition Technologies into the Renewable Energy Sector	DUE-1901852	07/01/19 - 06/30/22	588,809	218,983	-	218,983	141,535
	Center for Renewable Energy Advanced Technological Education Resource Center	DUE-2000714	07/01/20 - 06/30/23	1,246,391	376,007	-	376,007	163,669
	Louis Stokes STEM Pathways and Research Alliance: Wisconsin LSAMP (WiscAMP)	HRD-1911284	09/01/19 - 08/31/24	125,000	19,611	-	19,611	-
	Center for Renewable Energy Advanced Technological Education Creating an Industry Recognized Energy Storage Certification Credential	DUE-2140289	10/01/21 - 09/30/24	744,987	90,185	-	90,185	57,437
<u>Polar Programs</u>								
47.078	Collaborative Research: Antarctic Meteorological Research and Data Center (AMRDC)	OPP-1951603	06/01/20 - 5/31/25	916,848	175,707	-	175,707	-
Total Research and Development Cluster				\$ 5,790,739 \$	\$ 1,216,867 \$	- \$	\$ 1,216,867 \$	417,566
Total Federal Financial Awards				\$ 93,398,979 \$	\$ 56,693,866 \$	\$ 938,636 \$	\$ 57,632,502 \$	417,566

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2022

NOTE A - SIGNIFICANT ACCOUNTING POLICY

The accompanying Schedule of Expenditures of Federal Awards is prepared on the accrual basis of accounting.

NOTE B - RECONCILIATION OF FEDERAL AWARDS TO THE BASIC FINANCIAL STATEMENTS

A schedule reconciling total federal awards to amounts reported in the basic financial statements follows:

Federal revenues from Schedule of Expenditures of Federal Awards	\$ 56,693,866
Federal grants revenue recognized in the statement of revenues, expenses and changes in net assets	\$ 41,797,505
Loans presented on the Schedule of Expenditures of Federal Awards	14,896,361
	\$ 56,693,866

NOTE C - PROGRAMS NOT SUBJECT TO SINGLE AUDIT

The following programs are included on the Schedule of Expenditures of Federal Awards but are not subject to the Single Audit Act.

Assistance Listing Number	Funding Agency	Name of Program	Amount
64.028	Department of Veteran Affairs	Veterans Educational Assistance	\$ 486,911

NOTE D - DE MINIMUS INDIRECT COST RATE

Madison Area Technical College has not elected to apply the De Minimus indirect cost allocation rate for the year ended June 30, 2022

NOTE E - ENDING OF YEAR LOAN BALANCE

The balance of outstanding loans as of 6/30/2021 and 2022 is \$0, as Madison Area Technical College is not the lender for these loans made to students.

