

Annual Comprehensive Financial Report

For the Fiscal Year ended June 30, 2021

Fox Valley Technical College
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Fox Valley Technical College District
Annual Comprehensive Financial Report
for the Fiscal Year ended June 30, 2021

Prepared by
Financial Services Department of Fox Valley Technical College

Contact

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INTRODUCTORY SECTION

FOX VALLEY TECHNICAL COLLEGE DISTRICT
June 30, 2021

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June 30, 2021

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December 21, 2021

The Citizens and Board of Trustees
of the Fox Valley Technical College District

Wisconsin State statutes require the district board of each technical college to annually authorize an audit of the district and to submit an audit report to the Wisconsin Technical College System Board no later than six months following the end of the fiscal year. The District is also required to undergo an annual single audit to conform to the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. The Annual Comprehensive Financial Report (ACFR) for the Fox Valley Technical College District (the District) for the fiscal year ended June 30, 2021, is hereby submitted in fulfillment of those requirements. Responsibility for the contents and presentation of this report rests with the District's management.

The District has administrative responsibility for establishing and maintaining an internal control structure to ensure that the District's assets are protected from loss, theft, or misuse, and to ensure that adequate accounting data are compiled for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Wipfli LLP conducted an independent audit of the basic financial statements of the Fox Valley Technical College District as of and for the year ended June 30, 2021. The statements are the responsibility of the District's administration. As independent certified public accountants, Wipfli's role is to express an opinion on the basic financial statements. The audit provides a reasonable basis for financial statement users to rely on the information presented in the financial statements. Wipfli also, in accordance with Government Auditing Standards, issued a report on compliance and on internal control over financial reporting.

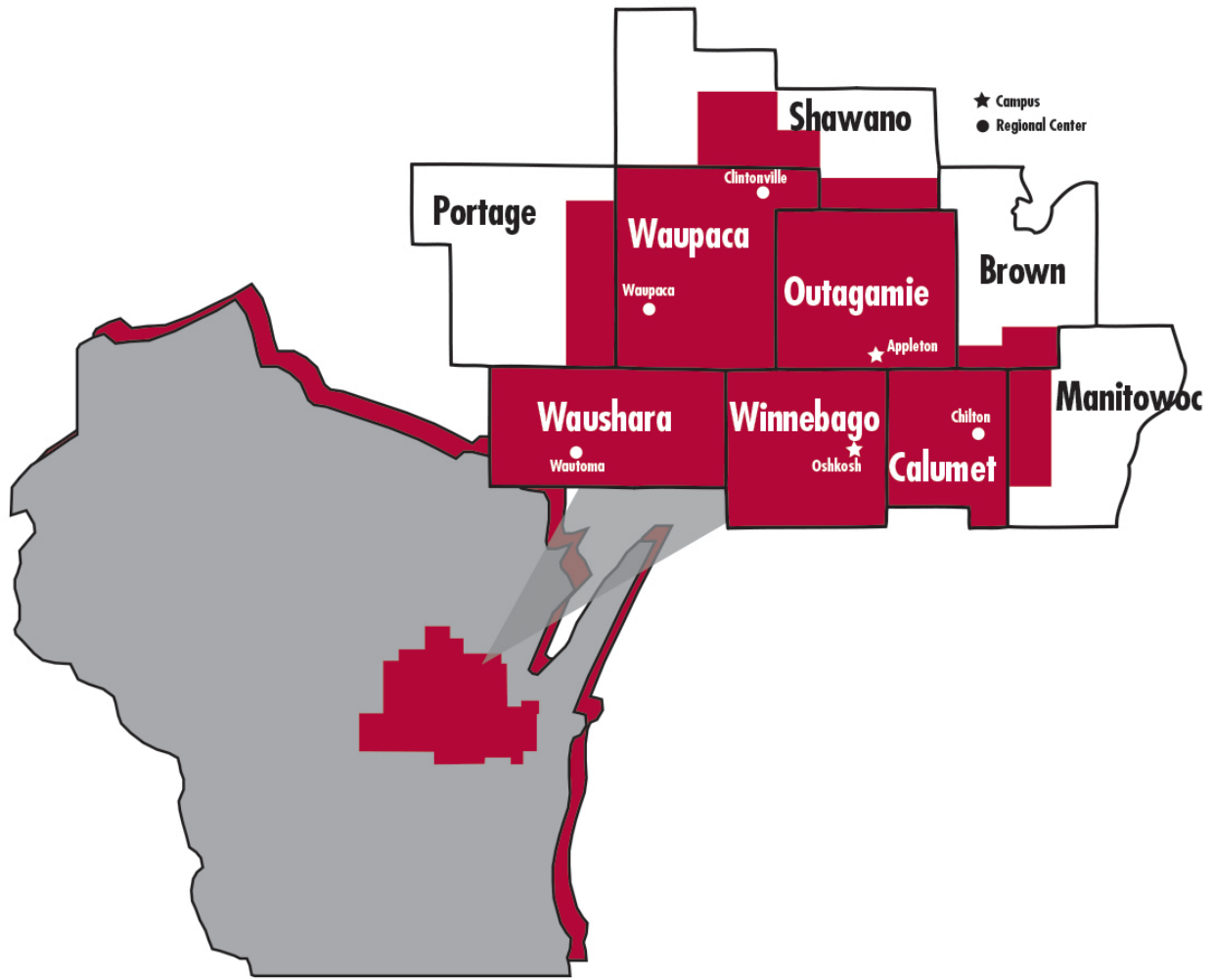
The management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE

The District, formerly known as Fox Valley Vocational, Technical and Adult Education District, was established in 1967. As reflected on the map below, the District is comprised of five counties—Calumet, Outagamie, Waupaca, Waushara, and Winnebago, as well as portions of Brown, Manitowoc, Portage and Shawano counties. The District's major population centers are located along the Fox River and together form the third largest metropolitan area in Wisconsin.

Approximately 487,000 people live in the counties and portions of counties served by the District, using population data from the Wisconsin Department of Administration (DOA) 2020 Population Estimates. Twenty-eight K-12 districts and thirty-five public and private high schools are located within the District's boundaries. The District serves approximately 50,000 people annually.

Fox Valley Technical College is affiliated with the Fox Valley Technical College Foundation, Inc., a not-for-profit corporation, whose mission is to be the College's partner in securing and providing various resources to promote lifelong learning and workforce development throughout the communities it serves. For more discussion around this relationship, refer to Note A in the Notes to Basic Financial Statements.



Our Mission is to:

Provide relevant technical education and training to support student goals, a skilled workforce, and the economic vitality of our communities.

Our Vision is to be:

A catalyst in engaging partners to bring innovative educational solutions to individuals, employers, and communities – transforming challenges into opportunities.

Values

Statements of core values are designed to characterize the desired teaching/learning environment and to guide the development of institutional policies and practices. Accordingly, all members of the Fox Valley Technical College community affirm the following college values:

Integrity – We value responsible, accountable, ethical behavior in an atmosphere of honest, open communication, and with mutual respect.

Collaborative Partnerships – We value partnerships with business, industry, labor, government, educational systems, and our communities.

Innovation – We value creativity, responsible risk-taking, and enthusiastic pursuit of new ideas.

Continuous Improvement – We value continuous improvement of our programs, services and processes through employee empowerment and professional development in a team-based culture.

Customer Focus – We value our internal and external customers and actively work to meet their needs.

Diversity – We value an educational environment that attracts and supports a diverse student/staff community and fosters global awareness.

Sustainability – We value the responsible use of resources to achieve balance among social, economic, and environmental practices.

Strategic Plan 2016-2022

The Strategic Plan 2016-2022 was originally adopted by the Board in August 2016 as a five-year plan ending in 2020. In 2020, the Strategic Plan was updated and extended until 2022. Key measures and targets associated with each direction noted below are monitored by the District’s administration and the District Board.

Access to Technical Education – Attract more students to technical career fields through targeted marketing, streamlining complex processes, and reducing known barriers.

Student Success – Improve students’ completion of credentials through the redesign of academic and support service systems and practices.

Workforce & Community Development – Work with regional partners to develop solutions to address workforce gaps in key employment sectors.

The directions are supported by core Foundational College Strategies:

Collaborative Culture – Foster a cross-functional environment of open communication and cooperation.

Operational Effectiveness – Aim for the most efficient use of resources and optimal alignment of processes.

Purposes

The District, consistent with statutorily mandated purposes, holds to the following purposes:

1. Deliver (a) Associate Degree, Diploma, and (b) Certificate-level educational programs which provide the skills and knowledge necessary to address occupational competencies from initial job-entry to advanced certification.
2. Provide training and education to upgrade the occupational skills of individuals and the business and industry work force.
3. Offer related academic and technical support courses for joint labor/management apprenticeship programs.
4. Design and deliver customized training, consulting services, and technical assistance in partnership with public and private sector employers to further economic development.
5. Provide community services and avocational or self-enrichment activities.
6. Collaborate with secondary schools, colleges and universities to enable students' smooth passage between educational systems.
7. Provide (a) basic skills programming and (b) counseling services necessary to enhance the success of students.
8. Offer educational programming and supportive services for special populations to address barriers prohibiting participation in education and employment.

Budgetary Process and Control

The District maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Trustees. Activities of the general, special revenue aidable, special revenue non-aidable, debt service, capital project, enterprise, and internal service funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund and function. The District also maintains an encumbrance accounting system to enhance budgetary control.

The District delegates budgetary responsibility to the managers of various departments and divisions. Each year, managers prepare, present, and modify budget plans for the next year. Between March and June, the District Board reviews the proposed budget for consistency with the District's strategic plan. A public hearing on the proposed District budget is held annually in June, and the board adopts the final budget subsequent to the public hearing. There is ongoing review of the budget plan by the District administration and Board of Trustees.

FINANCIAL CONDITION

Local Economy

The District functions in a region known for its cultural, educational, recreational, and retail services. The Fox Cities provide a wealth of community services in a low crime environment, with amenities that contribute to an overall high quality of life. With large employers in the paper, specialty trucks, health care, and financial services industries, the local economy is driven by a blend of manufacturing and service providers.

The District is a vital source of support to address the community's workforce development and education needs, including:

- Working collaboratively with employers who are facing difficulty in finding workers with the skills needed to advance their operations.
- Providing workers with continuing education in technology and automation, as skill upgrades are a necessity in most occupations.
- Providing adult basic education as a first step for many individuals seeking to upgrade their knowledge and skills for employment and to continue their education.
- Serving as an affordable, cost-effective, and attractive choice for more students as the rising cost of higher education and tighter personal budgets impact more individuals.
- Providing flexible and alternative delivery methods as a result of the global pandemic.

The state of the economy presents additional challenges and critical concerns that the District has identified:

- Uncertainty caused by the global pandemic (COVID-19) has created significant changes in all aspects of the community and the college. The long-term impacts are yet unknown.
- Unemployment rates decreased from the prior year ranging from 2.9% in Calumet County to 3.6% in Waupaca County from pandemic inflated highs of 8.2% and 9.4% respectively. Many employers are dealing with worker shortages.
- District enrollment levels are continuing to trend down. In addition to the reduction in revenue as a result of these enrollment declines, employer needs for a skilled workforce remain strong.
- The District operates under a state imposed tax levy limit which restricts growth in the operating levy to the value of net new construction.
- Per Wisconsin Act 145, enacted in fiscal 2015, a significant portion of funding for technical colleges previously paid by local property taxes was shifted to state support. While the legislation includes a mechanism to restore this levy authority if state funding is reduced in subsequent years, administration is cognizant of the negative image such a subsequent levy increase would have.

The District administration and Board of Trustees remain cognizant of all these factors when planning for the District's future.

Major Initiatives

Continued Work for a Safe Return to Campus: In alignment of the College's mission of providing education and training which enhances the skilled workforce of the communities we serve, we will

strive to safely offer our full set of degrees and services in-person with options for flexible delivery. We continue to prioritize the safe and healthy delivery of instruction and services and are prepared to shift to meet changing circumstances. Administration will continue to monitor CDC guidance and consult with state and local public health authorities to inform our decision-making.

Federal Pandemic-Related Grant Initiatives: In January 2021, the District received \$6.2 million in funding through the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) to defray expenses associated with the coronavirus. An additional \$1.3 million was received for student emergency grants which has been distributed. In May 2021, the District received \$6.5 million through the American Rescue Plan (ARP) Act for institutional support and another \$6.7 million for student emergency grants. The District has spending plans in place for these funds,

Cloud ERP System Implementation: An enterprise resource planning (ERP) system is the computer software platform used for routine business activities such as student enrollment, general accounting and payroll processing. As part of a multi-year plan, in the year ahead the District will be migrating its financial and human resource systems from PeopleSoft to a cloud based system (Workday) with a planned go live date of July 1, 2022.

Equity and Inclusion: The District's Equity Framework outlines milestones to achieve over the next several years in an effort to foster an inviting and supportive educational environment for everyone. Opportunities and achievements are possible for every student and staff regardless of individual abilities, differences, and backgrounds. This multi-year effort helps develop a culture of acceptance and changes challenges into opportunities.

Reaffirmation of Accreditation: The Open Pathway is one of two pathways institutions can follow to maintain accreditation with the Higher Learning Commission (HLC). The Open Pathway is a ten-year accreditation cycle with formal reviews occurring at various times throughout the cycle and regular monitoring occurring continuously. The three formal reviews are: The Assurance Review (Year 4), A Quality Initiative (Years 5), and a Comprehensive Evaluation/Site Visit (Year 10). For academic year 2021-22, FVTC is in year 7 of the 10 year cycle.