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
 Year ended June 30, 2022

Assistance program	State catalog number	Grant number	Grant dates	Grant amount	State	Match	Revenues	
							Expenditures to Sub-Recipients	Passed Through
Wisconsin Department of Transportation								
Driver Education	20.395(4)(eq)							
Motorcycle Training-Basic Rider		MG-2021-MATC-00021	07/01/21 - 12/31/21	\$ 75,244	\$ 22,329	\$ 14,321	\$ 36,650	\$ -
Motorcycle Training-Basic Rider		MG-2022-MATC-00030	01/01/22 - 06/30/22	52,568	33,249	-	33,249	-
Total Wisconsin Department of Transportation				\$ 127,812	\$ 55,579	\$ 14,321	\$ 69,899	\$ -
Higher Education Aids Board								
Wisconsin Higher Education Grant	235.102	N/A	07/01/21 - 06/30/22	\$ 2,200,997	\$ 2,200,997	\$ -	\$ 2,200,997	\$ -
Remission of Fees for Veterans & Dependents	235.105	N/A	07/01/21 - 06/30/22	103,473	103,473	-	103,473	-
Minority Retention Grant	235.107	N/A	07/01/21 - 06/30/22	144,050	144,050	-	144,050	-
Academic Excellence	235.109	N/A	07/01/21 - 06/30/22	3,938	3,938	3,937	7,875	-
Audio Visual Disability Grant	235.112	N/A	07/01/21 - 06/30/22	1,800	1,800	-	1,800	-
Talent Incentive Program	235.114	N/A	07/01/21 - 06/30/22	76,500	76,500	-	76,500	-
Nursing Student Loans	235.117	N/A	07/01/21 - 06/30/22	21,000	21,000	-	21,000	-
Technical Excellence Program	235.119	N/A	07/01/21 - 06/30/22	103,809	103,809	103,799	207,608	-
Wisconsin Indian Grant	235.132	N/A	07/01/21 - 06/30/22	23,650	23,650	-	23,650	-
Total Higher Education Aids Board				\$ 2,679,217	\$ 2,679,217	\$ 107,736	\$ 2,786,953	\$ -
Wisconsin Technical College System Board								
Student Emergency Fund	292.104							
Madison College Emergency Grants Program		04-407-104-112	07/01/21 - 06/30/22	\$ 33,833	\$ 33,833	\$ -	\$ 33,833	\$ -
Performance Based Aid	292.105	N/A	07/01/21 - 06/30/22	3,349,354	3,349,354	-	3,349,354	-
State Aids for Technical Colleges	292.105	N/A	07/01/21 - 06/30/22	9,649,500	9,649,500	-	9,649,500	-
Prior Year		N/A	07/01/20 - 06/30/21	(409,000)	(409,000)	-	(409,000)	-
				12,589,854	12,589,854	-	12,589,854	-
General Purpose Revenue (GPR) Grant Funds	292.124							
Apprentice-Related Instruction								
Plumbing Apprenticeship		04-416-124-112	07/01/21 - 06/30/22	39,389	39,389	-	39,389	-
Electrical Construction Apprenticeship		04-417-124-112	07/01/21 - 06/30/22	79,736	63,064	-	63,064	-
HVAC-R Apprenticeship		04-418-124-112	07/01/21 - 06/30/22	20,228	19,726	-	19,726	-
Maintenance Mechanic/Millwright Apprenticeship		04-419-124-112	07/01/21 - 06/30/22	5,278	5,278	-	5,278	-
Telecommunications Voice/Data/Video Apprenticeship		04-420-124-112	07/01/21 - 06/30/22	10,620	9,244	-	9,244	-
Steamfitter Service Apprenticeship		04-421-124-112	07/01/21 - 06/30/22	36,750	36,563	-	36,563	-
Steamfitter Construction Apprenticeship		04-423-124-112	07/01/21 - 06/30/22	36,750	35,982	-	35,982	-
Career Pathways								
Sector Career Pathways Project		04-400-124-122	07/01/21 - 06/30/22	325,000	258,456	64,614	323,069	-
Regional ELL - Access to a Career		04-401-124-122	07/01/21 - 06/30/22	325,000	252,409	63,102	315,512	-
Developing Markets								
CyberSurge: Enhancing the IT-Cybersecurity Specialist		04-371-124-131	07/01/20 - 06/30/22	253,295	251,517	-	251,517	-
Professional Growth								
Madison College Center for Excellence in Teaching		04-406-124-152	07/01/21 - 06/30/22	132,366	85,018	42,508	127,526	-