ACKNOWLEDGMENT

We express our appreciation to the Financial Services staff for their significant investment of time and resources in the preparation of this report. In addition, we thank the District Board of Trustees for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

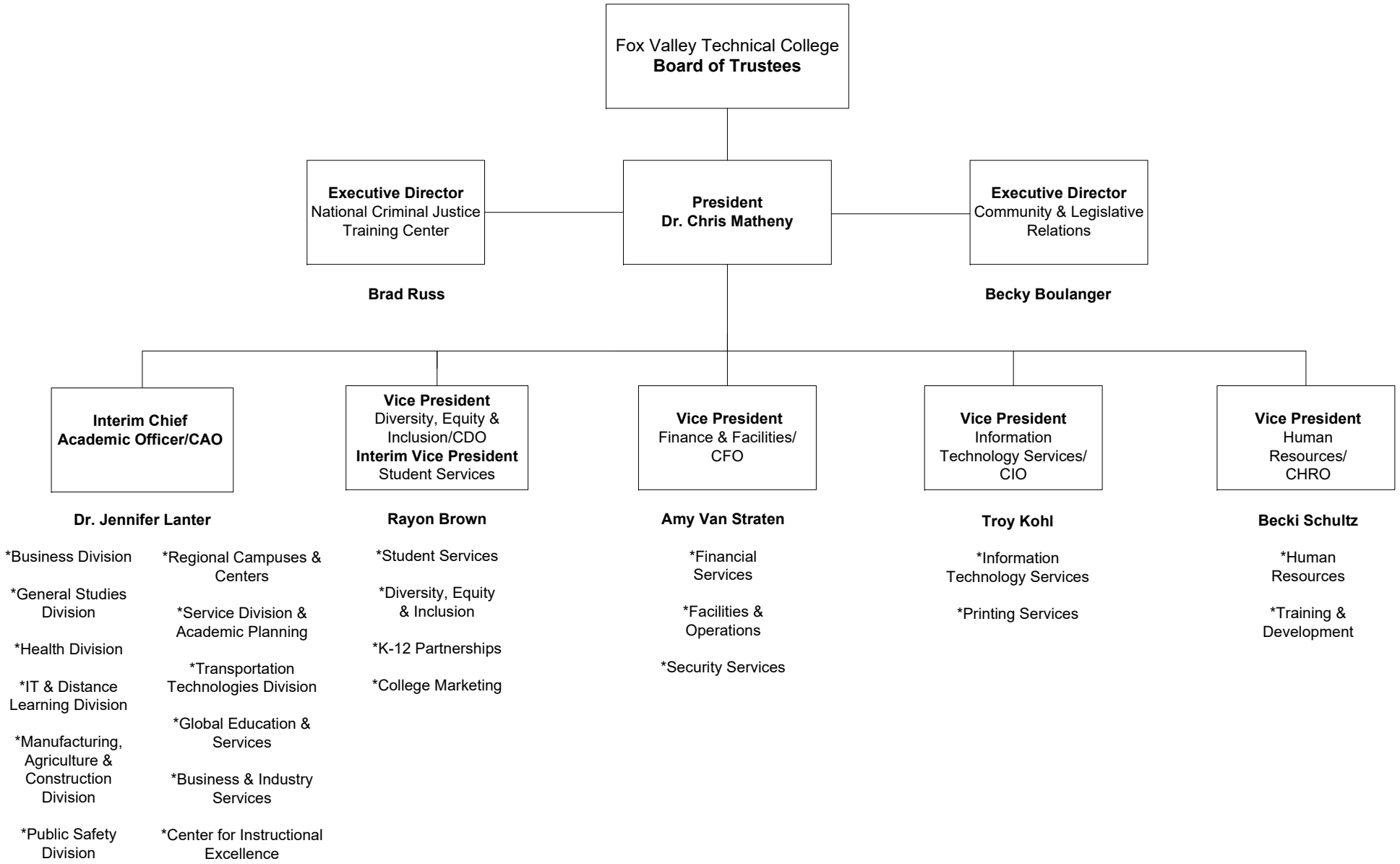
Respectfully submitted,

Dr. Christopher Matheny
President

Amy Van Straten, CPA
Vice President for Financial Services/Chief Financial Officer



Fox Valley Technical College
Organizational Chart



FINANCIAL SECTION

Independent Auditor's Report

To the Board of Trustees
Fox Valley Technical College District
Appleton, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of Fox Valley Technical College District, (the "District") as of and for the year ended June 30, 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.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities and the discretely presented component unit of Fox Valley Technical College District as of June 30, 2021, and its changes in financial position and cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States require that the Management's Discussion and Analysis, the schedule of changes in the District's total OPEB liability and related ratios, the schedule of proportionate share of the net pension liability (asset) and the schedule of contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, 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 made for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 2021 budgetary comparison schedules listed in the table of contents as supplementary information, and the other information, such as the introductory and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis 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 the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration and are not a required part of the basic financial statements. The supplementary information and schedules of expenditures of federal and state awards are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards

generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Report on Summarized Financial Information

We have previously audited the District's 2020 financial statements, and we expressed an unmodified opinion on those financial statements in our report dated December 1, 2020. In our opinion, the comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 21, 2021, on our consideration of Fox Valley Technical College 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 compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Wipfli LLP

December 21, 2021
Madison, Wisconsin

MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

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.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Fox Valley Technical College District's (the District) basic financial statements. The statements are comprised of two components: government-wide financial statements and notes to basic financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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 liabilities, and deferred inflows/outflows of resources, 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 deteriorating.

The *statement of revenues, expenses and changes in net position* presents the revenues earned and expenses incurred during the year. Activities are reported as either operating or non-operating. In general, a public college such as the District will report an operating deficit or loss, as the financial reporting model classifies state appropriations and property taxes as non-operating revenues. The utilization of capital assets is reflected in the financial statements as depreciation, which amortizes the cost of an asset over its expected useful life.

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

Notes to basic financial statements--The notes provide additional information that is essential to a full understanding of the data provided in the government-wide financial statements. The *notes to basic financial statements* are located after the government-wide financial statements in the financial section of the Annual Financial Report (AFR).

Other information--In addition to the basic financial statements and accompanying notes, this report also presents *required supplemental information* concerning the District's progress in funding its obligation to provide pension benefits and other post-employment benefits (OPEB) to its employees. The *required supplemental information* is located after the notes to basic financial statements in the financial section of the Annual Financial Report (AFR).

The following is a summary of the various components of the Statement of Net Position:

	2021	2020	Increase or (Decrease)		2019
			\$	%	
ASSETS					
Cash and investments	\$24,241	\$28,477	(\$4,236)	-14.9%	\$29,843
Net capital assets	144,688	144,537	152	0.1%	145,234
Other assets	81,581	61,159	20,423	33.4%	45,079
Total assets	250,510	234,172	16,338	7.0%	220,156
Deferred Outflows of Resources	41,629	30,148	11,482	38.1%	39,736
LIABILITIES					
Current liabilities	32,170	33,469	(1,299)	-3.9%	32,185
Long-term liabilities	71,955	75,451	(3,496)	-4.6%	92,081
Total liabilities	104,125	108,920	(4,796)	-4.4%	124,266
Deferred Inflows of Resources	57,154	41,862	15,292	36.5%	20,624
NET POSITION					
Net investment in capital assets	72,571	68,817	3,754	5.5%	65,322
Restricted for:					
Debt service	17,358	16,911	446	2.6%	16,607
Net pension asset	6,959	-	6,959	100.0%	-
Unrestricted	33,974	27,809	6,165	22.2%	33,073
Total net position	\$130,861	\$113,537	\$17,324	15.3%	\$115,002

* Numbers may not foot perfectly due to rounding to the nearest thousand

From 2020 to 2021, total assets increased by \$16.3 million, or 7.0%. Significant changes are as follows:

- ❖ Cash and investments decreased by \$4.2 million, or 14.9%.
- ❖ Other assets increased \$20.4 million, or 33.4%. There are several factors that contributed to this net change:
 - The District's net share of the Wisconsin Retirement System (WRS) net pension asset increased by \$12.0 million, or 89.4%. The increase is primarily the result of higher market returns in 2020 compared to 2019. For additional information on the calculation of this net asset, see Note F in Notes to Basic Financial Statements.
 - Restricted cash, which consists of funds available for debt service and capital expenditures, increased \$3.2 million due to the timing of payments for capital purchases. For additional information, see Note D in the Notes to Basic Financial Statements.
 - General receivables, which include contract and grant receivables, increased by \$6.1 million. This increase is largely due to the recording of grants received from the American Rescue Plan Act (ARPA) signed into law on March 11, 2021 and the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) signed into law December 27, 2020. These grants provide for lost revenue and institutional expenses related to the Coronavirus pandemic of \$4.1 million and \$3.2 million, respectively. Offsetting a portion of the receivable was a decrease in the District's share of the Wisconsin Technical College's Employment Benefits Consortium (WTCEBC) of \$1.2 million.

Deferred outflows of resources increased by \$11.5 million, or 38.1%. Three items are classified in this category: pension benefits, other post-employment benefits (OPEB) and loss on bond refunding.

- ❖ The change related to pension benefits and other post-employment benefits (OPEB) is attributable to the net difference between projected versus actual earnings on investments, primarily the result of higher market returns in 2020 compared to 2019, in addition to contributions made subsequent to the measurement date of each. The pension fund accounts for \$10.8 million of the net change. For additional information, see Notes F and G in the Notes to Basic Financial Statements.
- ❖ The District recorded a \$606,000 loss on the refunding of two bond issuances. The bonds were refunded to decrease future interest expense. The loss on refunding will be amortized over the life of the new bond issuances.

From 2020 to 2021, total liabilities decreased by \$4.8 million, or 4.4%. Significant changes are as follows:

- ❖ Accounts payable increased by \$875,600. Timing of purchases can vary from year to year and are also based on needs for the moment in time. Last year, the majority of the outstanding payables related to laptops, monitors and docking stations to equip employees for remote work, whereas the current year payables relate to construction projects which were delayed due to the pandemic.
- ❖ Accrued payroll and other payroll related accruals decreased by \$2.5 million, primarily due to a change in payroll payment timing for faculty paid over twelve months.
- ❖ Principal payments on long term debt exceeded the amount of debt issued in the current year by \$1.4 million, resulting in a decrease in total debt outstanding.
- ❖ The total OPEB liability increased by \$242,000. For additional information, see Note G in the Notes to Basic Financial Statements.

Deferred inflows of resources increased by \$15.3 million, or 36.5%. This amount primarily represents additional pension liability as of the measurement date, including investment gains that have not yet been recognized in the annual expense and changes in assumptions and differences between projected and actual experience. This amount will be amortized on an annual basis. For additional information, see Notes F and G in the Notes to Basic Financial Statements.

From 2020 to 2021 total net position increased by \$17.3 million, or 15.3%.

- ❖ The largest portion of the District's net position (55.5%) reflects its investment in capital assets (land, buildings, machinery, equipment, vehicles and infrastructure), less any related outstanding debt that was used to acquire those assets. The net increase of \$3.7 million in the amount invested in capital assets, net of related debt, was primarily due to a \$3.6 million decrease in debt and premium related to capital assets.
- ❖ Restricted net position for net pension asset increased by \$7.0 million. This is a result of Wisconsin Retirement System (WRS) net annual actuarial adjustment. For additional information see Note F in the Notes to Basic Financial Statements.
- ❖ Unrestricted position increased \$6.2 million. The historic passage of the American Rescue Plan provided for reimbursement of lost revenues due to the COVID-19 pandemic. The District applied for \$6.5 million for the recovery of lost revenue which occurred in fiscal years 2020 and 2021. The recovery of lost revenue is recorded in the fiscal year ending June 30, 2021.

Condensed Comparative Data and Overall Analysis

The following is a summary of the various components of the Statement of Revenues, Expenses and Changes in Net Position:

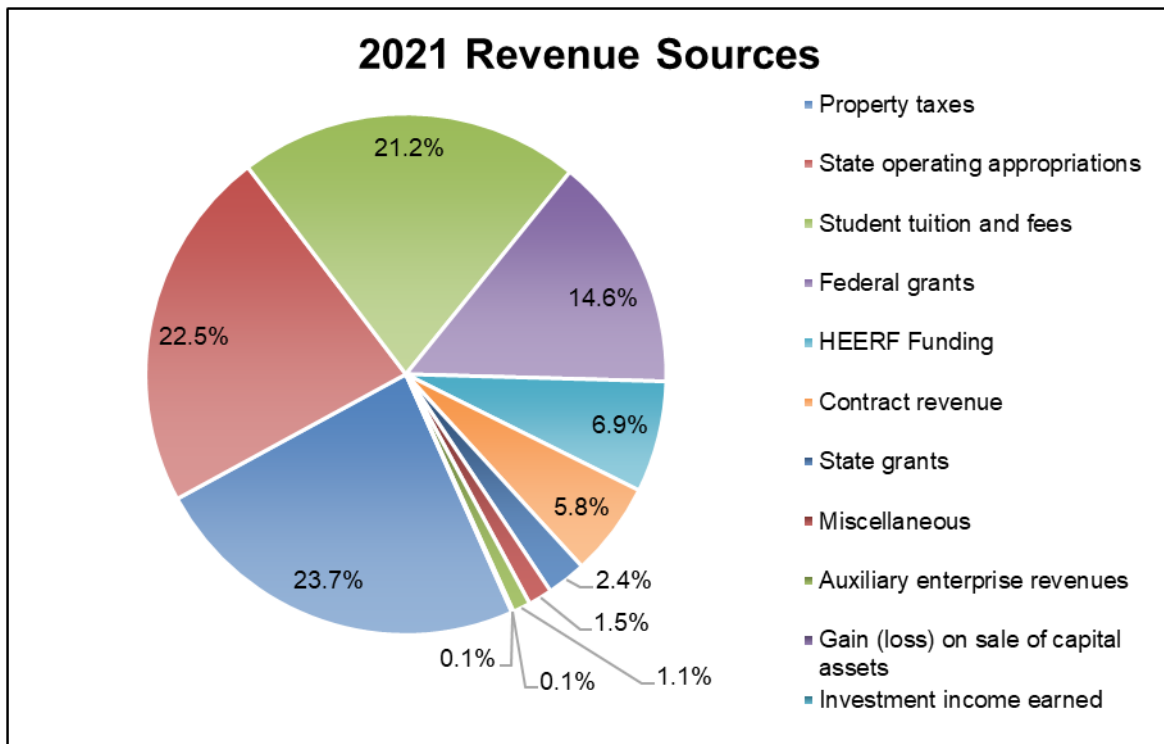
	2021	2020	Increase or (Decrease)		2019
			\$	%	
Operating Revenues:					
Student tuition and fees	\$13,910	\$13,713	\$197	1.4%	\$13,709
Federal grants	25,773	28,029	(2,256)	-8.0%	30,387
State grants	4,302	5,055	(753)	-14.9%	5,466
Contract revenue	10,320	10,440	(120)	-1.1%	11,080
Auxiliary enterprise revenues	1,944	2,849	(904)	-31.7%	3,776
Miscellaneous	2,626	2,925	(299)	-10.2%	2,971
Total operating revenues	\$58,874	\$63,010	(\$4,135)	-6.6%	\$67,388

* Numbers may not foot perfectly due to rounding to the nearest thousand

Operating revenues are the charges for services offered by the District. During 2021, the District generated \$58.9 million of operating revenue. This is a decrease of \$4.1 million, or 6.6%, from 2020. Significant changes were as follows:

- ❖ Federal grant revenue decreased by \$2.3 million, or 8.0%. The majority of the decrease was due to the reduction in funding received for traditional student financial aid consisting of PELL grants and federal student loans of \$837,000 and \$1.3 million, respectively.
- ❖ Auxiliary enterprise revenue decreased by \$904,000, or 31.7%, due to the District's cautious reopening of operations during the pandemic. Food service remained closed until the fall 2021 semester and the Parent/Child Center operated at about 50% of capacity.

The graph below summarizes the District's 2021 operating and non-operating revenue sources with legend sorted by significance:



	2021	2020	Increase or (Decrease)		2019
			\$	%	
Operating Expenses:					
Instruction	\$74,074	\$82,117	(\$8,043)	-9.8%	\$82,230
Instructional resources	694	1,121	(427)	-38.1%	1,247
Student services	8,628	9,822	(1,194)	-12.2%	10,847
General institutional	19,314	20,203	(889)	-4.4%	18,873
Physical plant	6,014	6,788	(774)	-11.4%	7,625
Auxiliary enterprise services	2,141	3,630	(1,489)	-41.0%	3,961
Depreciation	12,079	11,577	502	4.3%	10,997
Student aid	12,109	11,458	651	5.7%	11,272
Total operating expenses	\$135,053	\$146,716	(\$11,662)	-7.9%	\$147,051

* Numbers may not foot perfectly due to rounding to the nearest thousand

Operating expenses are costs related to offering the programs of the District. From 2020 to 2021, total operating expenses decreased \$11.7 million, or 7.9%. The following variances were noted:

- ❖ Instruction expenses decreased by \$8.0 million, or 9.8%.
 - Enrollment declined by 9.3% even with the rapid move to online and alternative delivery modes due to the pandemic. As class sizes change, the District quickly moves to control variable costs to the extent possible.
 - The annual adjustment recorded for the change in WRS pension resulted in a net decrease of expense of \$5.0 million from the prior year. For additional information see Notes F in the Notes to Basic Financial Statements.
 - Travel and Professional Growth expenditures were down \$2.3 million. Most employees worked from home (virtually) with no need to travel between campuses. In addition, meetings and professional development were conducted virtually.
- ❖ Student Services decreased by \$1.2 million or 12.2%.
 - The annual adjustment recorded for the change in WRS pension decreased expenses by \$730,000 from the prior year. For additional information see Note F in the Notes to Basic Financial Statements.
 - Due to the limited presence on campus, part time staffing costs were down \$228,064.
- ❖ Auxiliary enterprise services expenses decreased by \$1.5 million, or 41.0%. As noted previously, Food Service remained closed until the fall 2021 semester, and the Parent Child Center operated at about 50% of capacity.

Non-operating revenues and expenses are not directly related to the operations of the District. Total non-operating revenues (expenses) increased \$11.1 million, or 13.6%, from 2020 to 2021. Notable items listed below:

- ❖ The \$10.8 million increase in Higher Education Emergency Relief Fund (HEERF) Funding represents the increase in federal funding that the District received to provide financial aid to students and cover institutional expenses and revenue losses related to the COVID-19 pandemic.

	2021	2020	Increase or (Decrease)		2019
			\$	%	
Non-Operating Revenues:					
Property taxes	\$41,921	\$41,001	\$920	2.2%	\$40,274
State operating appropriations	39,814	39,863	(50)	-0.1%	38,794
HEERF Funding	12,209	1,390	10,820	778.5%	0
Gain (loss) on sale of capital assets	110	494	(384)	77.8%	(395)
Investment income earned	93	1,077	(984)	-91.4%	1,371
Subtotal of Non-Operating Revenues	94,147	83,825	10,322	12.3%	80,044
Non-Operating Expenses:					
Interest expense	550	1,686	(1,135)	-67.4%	1,691
Debt issuance costs	490	178	313	176.0%	187
Subtotal of Non-Operating Expenses	1,040	1,863	(823)	-44.2%	1,878
Total Non-Operating Revenues (Expenses)	\$93,106	\$81,962	\$11,144	13.6%	\$78,167

* Numbers may not foot perfectly due to rounding to the nearest thousand

Budget Variances in the General Fund

2021	Original Budget	Final Amended Budget	Actual (Budgetary Basis)	Increase or (Decrease) From Budget
Total revenues	\$85,509	\$85,467	\$83,813	(\$1,654)
Total expenditures	89,138	89,050	84,535	(4,515)
Other financing sources (uses)	2,575	5,974	3,975	(1,999)
Excess (deficiency)	(\$1,054)	\$2,391	\$3,253	\$862

* Numbers may not foot perfectly due to rounding to the nearest thousand

There was one extraordinary adjustment to the original 2021 budget:

- ❖ In March 2021, the General Fund budget was amended by \$3.3 million in anticipation of grant reimbursement for revenue lost in FY2020 and FY2021 due to the pandemic.

When comparing the final amended budget to actual results (on a budgetary basis), the following should be noted:

- ❖ Program (tuition) fees were \$1.1 million less than budget. Total District enrollments declined 9.1% in 2021, while the budget assumed flat enrollments. Despite a rapid move to online and alternative delivery modes, the pandemic had a significant detrimental impact on enrollments.
- ❖ Investment income was \$292,000 less than budget.
- ❖ Total salaries and fringe benefits were under budget by \$1.9 million.
 - Support staff salaries were under budget by \$392,000 due to temporary vacancies.
 - Casual staff pay was under budget by \$380,000 due to the decline in enrollments and fewer in-person classes.
 - Adjunct pay was under budget by \$341,000 due to the decline in enrollments.
- ❖ Total non-salary expenditures were under budget by \$2.6 million.
 - The contingency budget of \$946,000 was unspent.
 - Travel expenditures were under budget because most employees worked from home (virtually), with no need to travel between campuses. Meetings and professional development, also conducted virtually, are less expensive than in-person (\$517,000).
 - Utilities expenditures were under budget by \$394,000 because on-campus activity was much lower due to the pandemic.
 - Contracted services expenditures were under budget by \$324,000 due to greatly reduced on-campus activity.
- ❖ Other financing sources were under budget by \$2.0 million.
 - The Health & Dental Fund contribution to the General Fund was \$2.1 million under budget. The Health & Dental Fund is an internal service fund and its reserves are strategically managed to allow future flexibility.

The factors listed above led to actual results that were \$862,000 better than budget.

Capital asset and long-term debt activity

The District's investment in capital assets as of June 30, 2021 was \$144.7 million (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and building improvements, intangible assets, equipment, and construction in progress.

Notable additions for the current year:

- ❖ *Electrician Apprenticeship addition.* Attached to the south end of the Appleton Main Campus this addition is primarily dedicated to lab activities. The addition includes a residential wiring lab, a new commercial wiring lab, an updated/flexible industrial electrician lab and an open space for larger lab activities such as conduit bending. The addition is approximately 5,100 square feet.
- ❖ *Electrical Apprenticeship remodel.* Related to the apprenticeship addition, two labs were repurposed into a classroom and shared with the Millwright Apprenticeship Program to add more capacity for the following areas they are currently sharing space with: Plumbing Apprenticeship, Manufacturing Operations and Automation Technology. The AC/DC drive and Programmable Logic Controller labs were equipped with new (smaller) trainers, allowing these rooms to double as classrooms.

In addition, construction has begun on the following projects that will be completed next year:

- ❖ *Oshkosh Surgical Technology Remodel.* This program is being added to the District's offerings at the Oshkosh Riverside Campus. This remodeled space will accommodate operating simulation rooms, materials management and sterile equipment storage rooms, classroom and a debriefing room.
- ❖ *Electro-Mechanical Lab Remodel.* The current lab was last updated in 1999. This project will modernize and improve the efficiency of the space, increase student capacity, and provide more hallway visibility to the lab's high-tech equipment.

Additional information on the District's capital assets can be found in Note C in Notes to Basic Financial Statements.

The District's long-term debt obligations consist of bonds, promissory notes and capital leases. The bonds and promissory notes were issued to finance building construction, building remodeling and improvements, and the purchase of equipment and furniture. The District maintains an Aaa rating from Moody's Investors Service for its general obligation debt. This rating designates the District as having the least amount of credit risk in comparison to other debt. As quoted from Moody's Investors Service last report:

"The Aaa rating reflects the District's large tax base, slightly above-average wealth and resident income, and a strong financial position. The District closed fiscal 2020 with a very modest draw on reserves. A \$3.1 million surplus is expected for fiscal 2021 despite a notable decline in enrollment. The rating also incorporates a restrictive revenue raising environment, and low debt and pension burdens."

Wisconsin state statutes limit the amount of aggregate and bonded indebtedness that the District can incur. The amount of debt outstanding for the District falls well below these thresholds, the calculation of which can be found in Note D in Notes to Basic Financial Statements. Note D also contains additional information on the District's long-term debt.

Other potentially significant matters

A complex mix of trends—changing demographics, an acceleration of baby boomer retirements, technological change, and lingering challenges associated with the pandemic--has resulted in the tightest labor market of modern times. In an environment where revenue is essentially flat, this impacts the ability of the District to attract and competitively compensate employees.

A tight labor market also affects the employers in our District, who are clamoring for skilled employees. This trend has been coupled with a nationwide trend of decreased enrollment in community colleges. The future prosperity of our region depends on access to skilled workers, and therefore the need for the District to produce graduates has never been greater.

Requests for Information

This financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Vice President for Financial Services/Chief Financial Officer, 1825 N. Bluemound Drive, P.O. Box 2277, Appleton, WI 54912-2277.

BASIC FINANCIAL STATEMENTS

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Statement of Net Position

June 30, 2021

With Comparative Amounts as of June 30, 2020

	2021		2020	
	District	Foundation	District	Foundation
ASSETS				
Current Assets				
Cash and investments	\$ 24,240,549	\$ 19,019,082	\$ 28,476,625	\$ 15,296,061
Receivables				
Accounts	12,560,020	20,999	6,500,931	33,950
Property taxes	9,657,814	-	10,156,803	-
Federal and state aid	267,590	-	301,561	-
Student fees, net	9,130,331	-	9,390,171	-
Interest	15,992	-	80,455	-
Unconditional promises to give	-	408,785	-	78,116
Inventories	227,734	-	208,800	-
Prepaid items	989,411	-	940,612	-
Property held for investment	-	396,236	-	338,456
Total Current Assets	57,089,441	19,845,102	56,055,958	15,746,583
Noncurrent Assets				
Restricted cash and investments	23,325,067	-	20,166,424	-
Net pension asset	25,407,453	-	13,412,761	-
Unconditional promises to give	-	9,995	-	18,565
Capital assets				
Non-depreciable	4,297,873	841,204	4,111,410	841,204
Depreciable	140,390,466	3,913,633	140,425,251	4,063,609
Total Noncurrent Assets	193,420,859	4,764,832	178,115,846	4,923,378
TOTAL ASSETS	250,510,300	24,609,934	234,171,804	20,669,961
DEFERRED OUTFLOWS OF RESOURCES				
Loss on refunding	606,207	-	-	-
Deferred outflows related to pension/OPEB	41,023,184	-	30,147,698	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	41,629,391	-	30,147,698	-
LIABILITIES				
Current Liabilities				
Accounts payable	2,763,147	647,929	1,887,605	559,462
Accrued payroll, payroll taxes and retirement	3,049,840	-	5,501,798	-
Accrued vacation	1,268,063	-	1,158,963	-
Accrued health and dental claims	46,000	-	54,000	-
Accrued interest	142,117	-	208,786	-
Unearned student fees	8,457,672	-	8,592,526	-
Other unearned revenue	557,354	-	1,130,663	-
Due to other organizations	312,626	-	258,594	-
Current portion of long-term liabilities	15,572,972	-	14,676,338	57,182
Total Current Liabilities	32,169,791	647,929	33,469,273	616,644
Long-term Liabilities				
Bonds and notes payable	61,170,000	-	63,415,000	215,613
Debt premium	3,113,575	-	4,893,057	-
Total OPEB liability	7,385,328	-	7,142,968	-
Capital lease obligations	285,838	-	-	-
Total Long-term Liabilities	71,954,741	-	75,451,025	215,613
TOTAL LIABILITIES	104,124,532	647,929	108,920,298	832,257
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pension/OPEB	57,154,127	-	41,861,859	-
NET POSITION				
Net investment in capital assets	72,570,558	4,754,837	68,816,899	4,632,018
Restricted for debt service	17,357,508	-	16,911,414	-
Restricted for net pension asset	6,959,065	-	-	-
Restricted for scholarships and other activities	-	9,154,431	-	7,028,110
Unrestricted	33,973,901	10,052,737	27,809,032	8,177,576
TOTAL NET POSITION	\$ 130,861,032	\$ 23,962,005	\$ 113,537,345	\$ 19,837,704

The notes to the basic financial statements are an integral part of this statement.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2021
With Comparative Amounts for the Year Ended June 30, 2020

	2021		2020	
	District	Foundation	District	Foundation
Operating Revenues				
Student program fees, net of scholarship allowances of \$5,809,826 and \$6,966,755 for 2021 and 2020	\$ 10,653,990	\$ -	\$ 10,475,894	\$ -
Student material fees, net of scholarship allowances of \$346,201 and \$447,979 for 2021 and 2020	634,864	-	673,627	-
Other student fees, net of scholarship allowances of \$1,429,296 and \$1,704,861 for 2021 and 2020	2,621,044	-	2,563,632	-
Federal grants	25,772,840	-	28,029,075	-
State grants	4,301,890	-	5,054,914	-
Contract revenue	10,319,962	-	10,439,725	-
Auxiliary enterprise revenues	1,944,261	-	2,848,501	-
Miscellaneous	2,625,630	3,946,795	2,924,609	3,381,330
Total Operating Revenues	58,874,481	3,946,795	63,009,977	3,381,330
Operating Expenses				
Instruction	74,074,088	-	82,116,831	-
Instructional resources	694,261	-	1,121,488	-
Student services	8,627,875	-	9,821,753	-
General institutional	19,313,716	2,823,942	20,202,780	2,851,015
Physical plant	6,014,476	-	6,788,206	-
Auxiliary enterprise services	2,140,675	-	3,629,800	-
Depreciation	12,078,966	149,976	11,576,758	149,975
Student aid	12,108,900	-	11,457,836	-
Total Operating Expenses	135,052,957	2,973,918	146,715,452	3,000,990
Operating Income (Loss)	(76,178,476)	972,877	(83,705,475)	380,340
Nonoperating Revenues (Expenses)				
Property taxes	41,921,027	-	41,001,136	-
State operating appropriations	39,813,505	-	39,863,291	-
HEERF funding	12,209,329	-	1,389,726	-
Gain (loss) on sale of capital assets	109,841	-	494,223	-
Investment income earned	93,088	3,159,789	1,076,674	388,045
Interest expense	(550,327)	(8,365)	(1,685,624)	(14,469)
Bond issuance costs	(490,093)	-	(177,550)	-
Total Nonoperating Revenues (Expenses)	93,106,370	3,151,424	81,961,876	373,576
Income before Capital Contributions	16,927,894	4,124,301	(1,743,599)	753,916
Capital Contributions	395,793	-	278,746	-
Change in Net Position	17,323,687	4,124,301	(1,464,853)	753,916
Net Position - July 1	113,537,345	19,837,704	115,002,198	19,083,788
Net Position - June 30	\$ 130,861,032	\$ 23,962,005	\$ 113,537,345	\$ 19,837,704

The notes to the basic financial statements are an integral part of this statement.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Statement of Cash Flows

For the Year Ended June 30, 2021

With Comparative Amounts for the Year Ended June 30, 2020

	2021		2020	
	District	Foundation	District	Foundation
Cash Flows from Operating Activities				
Tuition and fees received	\$ 14,034,884	\$ -	\$ 13,326,116	\$ -
Federal and state grants received	29,535,392	-	32,962,877	-
Contract revenue received	3,067,726	-	11,609,848	-
Auxiliary enterprise revenues received	1,944,261	-	2,848,501	-
Other receipts	2,625,630	3,648,269	2,924,609	3,541,693
Payments to employees	(95,364,663)	-	(93,494,221)	-
Payments to suppliers	(35,240,748)	(2,735,475)	(37,052,868)	(2,838,922)
Net Cash From Operating Activities	(79,397,518)	912,794	(66,875,138)	702,771
Cash Flows from Noncapital Financing Activities				
Local property taxes received	42,420,016	-	40,678,579	-
State appropriations received	39,813,505	-	39,863,291	-
CARES Act funding received	12,209,329	-	2,006,777	-
Net Cash From Noncapital Financing Activities	94,442,850	-	82,548,647	-
Cash Flows from Capital and Related Financing Activities				
Purchases of capital assets	(11,352,662)	-	(9,827,602)	-
Proceeds from disposal of capital assets	53,335	-	-	-
Proceeds from disposition in property held for investment	-	250,000	-	360,000
Expenditures on property held for investment	-	(318,402)	-	(285,062)
Issuance of capital debt	38,220,000	-	11,900,000	-
Premium received on debt issuance	589,656	-	1,283,634	-
Debt issuance costs paid	(490,093)	-	(177,550)	-
Principal paid on capital debt	(39,708,211)	(272,795)	(14,998,343)	(54,291)
Interest paid on capital debt	(3,592,341)	(8,365)	(2,654,395)	(14,469)
Net Cash From Capital and Related Financing Activities	(16,280,316)	(349,562)	(14,474,256)	6,178
Cash Flows from Investing Activities				
Sales of long-term investments	44,217,709	2,125,760	60,539,404	3,116,292
Purchase of long-term investments	(41,025,780)	(2,376,585)	(53,756,753)	(4,089,740)
Investment income received	157,551	275,109	1,091,287	385,279
Net Cash From Investing Activities	3,349,480	24,284	7,873,938	(588,169)
Change in Cash and Cash Equivalents	2,114,496	587,516	9,073,191	120,780
Cash and Cash Equivalents - July 1	25,838,980	3,393,563	16,765,789	3,272,783
Cash and Cash Equivalents - June 30	\$ 27,953,476	\$ 3,981,079	\$ 25,838,980	\$ 3,393,563
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position				
Cash and investments in current assets	\$ 24,240,549	\$ 19,019,082	\$ 28,476,625	\$ 15,296,061
Cash and investments in restricted assets	23,325,067	-	20,166,424	-
Less: investments	(19,612,140)	(15,038,003)	(22,804,069)	(11,902,498)
Cash and Cash Equivalents - June 30	\$ 27,953,476	\$ 3,981,079	\$ 25,838,980	\$ 3,393,563
Noncash Investing, Capital and Financing Activities				
Capital assets purchased by issuance of capital leases and contributions	\$ 821,476	\$ -	\$ 278,746	\$ -