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
 Year ended June 30, 2022

Assistance program	State catalog number	Grant number	Grant dates	Grant amount	Revenues			Passed Through to Sub-Recipients
					State	Match	Total Expenditures	
Wisconsin Technical College System Board (continued)								
State Completion								
Student Completion		04-402-124-162	07/01/21 - 06/30/22	300,000	214,985	71,662	286,647	
State Leadership								
Instructional Transformation and Institutional Resilience		04-414-124-182	07/01/21 - 09/30/22	150,000	131,471	-	131,471	-
Teaching Skills That Matter		04-424-124-182	01/01/22 - 06/30/22	1,218	1,170	-	1,170	-
Ability to Benefit State Process Implementation		04-388-124-191	12/01/20 - 11/30/21	3,000	197	-	197	-
Workforce Advancement Training								
Embedded Certificate for Skilled Healthcare Admins		04-375-124-171	07/01/20 - 11/30/21	93,187	33,739	-	33,739	-
Accelerated Hybrid Medical Assistant Program		04-376-124-171	07/01/20 - 11/30/21	142,229	15,440	-	15,440	-
Embedded Credit Manufacturing		04-378-124-171	07/01/20 - 11/30/21	179,885	60,966	-	60,966	-
Enhanced Hybrid Medical Assistant Program for Incumbant Workers								
Infant Toddler Certification for Teachers for Underserved and Homeless Children		04-410-124-172	07/01/21 - 08/31/22	191,151	98,481	-	98,481	-
Peer Support Specialist and Mental Health		04-411-124-172	07/01/21 - 08/31/22	30,949	20,670	-	20,670	-
Well Being Certificate								
Bringing Care Home-Personal Care Worker Certificate		04-412-124-172	07/01/21 - 08/31/22	27,340	22,685	-	22,685	-
IET Development and Expansion		04-413-124-172	07/01/21 - 08/31/22	21,094	18,929	-	18,929	-
Expanding Integrated Education and Training Programs Pass-Through Awards:								
Chippewa Valley Technical College		04-415-124-202	01/01/22 - 06/30/22	131,133	122,908	-	122,908	-
Respiratory Therapy Consortium								
Manufacturing Month Project								
				2,684,789	1,917,027	241,886	2,158,913	-
Property Tax Relief Aid	292.162	N/A	07/01/21 - 06/30/22	65,243,797	65,243,797	-	65,243,797	-
Fire Service Operations								
Fire Fighter Training 2%	292.137	N/A	07/01/21 - 06/30/22	86,253	86,253	-	86,253	-
				86,253	86,253	-	86,253	-
				\$ 80,638,526	\$ 79,870,764	\$ 241,886	\$ 80,112,650	\$ -
Wisconsin Department of Natural Resources								
Aid in Lieu of DNR Property Taxes	370.503	N/A	07/01/21 - 06/30/22	\$ 89,881	\$ 89,881	\$ -	\$ 89,881	\$ -
				\$ 89,881	\$ 89,881	\$ -	\$ 89,881	\$ -
Wisconsin Department of Workforce Development								
An Integrated Approach to Dual Credit Teacher Certification	445.109	EFF181DE10003	07/01/18-08/31/23	\$ 196,067	\$ 29,684	\$ -	\$ 29,684	\$ -
				\$ 196,067	\$ 29,684	\$ -	\$ 29,684	\$ -
Wisconsin Department of Revenue								
State Aid-Personal Property Tax	835.103	N/A	07/01/21 - 06/30/22	\$ 413,577	\$ 413,577	\$ -	\$ 413,577	\$ -
State Aid-Computers	835.109	N/A	07/01/21 - 06/30/22	607,615	607,615	-	607,615	-
				\$ 1,021,193	\$ 1,021,193	\$ -	\$ 1,021,193	\$ -
				\$ 84,752,694	\$ 83,746,317	\$ 363,943	\$ 84,110,260	\$ -

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year ended June 30, 2022

NOTE A - SIGNIFICANT ACCOUNTING POLICY

The accompanying Schedule of Expenditures of State Awards is prepared on the accrual basis of accounting.

NOTE B - RECONCILIATION OF STATE AWARDS TO THE BASIC FINANCIAL STATEMENTS

A schedule reconciling total state awards to amounts reported in the basic financial statements follows:

State revenues from Schedule of Expenditures of State Awards	<u>\$</u>	<u>83,746,317</u>
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State grants revenue is presented on the basic financial statements as follows:

Operating	<u>\$</u>	4,801,593
Non-operating		<u>78,944,724</u>
	<u>\$</u>	<u>83,746,317</u>

NOTE C - PROGRAMS NOT SUBJECT TO SINGLE AUDIT

The following programs are included on the Schedule of Expenditures of State Awards but are not subject to the Single Audit Act.