(Continued)

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Statement of Cash Flows (Continued)
For the Year Ended June 30, 2021
With Comparative Amounts for the Year Ended June 30, 2020

	2021		2020	
	District	Foundation	District	Foundation
Reconciliation of Operating Income (Loss) to Net Cash From Operating Activities				
Operating income (loss)	\$ (76,178,476)	\$ 972,877	\$ (83,705,475)	\$ 380,340
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	12,078,966	149,976	11,576,758	149,975
Bad debt expense	-	1,748	-	2,872
(Gain) loss on sale of property held for investment	-	10,622	-	8,626
Changes in assets and liabilities				
Receivables				
Accounts	(6,059,089)	12,951	485,847	91,388
Federal and state aid	33,971	-	(217,774)	-
Student fees	259,840	-	628,993	-
Unconditional promises to give	-	(323,847)	-	57,477
Inventories	(18,934)	-	(35,481)	-
Prepaid items	(48,799)	-	436,553	-
OPEB liability	242,360	-	640,592	-
Pension related items	(7,577,910)	-	2,605,646	-
Accounts payable	875,542	88,467	(335,893)	12,093
Accrued payroll, payroll taxes, retirement and vacation	(2,342,858)	-	1,917,161	-
Accrued health and dental claims	(8,000)	-	-	-
Unearned student fees	(134,854)	-	(1,016,030)	-
Other unearned revenue	(573,309)	-	96,662	-
Due to other organizations	54,032	-	47,303	-
Net Cash From Operating Activities	<u>\$ (79,397,518)</u>	<u>\$ 912,794</u>	<u>\$ (66,875,138)</u>	<u>\$ 702,771</u>

The notes to the basic financial statements are an integral part of this statement.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fox Valley Technical College District (District) is organized under state legislation enacted in 1911 establishing vocational, technical and adult education. The goals of the District are to train people for employment in a system flexible enough to meet the needs of the community, with programs offered on a part-time, full-time, day, evening and virtual basis. The District operates two full-time schools with the major campus being located in Appleton and a branch campus in Oshkosh plus several training centers that provide degree and diploma offerings as well as specialized/customized training programs. The District also offers instruction and services in four regional centers and more than forty outreach locations servicing virtually every community encompassing more than five counties.

The basic financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units as well as those prescribed by the Wisconsin Technical College System Board (WTCSB). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the District are described below:

1. Reporting Entity

The District Board oversees the operations of what is generally referred to as the Fox Valley Technical College (FVTC) under the provisions of Chapter 38 of the Wisconsin Statutes.

The District is comprised of five counties - Outagamie, Waupaca, Waushara, Winnebago and Calumet, plus parts of other counties which are contiguous. The Board consists of nine members appointed by the presidents of school boards in the service area. As the District's governing authority, the Board's powers 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 policies and directives.

The District has determined 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, GASB requires reporting, as a component unit, an organization that raises and holds economic resources for the direct benefit of a governmental unit.

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

The Foundation's financial statements can be obtained through Fox Valley Technical College Foundation, Inc., 1825 N. Bluemound Drive, P.O. Box 2277, Appleton, WI 54912-2277.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Measurement Focus, 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. The District's basic financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements.

3. Accounting Estimates

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

4. Cash and Investments

Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with an original maturity of three months or less from date of acquisition are considered to be cash equivalents.

5. Property Taxes and Taxes Receivable

The District disseminates 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
Assessment date	January 1
Lien date	August 31
Due dates:	
Taxes paid in one installment	January 31
Taxes paid in two installments	
First installment due	January 31
Second installment due	July 31
Settlement dates	Months of January, February and August

Under Section 38.16 of the Wisconsin Statutes, the District Board may levy a tax based on the full equalized value of taxable property within the area served by the District for the purposes of making capital improvements, acquiring equipment, and operating and maintaining schools. For the fiscal years 2014 and beyond, the District is prohibited from increasing tax levy by a percentage greater than the district's valuation factor. The valuation factor as defined by 38.16(3)(a)4 is a percentage equal to the greater of either zero percent or the percentage change in the district's January 1 equalized value due to the aggregate new construction, less improvements removed, in municipalities located in the district between the previous year and the current year, as determined by the department of revenue. Any unused levy authority (up to .5%) may be used in the next budget year. There is no cap on taxes levied for the purposes of paying principal and interest on general obligation debt issued by the District for capital improvements and equipment acquisitions.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

For the year ended June 30, 2021, the District levied taxes at the following mill rate:

Operating purposes	\$ 0.598829
Debt service requirements	<u>0.394963</u>
	<u>\$ 0.993792</u>

The 2020 tax levy used to finance expenditures for the fiscal year ended June 30, 2021 was \$41,888,005.

6. Student Receivables, Fees and Tuition

Tuition and fees attributable to the summer semester are recognized as revenue based on the student class days occurring before and after June 30, 2021.

The District's student fees receivable is stated at amounts due from students, net of an allowance for doubtful accounts of \$90,000 at June 30, 2021. Amounts outstanding longer than the agreed upon payment terms are considered past due. The District determines its allowance for doubtful accounts by considering a number of factors including length of time amounts are past due, the District's previous loss history, and the student's ability to pay his or her obligation. The District writes off receivables when they become uncollectible.

7. Inventories

Inventories are recorded at cost, which approximates market, using primarily the first-in, first-out method. Inventories consist of food service supplies, auto parts and other expendable supplies held for resale or consumption. The cost is recorded as an expense at the time individual inventory items are consumed rather than when purchased while some inventory locations use the retail dollar inventory methods. Instructional and administrative inventories are accounted for as expenses when purchased.

8. Prepaid Items

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

9. Capital Assets

Capital assets include land, land improvements, buildings, intangible assets, and equipment. Capital assets are recorded at historical cost or estimated historical cost if historical cost is not available. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation on land improvements, buildings, intangible assets, and equipment is provided in amounts sufficient to charge the cost of the depreciable assets to operations on the straight-line method over the following estimated useful lives:

<u>Assets</u>	Capitalization Threshold	Years
Land improvements	\$ 15,000	15 - 20
Buildings and improvements	15,000	20 - 50
Intangible assets	5,000	3
Equipment	5,000	4 - 20

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The District has three items that qualify for reporting in this category. The first item related to the District's proportionate share of the Wisconsin Retirement System pension plan and is deferred and amortized over the expected remaining service lives of the pension plan participants. The second item is related to other post-employment benefits (OPEB) and represents the District's differences between expected and actual experience and contributions to the plan subsequent to the measurement date. The third item is related to the loss on refunding of bonds.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has two types of items that qualify for reporting in this category on the statement of net position. The first item is related to the District's proportionate share of the Wisconsin Retirement System pension plan and is deferred and amortized over the expected remaining service lives of the pension plan participants. The second item is related to other post-employment benefits (OPEB) and represents the difference between expected and actual experience and changes of assumptions that are recognized over the average remaining service life for all active and inactive members of the plan.

11. Compensated Absences, Retirement Plan and Other Employee Benefits

- a. Vacation - The District's policy allows employees to earn varying amounts of vacation pay for each year employed in accordance with the provisions of the employee handbook and administrative policies. Upon termination of employment from the District, the employee is eligible for prorated vacation time for that fiscal year of service. Accumulated vacation days are recorded as an expense and a liability when incurred.
- b. Sick Leave - The District's policy allows employees to earn sick leave for each year employed, accumulating to a maximum amount. This sick pay liability is not accrued since an employee's accumulated unused sick leave is forfeited upon retirement or termination of employment.
- c. Retirement Plan - The District has a retirement plan covering substantially all of its contracted employees which is funded through contributions to the Wisconsin Retirement System. Additional information on the retirement plan can be found in Note F.
- d. Retiree Health and Dental Insurance - The District also provides post-retirement health and dental benefits to faculty, support personnel and management employees hired before July 1, 2014 who meet retirement benefit eligibility requirements. The benefits are provided in accordance with the employee handbook. The District shall pay a portion of the group health and dental premiums for eligible employees until the retiree would normally qualify for Medicare. Additional information on this post-employment retirement benefit can be found in Note G.

12. Unearned Revenue

Unearned revenues include amounts received for tuition, fees or other activities prior to the end of the fiscal year but relate to the subsequent fiscal year. Unearned revenues also include amounts received from grant and contract sponsors that have not yet been earned.

13. State and Federal Revenues

The District receives funding from various federal and state contracts and grants. Some of these revenues are earned over fiscal periods different than that of the District and are subject to federal and state single audit requirements.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Scholarship Allowances and Student Aid

Financial aid to students is reported in the basic financial statements under the alternative method, as prescribed by the National Association of College and University Business Officers (NACUBO). Certain aid (loans, funds provided to students as awarded by third parties and Federal Direct Lending) 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 basic financial statements as operating expenses or scholarship allowances, which reduce revenues. The amount reported as operating expenses represents the portion of aid that was provided to the student in the form of cash. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition. Under the alternative method, these amounts are computed on a total District basis by allocating the cash payments to students, excluding payments for services, on the ratio of all aid to the aid not considered to be third party aid.

15. Net Position

Net position is classified according to restrictions or availability of assets for satisfaction of District obligations as follows:

- a. Net investment in capital assets - Amount of capital assets, net of accumulated depreciation, and deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - Net position that is neither classified as restricted nor as net investment in capital assets. These financial resources may be used at the discretion of the District Board to meet current expense for any purpose and include the activities of auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources, as they are needed.

16. Classification of Revenues

The District classifies its revenues as either *operating* or *non-operating* revenues according to the following criteria:

Operating revenues: Operating revenues include activities that have the characteristics of exchange transactions. The principal operating revenues of the District are student tuition and fees, net of scholarship allowances, sales and services of auxiliary enterprises and most federal, state and local grants and contracts.

Non-operating revenues: Non-operating revenues include activities that have the characteristics of non-exchange transactions. The primary non-operating revenues of the District are general property taxes, HEERF funding, state appropriations and investment income.

17. Comparative Data

Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

18. Pensions

For purposes of measuring the net pension asset (liability), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS's 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.

NOTE B - CASH AND INVESTMENTS

Cash and investments of the District consist of bank deposits and investments that are restricted by the Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool.

The carrying amount of the District's cash and investments totaled \$47,565,616 on June 30, 2021 as summarized below:

Petty cash funds	\$ 3,078
Deposits with financial institutions	21,400
Investments	
U.S. Treasury Notes	2,528,387
State and municipal bonds	100,149
Corporate bonds	19,572,453
Federal agency securities	1,145,962
Supranational	344,292
Asset backed securities	1,066,855
Certificates of deposit	6,352,045
Money market mutual funds	16,430,995
	<u>\$ 47,565,616</u>

Cash and investments are reported on June 30, 2021 as follows:

Statement of Net Position	
Cash and investments	\$ 24,240,549
Restricted cash and investments	23,325,067
Total cash and investments	<u>\$ 47,565,616</u>

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

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE B - CASH AND INVESTMENTS (Continued)

Custodial Credit Risk

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

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

As of June 30, 2021, the District's did not have any cash deposits with financial institutions in excess of federal and state depository insurance limits.

Credit Risk

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

Investment Type	Amount	Exempt From Disclosure	AAA	Aa	A	Not Rated
U.S. Treasury Notes	\$ 2,528,387	\$ 2,528,387	\$ -	\$ -	\$ -	\$ -
State and municipal bonds	100,149	-	-	100,149	-	-
Corporate bonds	19,572,453	-	37,453	285,764	19,249,236	-
Federal agency securities	1,145,962	-	-	1,145,962	-	-
Supranational	344,292	-	344,292	-	-	-
Asset back securities	1,066,855	-	1,066,855	-	-	-
Certificates of deposit	6,352,045	-	-	203,829	5,404,216	744,000
Money market mutual funds	16,430,995	-	16,430,995	-	-	-
Totals	<u>\$ 47,541,138</u>	<u>\$ 2,528,387</u>	<u>\$ 17,879,595</u>	<u>\$ 1,735,704</u>	<u>\$ 24,653,452</u>	<u>\$ 744,000</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE B - CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the amount invested in any one issuer. The investment policy of the District does not limit the exposure to concentration of credit risk for investments. The District did not have any investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total District investments.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The District's investment policy limits the maturity of any security to not extend beyond any recognized unfunded cash needs of the District.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

Investment Type	Amount	Remaining Maturity (in Months)			
		12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
U.S. Treasury notes	\$ 2,528,387	\$ -	\$ 406,297	\$ 2,122,090	\$ -
State and municipal bonds	100,149	-	-	100,149	-
Corporate bonds	19,572,453	18,441,938	562,631	567,884	-
Federal agency securities	1,145,962	-	323,654	430,411	391,897
Supranational	344,292	-	100,095	244,197	-
Asset back securities	1,066,855	2,851	154,388	909,616	-
Certificates of deposit	6,352,045	5,944,364	407,681	-	-
Money market mutual funds	16,430,995	16,430,995	-	-	-
Totals	\$ 47,541,138	\$40,820,148	\$ 1,954,746	\$ 4,374,347	\$ 391,897

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The District's investments include the following investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated on the previous page):

Highly Sensitive Investments	Fair Value at Year End
Mortgage and asset backed securities These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes the fair values of these securities highly sensitive to changes in interest rates.	\$ 1,066,855

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE B - CASH AND INVESTMENTS (Continued)

Fair Value Measurements

Accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under professional standards are described as follows:

Level 1 Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 Inputs to the valuation methodology include:

- o Quoted prices for similar assets or liabilities in active markets;
- o Quoted prices for identical or similar assets or liabilities in inactive markets;
- o Inputs, other than quoted prices, that are observable for the asset or liability;
- o Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Information regarding the fair value of assets measured at fair value on a recurring basis as of June 30, 2021 shown below:

	Total Assets at Fair Value	Level 1	Level 2	Level 3
U.S. Treasury Notes	\$ 2,528,387	\$ -	\$ 2,528,387	\$ -
State and municipal bonds	100,149	-	100,149	-
Corporate bonds	19,572,453	-	19,572,453	-
Federal agency securities	1,145,962	-	1,145,962	-
Supranational	344,292	-	344,292	-
Asset back securities	1,066,855	-	1,066,855	-
Certificates of deposit	6,352,045	744,000	5,608,045	-
Money market mutual funds	16,430,995	-	16,430,995	-
Totals	\$ 47,541,138	\$ 744,000	\$ 46,797,138	\$ -

The following is a description of the valuation methodology used for each asset measured at fair value on a recurring basis:

- Money market funds are valued using \$1.00 as the net asset value.
- Corporate bonds, government bonds and notes, federal and asset backed securities are valued using quotes from pricing vendors based on recent trading activity and other observable market data.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE B - CASH AND INVESTMENTS (Continued)

The methods described and shown for fair value calculations may produce a fair value calculation that may be different from the net realizable value or not reflective of future values expected to be received. The District believes that its valuation methods are appropriate and consistent with other market participants; however, the use of these various methodologies and assumptions may produce results that differ in the estimates of fair value at the financial reporting date.

The District does not have any liabilities measured at fair value on a recurring basis nor any assets or liabilities measured at fair value on a nonrecurring basis.

NOTE C - CAPITAL ASSETS

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

	Beginning Balance	Additions	Deductions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 1,923,817	\$ -	\$ -	\$ 1,923,817
Construction in progress	2,187,594	2,295,132	2,108,670	2,374,056
Total Capital assets, not being depreciated	<u>4,111,411</u>	<u>2,295,132</u>	<u>2,108,670</u>	<u>4,297,873</u>
Capital assets, being depreciated:				
Land improvements	19,378,581	1,000,003	-	20,378,584
Buildings and improvements	163,700,920	3,816,570	-	167,517,490
Intangible assets	442,571	126,495	315,035	254,031
Equipment	58,877,509	7,111,938	6,506,581	59,482,866
Subtotal	<u>242,399,581</u>	<u>12,055,006</u>	<u>6,821,616</u>	<u>247,632,971</u>
Less accumulated depreciation for:				
Land improvements	8,882,347	924,314	-	9,806,661
Buildings and improvements	58,895,020	4,686,544	-	63,581,564
Intangible assets	361,301	69,677	315,035	115,943
Equipment	33,835,662	6,398,431	6,495,756	33,738,337
Subtotal	<u>101,974,330</u>	<u>12,078,966</u>	<u>6,810,791</u>	<u>107,242,505</u>
Total capital assets, being depreciated, net	<u>140,425,251</u>	<u>(23,960)</u>	<u>10,825</u>	<u>140,390,466</u>
Net capital assets	<u>\$ 144,536,662</u>	<u>\$ 2,271,172</u>	<u>\$ 2,119,495</u>	144,688,339
Less capital related debt				(68,991,944)
Less capital related premiums				(2,757,027)
Less capital lease obligations				<u>(368,810)</u>
Net investment in capital assets				<u>\$ 72,570,558</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE D - LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations of the District for the year ended June 30, 2021:

	June 30, 2020	Issued	Retired	June 30, 2021	Due Within One Year
General obligation debt					
Bonds	\$ 36,840,000	\$ 26,720,000	\$ 28,815,000	\$ 34,745,000	\$ 3,950,000
Notes	41,240,000	11,500,000	10,825,000	41,915,000	11,540,000
Total general obligation debt	78,080,000	38,220,000	39,640,000	76,660,000	15,490,000
Debt premium	4,893,057	589,656	2,369,138	3,113,575	-
Capital lease obligations	11,338	425,683	68,211	368,810	82,972
Net OPEB liability	7,142,968	242,360	-	7,385,328	-
	<u>\$ 90,127,363</u>	<u>\$ 39,477,699</u>	<u>\$ 42,077,349</u>	<u>\$ 87,527,713</u>	<u>\$ 15,572,972</u>

Detail of the above outstanding general obligation debt:

General Obligation Debt

The District has issued general obligation debt to provide funds for the acquisition and construction of major capital facilities. General obligation debt service requirements are direct obligations and pledge the full faith and credit of the District. General obligation debt outstanding on June 30, 2021 totaled \$76,660,000 and was comprised of the following issues:

Bonds

December 2012 - \$50,450,000 general obligation school facilities bonds payable at Cede and Co., New York, New York, with interest at 3.0%, payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2027. Proceeds used to for the purchase or construction of buildings, building additions, enlargements and improvements, acquisition of sites and equipment.

\$ 8,025,000

September 2020 - \$26,720,000 taxable general obligation refunding bonds payable at Cede and Co., New York, New York, with interest at 0.3 to .09% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2027.

26,720,000

Total General Obligation Bonds

34,745,000

(Continued)

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE D - LONG-TERM OBLIGATIONS (Continued)

Notes

June 2014 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0%, payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2021. Proceeds used for building improvements and remodeling.	165,000
July 2014 - \$10,800,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 3.0 to 4.0%, payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2021. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	1,205,000
May 2015 - \$1,900,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0%, payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2022. Proceeds used to for the purchase or construction of buildings, building additions, enlargements, remodeling and improvements, acquisition of sites and equipment.	465,000
August 2015 - \$7,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0%, payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2022. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	1,815,000
August 2016 - \$7,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2023. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	2,280,000
September 2016 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2023. Proceeds used for building improvements and remodeling.	600,000
October 2016 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2023. Proceeds used for building improvements and remodeling.	650,000
August 2017 - \$8,800,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2024. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	3,510,000

(Continued)

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE D - LONG-TERM OBLIGATIONS (Continued)

Notes (Continued)

September 2017 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2024. Proceeds used for building improvements and remodeling.	865,000
October 2017 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0 to 3.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2024. Proceeds used for building improvements and remodeling.	865,000
August 2018 - \$9,000,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 4.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2025. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	5,945,000
September 2018 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 3.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2025. Proceeds used for building improvements and remodeling.	1,100,000
October 2018 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 3.0 to 4.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2025. Proceeds used for building improvements and remodeling.	1,090,000
August 2019 - \$10,400,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 3.0 to 4.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2026. Proceeds used for construction of buildings, building improvements, remodeling, capital equipment and non-building capital projects.	8,600,000
September 2019 - \$1,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 3.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2026. Proceeds used for building improvements and remodeling.	1,260,000
September 2020 - \$7,500,000 general obligation promissory note payable at Cede and Co., New York, New York, with interest at 1.0 to 2.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2027. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.	7,500,000

(Continued)

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE D - LONG-TERM OBLIGATIONS (Continued)

Notes (Continued)

February 2021 - \$4,000,000 taxable general obligation promissory note payable at Cede and Co., New York, New York, with interest at 2.0% payable semiannually in June and December; principal payments are due on December 1 of each year until maturity on December 1, 2027. Proceeds used for building improvements, remodeling, capital equipment and non-building capital projects.

4,000,000

Total General Obligation Promissory Notes

41,915,000

Total General Obligation Debt

\$ 76,660,000

Principal and interest maturities on the general obligation promissory notes are as follows:

Year Ended June 30	Principal	Interest	Total
2022	\$ 15,490,000	\$ 984,979	\$ 16,517,975
2023	12,740,000	977,090	13,717,090
2024	11,650,000	786,484	12,436,484
2025	11,245,000	549,779	11,794,779
2026	10,305,000	331,260	10,636,260
2027	8,735,000	151,870	8,886,870
2028	6,495,000	37,202	6,532,202
	<u>\$ 76,660,000</u>	<u>\$ 3,818,664</u>	<u>\$ 80,521,660</u>

The District issued \$26,720,000 in taxable general obligation refunding bonds with interest rates ranging from 0.3% to 0.9%. The proceeds were used to advance refund \$24,975,000 of outstanding 2012A and 2012C Series general obligation bonds which had interest rates of 3.0%. The net proceeds of \$26,391,495 (after payment of \$328,505 in underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, the 2012A and 2012C Series general obligation bonds are considered defeased and the liability for those bonds has been removed from the statement of net position.

The reacquisition price exceeded the net carrying amount of the old debt by \$606,207. This amount is being netted against the new debt and amortized over the remaining life of the refunding debt. The District advance refunded the 2012A and 2012C Series general obligation bond to reduce its total debt service payment over 8 years by \$1,065,920 and to obtain an economic gain (difference between the present values of the debt service payment on the old and new debt) of \$1,051,977.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE D - LONG-TERM OBLIGATIONS (Continued)

Legal Margin for New Indebtedness

The District's legal margin for creation of additional indebtedness on June 30, 2021 was as follows:

	Aggregate	Bonded
Equalized valuation of the District	\$43,989,362,423	\$43,989,362,423
Statutory limitation percentage	(x) 5%	(x) 2%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes	<u>\$ 2,199,468,121</u>	<u>\$ 879,787,248</u>
General obligation debt	\$ 76,660,000	\$ 34,745,000
Capital lease obligations	368,810	-
Less: Amounts available for financing general obligation debt Restricted for debt service	<u>17,357,508</u>	<u>17,357,508</u>
Net outstanding general obligation debt applicable to debt limitation	<u>\$ 59,671,302</u>	<u>\$ 17,387,492</u>

NOTE E - CAPITAL LEASE

The District has entered into lease agreements for the purpose of purchasing capital assets. At June 30, 2021, the District had \$368,810 of capital asset leases. The following is a schedule of the minimum lease payments under the lease agreements and the present value of the minimum lease payments at June 30, 2021:

Fiscal Year Ending June 30,	Annual Requirements
2022	\$ 89,375
2023	89,375
2024	89,375
2025	89,375
2026	<u>27,179</u>
Total required minimum lease payments	384,679
Less: Amounts representing interest	<u>15,869</u>
Present value of future minimum lease payments	<u>\$ 368,810</u>

NOTE F - PENSION PLANS

1. Plan Description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE F - PENSION PLANS (continued)

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 occupation employees, 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to receive a retirement benefit based on a formula factor, their final average earning, and creditable service.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service for which the 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 employees may retire at or after age 55 (50 for protective occupation employees) and receive an actuarially-reduced benefit. Employees terminating covered employment before becoming eligible for a retirement benefit 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.

2. 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
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Notes to Basic Financial Statements
June 30, 2021

NOTE F - PENSION PLANS (continued)

3. Contributions

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

During the reporting period, the WRS recognized \$4,394,742 in contributions from the District.

Contribution rates as of June 30, 2021 are:

Employee Category	2021	
	Employee	Employer
General (including teachers, executives, and elected officials)	6.75%	6.75%
Protective with Social Security	6.75%	11.75%
Protective without Social Security	6.75%	16.35%

4. Pension Asset (Liabilities), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.

At June 30, 2021, the District reported an asset of \$25,407,453 for its proportionate share of the net pension asset. The net pension asset was measured as of the calendar year that falls within the District's fiscal year and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation one year prior to that date rolled forward to the measurement date. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension asset was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2020, the District's proportion was 0.40696602% (a decrease of 0.00900366% from the prior year).

For the year ended June 30, 2021, the District recognized pension expense of \$2,774,221.

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	\$ 36,772,385	\$ (7,920,705)
Net differences between projected and actual earnings on pension plan investments	-	(47,700,422)
Changes in assumptions	576,290	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	12,842	(188,778)
Employer contributions subsequent to the measurement date	2,456,359	-
Total	<u>\$ 39,817,876</u>	<u>\$ (55,809,905)</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE F - PENSION PLANS (continued)

\$2,456,359 reported as deferred outflows related to pension resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. 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 Deferred Outflow (Inflow) of Resources
2022	\$ (4,747,441)
2023	(1,322,053)
2024	(8,690,476)
2025	(3,688,417)

5. Actuarial Assumptions

The total pension liability in the actuarial valuation used for the year ended June 30, 2021, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2021
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:	WI 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 on an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The total pension liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the December 31, 2019 actuarial valuation.

Long-term expected Return on Plan Assets. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class as of December 31, 2020 are summarized in the following table on the next page:

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE F - PENSION PLANS (continued)

	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
<u>Core Fund Asset Class</u>			
Global Equities	51.0%	7.2%	4.7%
Fixed Income	25.0%	3.2%	0.8%
Inflation Sensitive Assets	16.0%	2.0%	-0.4%
Real Estate	8.0%	5.6%	3.1%
Private Equity/Debt	11.0%	10.2%	7.6%
Multi-Asset	4.0%	5.8%	3.3%
Total Core fund	115.0%	6.6%	4.1%
<u>Variable Fund Asset Class</u>			
U.S. Equities	70.0%	6.6%	4.1%
International Equities	30.0%	7.4%	4.9%
Total Variable Fund	100.0%	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 7.0% was used to measure the total pension liability for the current and prior year. This single discount rate was based on the expected rate of return on pension plan investments of 7.0% and a municipal bond rate of 2.0% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2020. In describing this index, Fidelity notes that the Municipal curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 7.0% expected rate of return implies that a dividend of approximately 1.9% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the District's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.0 percent, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

1% Decrease to Discount Rate (6.0%)	Current Discount Rate (7.0%)	1% Increase to Discount Rate (8.0%)
--	------------------------------------	--

District's proportionate share of the Net Pension Liability (Asset)	\$ 24,184,374	\$ (25,407,453)	\$ (61,832,280)
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Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE F - PENSION PLANS (continued)

6. Payable to the WRS

At June 30, 2021, the District reported a payable of \$1,218,524 for the outstanding amount of contributions to the pension plan for the year ended June 30, 2021.

NOTE G - POST-EMPLOYMENT RETIREMENT BENEFIT

In addition to providing pension benefits, the District as authorized by the Board of Trustees provides medical and dental insurance for eligible retirees and spouses (OPEB) in accordance with the employee handbook.

For eligible employees that retired before July 1, 2014, the District shall pay a portion of or all of the health and dental premiums from the time of retirement until they become eligible for Medicare, provided that he/she is age 56-59 and has at least 15 years in the District, or age 60-64 and has at least ten (10) years of service at the District. Additional date of hire requirements and premium share information are shown below:

Date and Status	Retirement Date	Retiree Pays
Part time employees	Regardless of date of retirement	Retiree generally pays 25% of health and dental premiums.
Full time employees hired before July 1, 2008	Retire between July 1, 2008 and June 30, 2010	No health and dental premium share required.
Full time employees hired before July 1, 2008 with 15 or more years of service	Retire on or after July 1, 2010	No health and dental premium share required.
Hired before July 1, 2008 and have less than 15 years of service	Retire on or after July 1, 2010	25% of full-time active employee's health and dental premium share subject to future negotiated union contracts.
Hired on or after July 1, 2008	Regardless of date of retirement	Same health and dental premium share as for full-time active employee's subject to future negotiated union contracts.

For employees hired before July 1, 2014 and are eligible to retire July 1, 2014 or after, the following plan exists:

Date and Status	Age and Years of Service	Retiree Pays
Part time employees	Age 62 with at least 20 years of service	Retiree pays their applicable share of health and dental premiums. The District will pay up to a maximum of \$4,000 for a single plan and \$10,000 for a family or plus one plan per year.
Full time employees	Age 62 with at least 20 years of service	Retiree pays their applicable share of health and dental premiums. The District will pay up to a maximum of \$8,000 for a single plan and \$20,000 for a family or plus one plan per year.

No retiree benefits exist for employees hired on or after July 1, 2014.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE G - POST-EMPLOYMENT RETIREMENT BENEFIT (Continued)

Voluntary Early Retirement (VER) Program.

The District offered to eligible employees who were at least age 60 with 15 years of service with a retirement date before June 30, 2020 the following: Health and dental insurance based upon the health plan election in place at the time of retirement. Coverage will continue until age 65 or Medicare-eligibility, whichever occurs first. The District will provide contributions up to \$8,000 for single and \$20,000 for family or employee plus one plans each fiscal year. Retirees are responsible for the difference between the total annual cost and the amount the District contributes.