ID Number	Funding Agency	Name of Program	Amount
235.105	Higher Education Aids Board	Remission of Fees for Veterans and Dependents	103,473
370.503	Department of Natural Resources	Aid in Lieu of DNR Property Taxes	89,881
835.109	Department of Revenue	State Aid - Computers	607,615

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2022

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
 - Material weakness(es) identified? _____ yes X no
 - Significant deficiency(ies) identified? _____ yes X none reported
3. Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

1. Internal control over major federal programs:
 - Material weakness(es) identified? _____ yes X no
 - Significant deficiency(ies) identified? _____ yes X none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes X no

Identification of Major Federal Programs

Assistance Listing Number(s)

84.425E
84.425F
84.425M
84.425P

Name of Federal Program or Cluster

COVID-19 - Higher Education Emergency Relief Fund
Emergency Financial Aid Grants
Institutional Funds
Strengthening Institutions Program (SIP)
Madison College FIPSE IREPO Project

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 1,700,816

Auditee qualified as low-risk auditee?

 X yes _____ no

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2022

Section I – Summary of Auditors’ Results (Continued)

State Financial Assistance

1. Internal control over state projects:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified
that are not considered to be
material weakness(es)? _____ yes X none reported

2. Type of auditors’ report issued on compliance for state projects: Unmodified

3. Any audit findings disclosed that are required to be reported in accordance with state requirements? _____ yes X no

Identification of Major State Projects

CSFA Number(s)	Name of State Project
235.107	Minority Retention Grant
235.109	Academic Excellence
235.112	Audio Visual Disability Grant
235.114	Talent Incentive Program
235.117	Nursing Student Loans
235.119	Technical Excellence Program
235.132	Wisconsin Indian Grant
292.124	General Purpose Revenue Grant Funds
292.162	Property Tax Relief Aid

Dollar threshold used to distinguish between Type A and Type B state projects: \$ 250,000

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal and State Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2022

Section IV – Other Issues

Does the auditors' report or the notes to the financial statements include disclosure with regard to substantial doubt as the auditee's ability to continue as a going concern? No

Does the auditors' report show audit issues (i.e. material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, significant deficiencies, management letter comments, excess revenue or excess reserve) related to grants\contracts with funding agencies that require audits to be in accordance with the State Single Audit Guidelines:

 Technical College System Board: No

Was a management letter or other document conveying audit comments issued as a result of this audit? No

Name and signature of Director:


Shannon Small, CPA

Date of report:

December 7, 2022



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

District Board
Madison Area Technical College District
Madison, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Madison Area Technical College District and the aggregate remaining fund information as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Madison Area Technical College District's basic financial statements, and have issued our report thereon dated December 7, 2022.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 7, 2022



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL AND MAJOR STATE PROGRAM AND REPORT ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE
AND THE WISCONSIN STATE SINGLE AUDIT GUIDELINES**

District Board
Madison Area Technical College District
Madison, Wisconsin

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Madison Area Technical College District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *Wisconsin State Single Audit Guidelines* that could have a direct and material effect on each of the Madison Area Technical College District's major federal and major state programs for the year ended June 30, 2022. The Madison Area Technical College District's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the *Wisconsin State Single Audit Guidelines*. Our responsibilities under those standards, the Uniform Guidance, and the *Wisconsin State Single Audit Guidelines* are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Madison Area Technical College District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of Madison Area Technical College District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Madison Area Technical College District's federal and state programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Madison Area Technical College District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the Wisconsin *State Single Audit Guidelines* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Madison Area Technical College District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and the Wisconsin *State Single Audit Guidelines*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Madison Area Technical College District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Madison Area Technical College District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the Wisconsin *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of Madison Area Technical College District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the Wisconsin *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 7, 2022



MADISON

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COLLEGE