The District offered a second VER to eligible employees in the Adult Basic Education (ABE) or English Language Learners (ELL) departments who would have turned at least age 60 and have attained at least 20 years of service by June 30, 2022. The retirement date needed to be no later than June 30, 2021. The benefit offered: health and dental insurance based upon the health plan election in place at the time of retirement. Coverage will continue until age 65 or Medicare-eligibility, whichever occurs first. The District will provide contributions up to \$8,000 for single and \$20,000 for family or employee plus one plans each fiscal year. Retirees are responsible for the difference between the total annual cost and the amount the District contributes.

Membership of the Plan at July 1, 2021 was 696 active participants and 9 retired participants.

The District's total OPEB liability at June 30, 2021 was \$7,385,328. The total OPEB liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of June 30, 2019. The total OPEB liability was determined using the following assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation:	2.00%
Salary Increases:	Salary inflation of 3.0% plus projected merit and longevity increase based on years of service
Medical Trend Rate:	7.5% decreasing by 0.5% per year down to 6.5%, then by 0.1% per year down to 5.0%, and level thereafter
Interest Discount Rate	2.25%*
Mortality	Wisconsin 2018 Mortality Table Based on an experience study using WRS experience from 2015-2017

*The 2.25 percent discount rate used to measure the total OPEB liability was based upon the Bond Buyer General Obligation 20-Year Municipal Bond Index as of the measurement date.

Changes in the total OPEB liability for the year ended June 30, 2021, are as follows:

Balance at June 30, 2020	<u>\$ 7,142,968</u>
Changes for the year:	
Service cost	193,203
Interest	244,944
Changes of benefit terms	-
Differences between expected and actual experience	-
Effect of assumptions changes or inputs	286,546
Benefit payments	<u>(482,333)</u>
Net changes	<u>242,360</u>
Balance at June 30, 2021	<u>\$ 7,385,328</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE G - POST-EMPLOYMENT RETIREMENT BENEFIT (Continued)

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.25%) or 1 percentage point higher (3.25%) than the current rate.

	1% Decrease to Discount Rate (1.25%)	Current Discount Rate (2.25%)	1% Increase to Discount Rate (3.25%)
Distict's total OPEB liability	\$ 7,620,035	\$ 7,385,328	\$ 7,155,324

The following presents the District's total OPEB liability calculated using the current healthcare cost trend rate, as well as what the District's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates.

	1% Decrease (6.5% decreasing to 4.0%)	Healthcare Cost Trend (7.5% decreasing to 5.0%)	1% Increase (8.5% decreasing to 6.0%)
Distict's total OPEB liability	\$ 7,214,075	\$ 7,385,328	\$ 7,576,642

For the year ended June 30, 2021 the District recognized OPEB expense of \$304,546. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 576,567	\$ 14,930
Changes of assumptions	238,788	1,329,292
Employer contributions subsequent to the measurement date	389,953	-
Total	\$ 1,205,308	\$ 1,344,222

\$389,953 reported as deferred outflows related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022. The other amounts reported as deferred inflows of resources related to OPEB will be recognized as OPEB expense as shown on the next page:

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE G - POST-EMPLOYMENT RETIREMENT BENEFIT (Continued)

Year ended June 30	Net Deferred Outflow (Inflow) of Resources
2022	\$ (133,601)
2023	(133,601)
2024	(133,601)
2025	(133,600)
2026	17,920
Thereafter	(12,384)

NOTE H - RISK MANAGEMENT

1. The District has purchased commercial insurance policies for various risks of loss related to torts; theft, damage or destruction of assets; errors or omissions; injuries to employees; or acts of God. Payments of premiums for these policies are recorded as an expenditure of the District's general fund.

Districts Mutual Insurance Company

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

At this time, settled claims have not approached the coverage limits as identified above. The District's exposure in its layer of insurance is limited to between \$5,000 and \$100,000 per occurrence depending on the type of coverage; DMI purchases reinsurance for losses in excess of its retained layer of coverage.

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

Each member college is assessed an annual premium based on the relevant rating exposure basis as well as the historical loss experience by members. Future premiums will be based on relevant rating exposure bases as well as the historical loss experience by members. DMI's ongoing operational expenses, other than loss adjustment expenses, are allocated to participants based on equity interest in the company.

For the year ended June 30, 2021, the District paid a total premium of \$884,916.

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

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE H - RISK MANAGEMENT (Continued)

Supplemental Insurance

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

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

- 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.
- Crime: \$750,000 coverage for employee dishonesty, forgery, computer fraud and funds transfer fraud; \$500,000 coverage for theft, robbery, burglary, disappearance and destruction of money and securities; \$25,000 coverage for investigation expenses.

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

Other Insurance

In addition, the District maintains professional liability insurance to cover services on campus with a limit of \$1,000,000 per claim and in aggregate, and aircraft and hull liability with coverage of \$1,000,000 per occurrence. Total premiums paid by the District were \$151,495.

2. As of July 1, 2015, the District joined together with other technical colleges in the state to form the Wisconsin Technical College Employee Benefits Consortium (WTCEBC). WTCEBC is a public entity risk pool that the District participates in to provide health insurance coverage to its employees. The main purpose of WTCEBC is to jointly self-insure certain risks up to an agreed upon retention limit and to obtain excess catastrophic coverage and aggregate stop-loss reinsurance over the selected retention limit. The District pays WTCEBC a monthly premium based on the number of participants and the type of coverage that has been elected. Individual claims below \$100,000 are self-funded by the District. Any individual claim exceeding \$100,000 but less than \$977,584 is shared in a pooled layer among all of the colleges participating in the consortium. Individual claims exceeding \$250,000 and aggregate claims exceeding \$977,584 are subject to reinsurance.

WTCEBC operations are governed by a board of directors. The board of directors is comprised of one representative from each of the member colleges that participate in the consortium. The Consortium uses a third party to administer its operations, including all of the accounting functions.

For the year ended June 30, 2021, the District paid a total premium of \$11,690,927.

Audited financial statements for WTCEBC can be obtained by contacting the District.

3. In addition, the District has established a separate internal service fund for the following risk management program:

Dental Self-Insurance Program

District employees and employee dependents are eligible for dental benefits from the District's self-insurance fund. Funding is provided by charges to departments and employees. Fund expenses consist of payments to a third-party administrator for dental claims and administrative fees.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE H - RISK MANAGEMENT (Continued)

On June 30, 2021 net position of \$5,572,471 was available for future unreported claims. The claims liability of \$46,000 reported at June 30, 2021 is the estimated dental claims incurred but not paid or reported as of June 30, 2021. This estimate is based on GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the basic financial statements indicates that it is probable that a liability has been incurred at the date of the basic financial statements and the amount of the loss can be reasonably estimated. The changes in the claim liability related to the self-insurance program for the years ended June 30, 2021 and 2020 follows:

	Liability July 1	Current Year Claims and Changes in Estimates	Claim Payments	Liability June 30
2020	\$ 54,000	\$ 811,521	\$ 811,521	\$ 54,000
2021	54,000	857,799	865,799	46,000

Insurance settlements have not exceeded insurance coverage in any of the past three years nor has there been any significant reduction in coverage compared to the prior year.

NOTE I - EXPENSES CLASSIFICATION

Expenses on the Statement of Revenues, Expenses and Changes in Net Position are classified by function. Alternatively, the expenses could also be shown by type or nature of expense for the year ended June 30, 2021:

	Amount
Salaries and wages	\$ 70,553,426
Fringe benefits	15,124,829
Travel, memberships and subscriptions	891,590
Supplies, printing and minor equipment	7,857,501
Contract services	7,953,511
Rentals	4,075,637
Insurance	1,148,506
Utilities	1,796,796
Depreciation	12,078,966
Student aid	12,108,900
Other expenses	1,463,295
Total Operating Expenses	<u>\$135,052,957</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE J - COMMITMENTS

Operating Leases

The District leases classroom space under various terms. These leases are classified as operating leases. The future minimum payments as of June 30, 2021 are:

Year Ending June 30,	Amount
2022	\$ 1,079,559
2023	1,051,509
2024	1,014,233
2025	988,376
2026	892,683
2027 - 2031	2,588,800
2032 - 2036	397,029
2037 - 2041	166,285
2042 - 2046	166,285
2047 - 2061	166,285
2051 - 2055	166,285
2056 - 2061	166,285
2062 - 2066	166,285
2067 - 2071	166,285
2072 - 2076	166,285
2077 - 2081	166,285
2082 - 2086	166,285
2087 - 2091	138,571
Total Required Minimum Lease Payments	<u>\$ 9,813,610</u>

Rent expense under all operating leases for the year ended June 30, 2021 totaled \$1,140,994.

Capital Projects

The District has commitments for capital projects as of June 30, 2021 totaling \$5,874,738.

NOTE K - CONTINGENT LIABILITIES

1. The District participates in a number of federal and state grant programs which are subject to program compliance audits and possible future adjustments to expenditures reported for federal and state reimbursement. The amount, if any, of expenditures that may be disallowed cannot be determined at this time although the District expects such amounts, if any, to be immaterial.
2. From time to time, the District is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and legal counsel that the likelihood is remote that any such claims and proceedings will have a material adverse effect on the District's financial position or result of operations.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE L - COMPONENT UNIT

This report contains the Fox Valley Technical College Foundation, Inc., which is included as a component unit. Financial information is presented as a discrete column in the statement of net position, the statement of revenues, expenses and changes in net position and the statement of cash flows.

In addition to the basic financial statements, the following disclosures are considered necessary for a fair presentation.

1. Cash and Investments

The Foundation invests its endowment funds and excess cash with BMO Global Asset Management. Cash and investments at June 30, 2021 consist of the following:

	Cost	Fair Value	Excess of Fair Value Over Cost	Fair Value Method
Money market funds	\$ 109,997	\$ 109,997	\$ -	Level 2
Fixed income				
Corporate bond funds	4,187,600	4,421,034	233,434	Level 2
Pooled fixed income funds	478,911	487,514	8,603	Level 1
Total fixed income	<u>4,666,511</u>	<u>4,908,548</u>	<u>242,037</u>	
Equity				
Equity funds	6,920,428	9,955,600	3,035,172	Level 1
Total equity	<u>6,920,428</u>	<u>9,955,600</u>	<u>3,035,172</u>	
Total Investments	<u>\$ 11,696,936</u>	14,974,145	<u>\$ 3,277,209</u>	
Bank deposits		3,981,079		
Beneficial interest in investments held by Community Foundation		63,858		Level 3
Total Cash and Investments		<u>\$ 19,019,082</u>		

Net Investment income (loss) reported in the statement of revenues, expenses and changes in net position totaled \$3,148,194 and consisted of the following:

Realized gains	\$ 506,488
Unrealized gains (losses)	2,366,597
Interest and dividend income	311,558
Investment fees	(36,449)
Investment return	<u>\$ 3,148,194</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE L - COMPONENT UNIT (Continued)

2. Beneficial Interest in Investments Held by Community Foundation

Beneficial interest in investments held by the Community Foundation represents amounts transferred by the Foundation to the Community Foundation for the Fox Valley Region, Inc. These amounts are the legal assets of the Community Foundation with the restriction that the Community Foundation makes annual distributions to the Foundation in accordance with the Community Foundation's spending policy.

The agreement governing the assets includes a variance power allowing the Community Foundation to modify the restrictions on distributions from the funds.

Beneficial interests in investments held by the Community Foundation for the Fox Valley Region, Inc. as of June 30, 2021 totaled \$63,858.

3. Promises to Give

Unconditional promises to give at June 30, 2021 are as follows:

Receivable in less than one year	\$ 408,785
Receivable in one to five years	10,208
Total unconditional promises to give	<u>418,993</u>
Less discount to net present value	213
Net Unconditional Promises to Give	<u>\$ 418,780</u>

Promises to give receivable in more than one year are discounted at .10% to 4.00%. A reserve for uncollectible amounts was deemed not necessary by management.

4. Capital Assets

Changes in capital assets for the year ended June 30, 2021 follows:

	Beginning Balance	Additions	Deductions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 841,204	\$ -	\$ -	\$ 841,204
Capital assets, being depreciated:				
Buildings	5,999,023	-	-	5,999,023
Less accumulated depreciation for:				
Buildings	1,935,414	149,976	-	<u>2,085,390</u>
Net capital assets	<u>\$ 4,904,813</u>	<u>\$ (149,976)</u>	<u>\$ -</u>	<u>\$ 4,754,837</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE L - COMPONENT UNIT (Continued)

5. Notes Payable

The Foundation had a note payable to Fox Communities Credit Union due in monthly installments of \$4,414 (principal and interest) at 4.75%. The final payment was due November 4, 2024, and the outstanding principal balance at June 30, 2021 and 2020 is \$0 and \$272,795 respectively. All remaining notes payable were paid off during the year ended June 30, 2021.

6. Operating Leases

The Foundation leases several buildings to the District under noncancelable operating leases with automatic renewal terms. Rental income during 2021 from the District was \$563,104. Future minimum collections expected, by year and in the aggregate consist of the following at June 30, 2021:

Year Ending <u>June 30,</u>	
2022	\$ 558,078
2023	537,827
2024	511,973
2025	431,131
2026	345,000
Thereafter	<u>103,750</u>
	<u>\$ 2,487,759</u>

7. Temporary and Permanently Restricted Net Position

Net position with donor restriction for the stated purposes were as follows as of June 30, 2021.

	Temporary in Nature	Permanent in Nature	Total
Scholarships	\$ 2,470,815	\$ -	\$ 2,470,815
Activity funds	478,029	-	478,029
Instructional support	1,106,113	-	1,106,113
Endowments	1,557,314	3,541,860	5,099,174
	<u>\$ 5,612,271</u>	<u>\$ 3,541,860</u>	<u>\$ 9,154,131</u>

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Notes to Basic Financial Statements

June 30, 2021

NOTE M - SUBSEQUENT EVENTS

The Board of Directors 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.

Subsequent to June 30, 2021, the District issued general obligation promissory notes as follows:

Date	Interest Rate	Amount	Purpose
August 2, 2021	2%	\$ 8,505,000	General Obligation Promissory Notes. Proceeds used for building remodeling or improvements, moveable equipment and other non-building projects.
September 7, 2021	2%	1,500,000	General Obligation Promissory Notes. Proceeds used for building remodeling or improvements.
October 12, 2021	1-2%	1,500,000	General Obligation Promissory Notes. Proceeds used for building remodeling or improvements.
		<u>\$ 11,505,000</u>	

REQUIRED SUPPLEMENTAL INFORMATION

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule of Changes in the District's
Total OPEB Liability and Related Ratios
Last 10 Years*

Measurement date	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB Liability				
Service cost	\$ 193,203	\$ 76,073	\$ 73,239	\$ 79,607
Interest	244,944	217,756	258,637	258,980
Changes of benefit terms	-	3,083,163	-	-
Effect of economic/demographic gains or losses	-	864,851	-	(26,418)
Effect of assumptions changes or inputs	286,546	(1,773,988)	(59,081)	(188,987)
Benefit payments	(482,333)	(1,827,263)	(1,827,263)	(2,132,478)
Net change in total OPEB liability	242,360	640,592	(1,554,468)	(2,009,296)
Total OPEB liability - Beginning	7,142,968	6,502,376	8,056,844	10,066,140
Total OPEB liability - Ending	\$ 7,385,328	\$ 7,142,968	\$ 6,502,376	\$ 8,056,844
Covered payroll	\$ 74,180,642	\$ 68,643,109	\$ 65,504,017	\$ 63,455,407
Total OPEB liability as a percentage of covered-employee payroll	9.96%	10.41%	9.93%	12.70%

*This schedule is intended to present information for the last 10 years. Additional information will be presented as it becomes available.

See independent auditor's report
See Notes to Required Supplemental Information

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule of Proportionate Share of the Net Pension (Asset) Liability
Wisconsin Retirement System
Last 10 Fiscal Years*

	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension asset
2015	0.42422%	\$ (10,419,944)	\$ 58,054,078	(17.95%)	102.74%
2016	0.42420%	6,832,287	59,170,908	11.55%	98.20%
2017	0.41408%	3,412,967	59,612,638	5.73%	99.12%
2018	0.41477%	(12,315,047)	61,700,831	(19.96%)	102.93%
2019	0.41622%	14,807,942	64,604,731	22.92%	96.45%
2020	0.41597%	(13,412,761)	65,977,110	(20.33%)	102.96%
2021	0.40697%	(25,407,453)	65,048,970	(39.06%)	105.26%

*The amounts presented for each fiscal year were determined as the calendar year-end that occurred within the fiscal year. This schedule is intended to present information for the last 10 years. Additional information will be presented as it becomes available.

See independent auditor's report
See Notes to Required Supplemental Information

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule of Contributions
Wisconsin Retirement System
Last 10 Fiscal Years*

	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered payroll	Contributions as a percentage of covered payroll
2015	\$ 4,086,199	\$ 4,086,199	\$ -	\$ 59,183,860	6.90%
2016	3,950,094	3,950,094	-	58,953,922	6.70%
2017	4,016,067	4,016,067	-	59,952,117	6.70%
2018	4,283,100	4,283,100	-	63,455,407	6.75%
2019	4,339,828	4,339,828	-	65,504,017	6.63%
2020	4,566,720	4,566,720	-	68,643,109	6.65%
2021	4,465,400	4,465,400	-	67,553,709	6.61%

*This schedule is intended to present information for the last 10 years. Additional information will be presented as it becomes available.

See independent auditor's report
See Notes to Required Supplemental Information.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Notes to Required Supplemental Information
For the Year Ended June 30, 2021

NOTE A - OTHER POST-EMPLOYMENT BENEFITS

The District implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions for the fiscal year ended June 30, 2018. The standards allow the District to present as many years as are available until ten fiscal years are presented.

NOTE B – WISCONSIN RETIREMENT SYSTEM

The District implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions - *An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68* for the fiscal year ended June 30, 2015. The standards allow the District to present as many years as are available until ten fiscal years are presented.

NOTE C – WISCONSIN RETIREMENT SYSTEM BENEFIT TERMS

There were not changes of benefit terms for any participating employer in WRS.

NOTE D – WISCONSIN RETIREMENT SYSTEM ASSUMPTIONS

No significant change in assumptions were noted from the prior year.

SUPPLEMENTAL INFORMATION

The following supplemental information is provided to document the District'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.

GENERAL FUND

The General Fund is the primary operating fund of the District and its accounts reflect all financial activity not accounted for in another fund.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Local government - tax levy	\$ 24,024,338	\$ 23,991,901	\$ 24,151,932	\$ -	\$ 24,151,932	\$ 160,031
Intergovernmental revenue						
State	40,240,749	40,228,029	40,035,154	-	40,035,154	(192,875)
Federal	18,000	18,000	15,619	-	15,619	(2,381)
Tuition and fees						
Statutory program fees	17,420,135	17,420,135	16,339,635	-	16,339,635	(1,080,500)
Material fees	1,118,000	1,118,000	964,186	-	964,186	(153,814)
Other student fees	1,918,576	1,921,505	2,017,455	-	2,017,455	95,950
Institutional	769,000	769,000	289,521	-	289,521	(479,479)
Total Revenues	85,508,798	85,466,570	83,813,502	-	83,813,502	(1,653,068)
Expenditures						
Instruction	56,380,148	56,102,983	53,298,327	-	53,298,327	2,804,656
Instructional resources	883,267	830,725	781,124	-	781,124	49,601
Student services	6,716,554	6,916,351	6,370,107	-	6,370,107	546,244
General institutional	18,535,473	18,591,616	18,369,763	-	18,369,763	221,853
Physical plant	6,622,130	6,608,578	5,715,455	-	5,715,455	893,123
Total Expenditures	89,137,572	89,050,253	84,534,776	-	84,534,776	4,515,477
Excess (Deficiency) of Revenues Over Expenditures	(3,628,774)	(3,583,683)	(721,274)	-	(721,274)	2,862,409
Other Financing Sources (Uses)						
Transfers in	2,965,603	6,365,242	4,280,531	-	4,280,531	(2,084,711)
Transfers out	(391,000)	(391,000)	(305,839)	-	(305,839)	85,161
Total Other Financing Sources (Uses)	2,574,603	5,974,242	3,974,692	-	3,974,692	(1,999,550)
Net Change in Fund Balance	(1,054,171)	2,390,559	3,253,418	-	3,253,418	862,859
Fund Balance - beginning	22,931,189	22,931,189	22,931,189	-	22,931,189	-
Fund Balance - ending	\$ 21,877,018	\$ 25,321,748	\$ 26,184,607	\$ -	\$ 26,184,607	\$ 862,859
Fund Balance						
Reserved for encumbrances			\$ 195,692			
Reserved for prepaid items			981,781			
Unreserved fund balance						
Designated for state aid fluctuations			1,247,353			
Designated for operations			23,759,781			
			<u>\$ 26,184,607</u>			

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for debt service or major capital projects) that are restricted to expenditures for designated purposes because of the legal or regulatory provisions. The District has two special revenue funds:

Aidable Fund – The operating fund is used to account for the proceeds from specific revenue sources other than non-aidable funds that are legally restricted as to expenditures for specific purposes. This fund includes grants, technical assistance contracts, and contracted instructional services to business and industry.

Non-aidable Fund – The non-aidable fund is used to account for assets held by the District in a trustee capacity, primarily for student aids and other student activities.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Special Revenue Aidable Fund Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Local government - tax levy	\$ 1,117,624	\$ 1,121,032	\$ 1,120,421	\$ -	\$ 1,120,421	\$ (611)
Intergovernmental revenue						
State	1,801,334	2,181,173	2,181,175	-	2,181,175	2
Federal	13,965,103	22,511,597	20,729,116	-	20,729,116	(1,782,481)
Tuition and fees						
Statutory program fees	202,339	202,339	124,181	-	124,181	(78,158)
Material fees	22,011	22,011	16,879	-	16,879	(5,132)
Other student fees	1,122,954	1,097,954	614,504	-	614,504	(483,450)
Institutional	11,232,096	11,321,367	10,522,098	-	10,522,098	(799,269)
Total Revenues	29,463,461	38,457,473	35,308,374	-	35,308,374	(3,149,099)
Expenditures						
Instruction	25,230,122	26,057,355	24,149,506	-	24,149,506	1,907,849
Instructional resources	12,417	-	-	-	-	-
Student services	1,871,514	1,850,516	1,819,784	-	1,819,784	30,732
General institutional	1,394,766	2,062,665	1,705,285	-	1,705,285	357,380
Physical plant	353,706	525,825	373,390	-	373,390	152,435
Total Expenditures	28,862,525	30,496,361	28,047,965	-	28,047,965	2,448,396
Excess of Revenues Over Expenditures	600,936	7,961,112	7,260,409	-	7,260,409	(700,703)
Other Financing Sources (Uses)						
Transfers in	144,090	1,814,165	1,805,075	-	1,805,075	(9,090)
Transfers out	(878,026)	(8,112,916)	(8,115,782)	-	(8,115,782)	(2,866)
Total Other Financing Sources (Uses)	(733,936)	(6,298,751)	(6,310,707)	-	(6,310,707)	(11,956)
Net Change in Fund Balance	(133,000)	1,662,361	949,702	-	949,702	(712,659)
Fund Balance - beginning	1,284,128	1,284,128	1,284,128	-	1,284,128	-
Fund Balance - ending	\$ 1,151,128	\$ 2,946,489	\$ 2,233,830	\$ -	\$ 2,233,830	\$ (712,659)
Fund Balance						
Reserved for prepaid items			\$ 7,630			
Unreserved fund balance						
Designated for operations			2,226,200			
			<u>\$ 2,233,830</u>			

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Special Revenue Non-Aidable Fund Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Local government - tax levy	\$ 127,500	\$ 127,500	\$ 1,102	\$ -	\$ 1,102	\$ (126,398)
Intergovernmental revenue						
State	1,949,450	1,949,450	1,601,966	-	1,601,966	(347,484)
Federal	24,400,550	26,317,010	15,447,261	-	15,447,261	(10,869,749)
Tuition and fees						
Other student fees	1,659,560	1,470,657	1,418,381	-	1,418,381	(52,276)
Institutional	1,957,800	1,957,800	2,020,400	-	2,020,400	62,600
Total Revenues	30,094,860	31,822,417	20,489,110	-	20,489,110	(11,333,307)
Expenditures						
Student services	30,048,083	32,344,986	20,634,240	-	20,634,240	11,710,746
General institutional	274,180	280,176	280,175	-	280,175	1
Total Expenditures	30,322,263	32,625,162	20,914,415	-	20,914,415	11,710,747
Excess (Deficiency) of Revenues Over Expenditures	(227,403)	(802,745)	(425,305)	-	(425,305)	377,440
Other Financing Sources (Uses)						
Transfers in	185,201	1,318,037	1,211,189	-	1,211,189	(106,848)
Net Change in Fund Balance	(42,202)	515,292	785,884	-	785,884	270,592
Fund Balance - beginning	687,650	687,650	687,650	-	687,650	-
Fund Balance - ending	\$ 645,448	\$ 1,202,942	\$ 1,473,534	\$ -	\$ 1,473,534	\$ 270,592
Fund Balance						
Reserved for student financial assistance			\$ 270,593			
Reserved for student organizations			1,202,941			
			<u>\$ 1,473,534</u>			

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources to be used for the acquisition of sites, building construction, remodeling or improvement and major equipment (other than those financed by enterprise funds and trust funds).

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Capital Projects Fund Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Intergovernmental revenue						
State	\$ 386,837	\$ 460,078	\$ 297,100	\$ -	\$ 297,100	\$ (162,978)
Federal	-	1,568,392	1,649,103	-	1,649,103	80,711
Institutional	175,000	193,230	113,406	-	113,406	(79,824)
Total Revenues	561,837	2,221,700	2,059,609	-	2,059,609	(162,091)
Expenditures						
Instruction	3,192,723	2,927,488	2,673,185	-	2,673,185	254,303
Instructional resources	478,824	454,791	331,263	-	331,263	123,528
General institutional	3,632,832	3,667,639	3,667,639	-	3,667,639	-
Physical plant	5,889,289	6,379,224	5,145,921	-	5,145,921	1,233,303
Auxiliary services	36,257	36,257	23,934	-	23,934	12,323
Total Expenditures	13,229,925	13,465,399	11,841,942	-	11,841,942	1,623,457
Excess (Deficiency) of Revenues Over Expenditures	(12,668,088)	(11,243,699)	(9,782,333)	-	(9,782,333)	1,461,366
Other Financing Sources (Uses)						
Transfers out	(137,000)	(84,485)	(72,934)	-	(72,934)	11,551
Long-term debt issued	11,500,000	11,925,683	11,925,683	-	11,925,683	-
Total Other Financing Sources (Uses)	11,363,000	11,841,198	11,852,749	-	11,852,749	11,551
Net Change in Fund Balance	(1,305,088)	597,499	2,070,416	-	2,070,416	1,472,917
Fund Balance - beginning	5,459,985	5,459,985	5,459,985	-	5,459,985	-
Fund Balance - ending	\$ 4,154,897	\$ 6,057,484	\$ 7,530,401	\$ -	\$ 7,530,401	\$ 1,472,917
Fund Balance						
Reserved for encumbrances			\$ 5,874,738			
Unreserved			1,655,663			
			<u>\$ 7,530,401</u>			

DEBT SERVICE FUND

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

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Debt Service Fund Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Local government - tax levy	\$ 16,647,572	\$ 16,647,572	\$ 16,647,572	\$ -	\$ 16,647,572	\$ -
Institutional	10,925	10,925	26,267	-	26,267	15,342
Total Revenues	16,658,497	16,658,497	16,673,839	-	16,673,839	15,342
Expenditures						
Physical plant	16,980,647	17,804,199	18,815,644	-	18,815,644	(1,011,445)
Excess (Deficiency) of Revenues Over Expenditures						
	(322,150)	(1,145,702)	(2,141,805)	-	(2,141,805)	(996,103)
Other Financing Sources						
Transfers in	137,000	84,485	72,934	-	72,934	(11,551)
Debt issuance	185,150	27,088,240	26,720,000	-	26,720,000	(368,240)
Debt premium issued	-	-	589,656	-	589,656	589,656
Payment to refunded bond escrow agent	-	(26,387,057)	(24,975,000)	-	(24,975,000)	1,412,057
Total Other Financing Sources	322,150	785,668	2,407,590	-	2,407,590	1,621,922
Net Change in Fund Balance	-	(360,034)	265,785	-	265,785	625,819
Fund Balance - beginning	17,850,701	17,850,701	17,850,701	-	17,850,701	-
Fund Balance - ending	\$ 17,850,701	\$ 17,490,667	\$ 18,116,486	\$ -	\$ 18,116,486	\$ 625,819
Fund Balance						
Reserved for debt service			<u>\$ 18,116,486</u>			

ENTERPRISE FUNDS

The Enterprise Funds are used to account for activities where the intent of the District is that the costs of providing goods or services on a continuing basis be financed or recovered primarily through fees charged to the users of the goods or services. The operations of the District's food service and child care center, as well as various other minor services are accounted for in the enterprise funds.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Enterprise Funds Schedule of Revenues, Expenditures and Changes in Net Position -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Federal	\$ 53,000	\$ 53,000	\$ 141,070	\$ -	\$ 141,070	\$ 88,070
Institutional	4,131,992	4,064,972	2,001,239	-	2,001,239	(2,063,733)
Total Revenues	<u>4,184,992</u>	<u>4,117,972</u>	<u>2,142,309</u>	<u>-</u>	<u>2,142,309</u>	<u>(1,975,663)</u>
Expenditures						
Auxiliary services	<u>4,338,972</u>	<u>4,338,972</u>	<u>2,246,393</u>	<u>-</u>	<u>2,246,393</u>	<u>2,092,579</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(153,980)</u>	<u>(221,000)</u>	<u>(104,084)</u>	<u>-</u>	<u>(104,084)</u>	<u>116,916</u>
Other Financing Sources (Uses)						
Transfers in	<u>256,000</u>	<u>1,288,340</u>	<u>1,203,179</u>	<u>-</u>	<u>1,203,179</u>	<u>(85,161)</u>
Total Other Financing Sources	<u>256,000</u>	<u>1,288,340</u>	<u>1,203,179</u>	<u>-</u>	<u>1,203,179</u>	<u>(85,161)</u>
Net Change in Fund Balance	102,020	1,067,340	1,099,095	-	1,099,095	31,755
Net Position - beginning	<u>817,572</u>	<u>817,572</u>	<u>817,572</u>	<u>-</u>	<u>817,572</u>	<u>-</u>
Net Position - ending	<u>\$ 919,592</u>	<u>\$ 1,884,912</u>	<u>\$ 1,916,667</u>	<u>\$ -</u>	<u>\$ 1,916,667</u>	<u>\$ 31,755</u>
Net Position						
Unrestricted net position			<u>\$ 1,916,667</u>			

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments on a cost-reimbursement basis. The District has two internal service funds:

Health and Dental Insurance Fund – This fund is used to account for all collections and claim payments related to the District's health and dental self-insurance programs.

Printing Services Fund – This fund is used to account for the accumulation and allocation of costs associated with printing and copying.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Internal Service Funds Schedule of Revenues, Expenditures and Changes in Net Position -
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2021

	Original Budget	Amended Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Positive (Negative)
Revenues						
Institutional	\$ 100,000	\$ 100,000	\$ 20,901	\$ -	\$ 20,901	\$ (79,099)
Auxiliary revenue	13,057,000	13,057,000	12,451,183	-	12,451,183	(605,817)
Total Revenues	13,157,000	13,157,000	12,472,084	-	12,472,084	(684,916)
Expenditures						
Auxiliary services	13,558,964	13,558,964	13,303,311	-	13,303,311	255,653
Excess (Deficiency) of Revenues Over Expenditures						
	(401,964)	(401,964)	(831,227)	-	(831,227)	(429,263)
Other Financing Sources						
Transfers out	(2,281,868)	(2,281,868)	(78,353)	-	(78,353)	2,203,515
Total Other Financing Sources (Uses)	(2,281,868)	(2,281,868)	(78,353)	-	(78,353)	2,203,515
Net Change in Fund Balance	(2,683,832)	(2,683,832)	(909,580)	-	(909,580)	1,774,252
Net Position - beginning	6,617,645	6,617,645	6,617,645	-	6,617,645	-
Net Position - ending	\$ 3,933,813	\$ 3,933,813	\$ 5,708,065	\$ -	\$ 5,708,065	\$ 1,774,252
Net Position						
Unrestricted net position - reserved for self-insurance			\$ 5,572,471			
Unrestricted net position - print services			135,594			
Total Net Position			\$ 5,708,065			

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis
Financial Statements to Basic Financial Statements
For the Year Ended June 30, 2021

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund
Revenues				
Local government - tax levy	\$ 24,151,932	\$ 1,120,421	\$ 1,102	\$ -
Intergovernmental revenue				
State	40,035,154	2,181,175	1,601,966	297,100
Federal	15,619	20,729,116	15,447,261	1,649,103
Tuition and fees				
Statutory program fees	16,339,635	124,181	-	-
Material fees	964,186	16,879	-	-
Other student fees	2,017,455	614,504	1,418,381	-
Institutional	289,521	10,522,098	2,020,400	113,406
Auxiliary revenue	-	-	-	-
Total Revenues	83,813,502	35,308,374	20,489,110	2,059,609
Expenditures				
Instruction	53,298,327	24,149,506	-	2,673,185
Instructional resources	781,124	-	-	331,263
Student services	6,370,107	1,819,784	20,634,240	-
General institutional	18,369,763	1,705,285	280,175	3,667,639
Physical plant	5,715,455	373,390	-	5,145,921
Auxiliary services	-	-	-	23,934
Depreciation	-	-	-	-
Student aid	-	-	-	-
Total Expenditures	84,534,776	28,047,965	20,914,415	11,841,942
Excess (Deficiency) of Revenues Over Expenditures	(721,274)	7,260,409	(425,305)	(9,782,333)
Other Financing Sources (Uses)				
Transfers in	4,280,531	1,805,075	1,211,189	-
Transfers out	(305,839)	(8,115,782)	-	(72,934)
Long-term debt issued	-	-	-	11,925,683
Debt premium issued	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Total Other Financing Sources (Uses)	3,974,692	(6,310,707)	1,211,189	11,852,749
Net Change in Fund Balances	3,253,418	949,702	785,884	2,070,416
Capital contributions	-	-	-	-
Fund Balances/Net Position - beginning	22,931,189	1,284,128	687,650	5,459,985
Fund Balances/Net Position - ending	\$ 26,184,607	\$ 2,233,830	\$ 1,473,534	\$ 7,530,401

See Independent Auditor's Report.

Debt Service Fund	Enterprise Funds	Internal Service Fund	Total	Reconciling Items	Statement of Revenues, Expenses and Changes in Net Position
\$ 16,647,572	\$ -	\$ -	\$ 41,921,027	\$ -	\$ 41,921,027
-	-	-	44,115,395	-	44,115,395 (1)
-	141,070	-	37,982,169	-	37,982,169 (2)
-	-	-	16,463,816	(5,809,826)	10,653,990
-	-	-	981,065	(346,201)	634,864
-	-	-	4,050,340	(1,429,296)	2,621,044
26,267	2,001,239	20,901	14,993,832	(1,845,311)	13,148,521 (3)
-	-	12,451,183	12,451,183	(10,506,922)	1,944,261
16,673,839	2,142,309	12,472,084	172,958,827	(19,937,556)	153,021,271
-	-	-	80,121,018	(6,046,930)	74,074,088
-	-	-	1,112,387	(418,126)	694,261
-	-	-	28,824,131	(20,196,256)	8,627,875
-	-	-	24,022,862	(4,709,146)	19,313,716
18,815,644	-	-	30,050,410	(22,995,514)	7,054,896 (4)
-	2,246,393	13,303,311	15,573,638	(13,432,963)	2,140,675
-	-	-	-	12,078,966	12,078,966
-	-	-	-	12,108,900	12,108,900
18,815,644	2,246,393	13,303,311	179,704,446	(43,611,069)	136,093,377
(2,141,805)	(104,084)	(831,227)	(6,745,619)	23,673,513	16,927,894
72,934	1,203,179	-	8,572,908	(8,572,908)	-
-	-	(78,353)	(8,572,908)	8,572,908	-
26,720,000	-	-	38,645,683	(38,645,683)	-
589,656	-	-	589,656	(589,656)	-
(24,975,000)	-	-	(24,975,000)	24,975,000	-
2,407,590	1,203,179	(78,353)	14,260,339	(14,260,339)	-
265,785	1,099,095	(909,580)	7,514,720	9,413,174	16,927,894
-	-	-	-	395,793	395,793
17,850,701	817,572	6,617,645	55,648,870	57,888,475	113,537,345
\$ 18,116,486	\$ 1,916,667	\$ 5,708,065	\$ 63,163,590	\$ 67,697,442	\$ 130,861,032 (5)

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis Financial Statements
To Basic Financial Statements
For the Year Ended June 30, 2021

Budgets and Budgetary Accounting

Annual budgets are adopted for all funds in accordance with the requirements of the Wisconsin Technical College System Board. The District's fund structure used in preparation of the basic financial statements is different than the fund structure used for budgetary accounting. In addition, the annual budgets are prepared on a different basis from the basic financial statements. The principal difference is that encumbrances outstanding at the end of the year are recorded as expenditures, as legally prescribed. Also, the District's annual budget does not incorporate changes related to GASB Statements No. 34, 35, 37, 38, 68 and 71. The District follows these procedures in establishing the budgetary data reflected in the supplementary information section of this report.

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

- a. District administration submits their annual budget to the District Board for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- b. A public notice is published containing a summary of the budget and identifying the time and place where a public hearing will be held on the proposed budget. Public hearings are subsequently held on the proposed budget to obtain taxpayer comments.
- c. Prior to July 1, the District's budget is legally enacted through approval by the District Board in accordance with State Statute 38.12.
- d. Budgets included in the supplementary information section of this report detail the originally approved and final budgets. Budget amendments during the year are legally authorized by the District Board. Budget transfers (between funds and functional areas within funds) and changes in budgeted revenues and expenditures (appropriations) require approval by a vote of two-thirds of the entire membership of the District Board and a Class 1 public notice published in the District's official newspaper within 10 days according to Wisconsin Statutes. Budget amendments were authorized by the District Board during the year. Budget appropriations not expended during the year are closed to fund balance unless authorized by the District Board to be forwarded into the succeeding year's budget.
- e. Management exercises control over budgeted expenditures by fund and function (e.g., instruction and instructional resources), as presented in the supplementary information section of this report. Expenditures may not exceed funds available or appropriated.

The District did not have any major violation of legal or contractual provisions for the fiscal year ended June 30, 2021.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule to Reconcile Budget (Non-GAAP Budgetary) Basis Financial Statements
To Basic Financial Statements
For the Year Ended June 30, 2021

Budgets and Budgetary Accounting (Continued)

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

Operating	\$ 4,301,890
Non-operating	39,813,505
	\$ 44,115,395

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

Operating	\$ 25,772,840
Non-operating	12,209,329
	\$ 37,982,169

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

Contract revenue	\$ 10,319,962
Miscellaneous revenue	2,625,630
Gain (loss) on sale of capital assets	109,841
Investment income earned	93,088
	\$ 13,148,521

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

Physical plant	\$ 6,014,476
Interest expense	550,327
Bond issuance costs	490,093
	\$ 7,054,896

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

Budgetary basis fund balance	\$ 63,163,590
Adjustments	
General capital assets - cost	251,930,843
Accumulated depreciation on general capital assets	(107,242,504)
General obligation debt	(76,660,000)
Bond premium	(3,113,575)
Capital lease obligations	(368,810)
Net position in health insurance consortium	796,216
Accrued interest on debt payable	(142,117)
Total OPEB Liability	(7,385,328)
Net pension asset	25,407,453
Loss of refunding	606,207
Deferred outflows related to pension/OPEB	41,023,184
Deferred inflows related to pension/OPEB	(57,154,127)
Total Adjustments	67,697,442
Net Position per basic financial statements	\$ 130,861,032

STATISTICAL SECTION

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 level 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 report for the relevant 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 statements or schedule included in this section.

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Schedule of Net Position by Component
Last Ten Fiscal Years**

(accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net investment in capital assets	\$72,570,558	\$68,816,899	\$65,322,073	\$62,072,933	\$56,033,368	\$55,951,323	\$49,444,803	\$44,696,782	\$39,705,591	\$39,365,161
Restricted for debt service	17,357,508	16,911,414	16,607,014	16,295,261	16,025,729	16,013,340	17,053,774	17,186,849	17,015,573	12,562,115
Restricted for pension benefits ^(a)	-	-	-	-	-	-	10,407,663	-	-	-
Unrestricted ^(b)	40,932,966	27,809,032	33,073,111	38,045,455	36,949,047	49,182,614	40,634,857	26,119,757	24,733,666	22,186,705
Total Net Position	\$130,861,032	\$113,537,345	\$115,002,198	\$116,413,649	\$109,008,144	\$121,147,277	\$117,541,097	\$88,003,388	\$81,454,830	\$74,113,981

Notes:

(a) The District implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date-An Amendment of GASB statement No. 68* for the year ended June 30, 2015. The District is part of a cost-sharing multiple-employer defined benefit pension plan administered and funds held by the Wisconsin Retirement System (WRS). Information for prior years is not available.

(b) The District implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the year ended June 30, 2018. The District's prior year unrestricted net position was restated to reflect this change.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Schedule of Changes in Net Position
Last Ten Fiscal Years**

(accrual basis of accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Operating Revenues										
Student program fees (net of scholarship allowances)	\$10,653,990	\$10,475,894	\$10,335,289	\$10,195,860	\$10,288,997	\$9,839,905	\$9,685,491	\$10,575,379	\$9,663,635	\$9,735,842
Student material fees (net of scholarship allowances)	634,864	673,627	681,946	738,221	766,163	724,965	623,275	664,450	603,183	633,117
Other student fees (net of scholarship allowances)	2,621,044	2,563,632	2,691,424	2,464,767	2,344,447	2,194,034	2,004,531	2,313,664	2,190,272	2,101,877
Federal grants	25,772,840	28,029,075	30,387,194	31,567,700	33,246,787	37,458,363	42,256,029	46,680,639	48,201,924	50,536,747
State grants	4,301,890	5,054,914	5,465,656	4,983,771	4,617,201	5,634,046	4,633,935	4,999,264	5,070,732	4,958,859
Contract revenue	10,319,962	10,439,725	11,080,140	10,632,506	10,162,376	8,798,938	8,739,656	7,318,793	7,093,356	6,206,678
Auxiliary enterprise revenues	1,944,261	2,848,501	3,775,616	3,697,856	3,412,155	3,213,401	3,144,119	2,890,284	3,015,704	2,949,466
Miscellaneous	2,625,630	2,924,609	2,971,162	4,395,264	2,258,678	2,365,176	2,561,203	2,522,060	2,868,615	2,083,876
Total operating revenues	\$58,874,481	\$63,009,977	\$67,388,427	\$68,675,945	\$67,096,804	\$70,228,828	\$73,648,239	\$77,964,533	\$78,707,421	\$79,206,462
Operating Expenses										
Instruction	\$74,074,088	\$82,116,831	\$82,230,263	\$76,577,127	\$76,489,538	\$76,087,448	\$70,918,968	\$75,322,588	\$74,561,811	\$76,292,582
Instructional resources	694,261	1,121,488	1,246,755	1,084,764	1,147,755	1,299,224	1,024,218	1,221,049	1,270,111	1,019,218
Student services	8,627,875	9,821,753	10,847,144	9,814,999	10,509,226	9,672,917	9,031,945	10,316,698	10,080,334	10,011,291
General institutional	19,313,716	20,202,780	18,872,634	17,131,145	18,578,348	19,830,391	18,214,252	17,457,111	18,159,304	16,739,317
Physical plant	6,014,476	6,788,206	7,624,508	7,249,934	8,293,303	7,823,346	7,481,397	8,908,582	5,592,058	7,318,874
Auxiliary enterprise services	2,140,675	3,629,800	3,960,824	3,688,062	3,615,355	3,304,706	3,031,900	2,994,348	3,077,768	3,114,283
Depreciation	12,078,966	11,576,758	10,996,713	10,438,005	9,936,436	9,619,836	8,852,471	7,408,223	6,755,320	6,867,483
Student aid	12,108,900	11,457,836	11,272,007	11,781,709	12,869,998	14,946,854	18,703,311	21,035,070	23,716,759	24,929,215
Total operating expenses	\$135,052,957	\$146,715,452	\$147,050,848	\$137,765,745	\$141,439,959	\$142,584,722	\$137,258,462	\$144,663,669	\$143,213,465	\$146,292,263
Operating loss	(\$76,178,476)	(\$83,705,475)	(\$79,662,421)	(\$69,089,800)	(\$74,343,155)	(\$72,355,894)	(\$63,610,223)	(\$66,699,136)	(\$64,506,044)	(\$67,085,801)
Nonoperating Revenues/(Expenses)										
Property taxes	\$41,921,027	\$41,001,136	\$40,273,853	\$39,470,584	\$38,779,966	\$38,232,892	\$37,678,413	\$65,630,953	\$64,193,987	\$59,808,571
State operating appropriations	39,813,505	39,863,291	38,794,081	38,103,049	38,484,280	39,048,921	38,503,970	9,422,101	9,261,977	9,496,084
CARES Act funding	12,209,329	1,389,726	-	-	-	-	-	-	-	-
Gain (loss) on sale of capital assets	109,841	494,223	(394,573)	(9,216)	(349,344)	85,888	46,785	56,327	203,761	363,631
Investment income earned	93,088	1,076,674	1,370,774	520,223	233,847	475,680	256,128	301,152	165,837	201,802
Interest expense	(550,327)	(1,685,624)	(1,690,560)	(1,752,051)	(1,870,094)	(2,036,332)	(2,191,703)	(2,261,785)	(1,624,079)	(836,353)
Bond issuance costs	(490,093)	(177,550)	(186,975)	(182,775)	(175,375)	(166,975)	(177,325)	(215,850)	(667,122)	(108,238)
Total nonoperating revenues/(expenses)	\$93,106,370	\$81,961,876	\$78,166,600	\$76,149,814	\$75,103,280	\$75,640,074	\$74,116,268	\$72,932,898	\$71,534,361	\$68,925,497
Income before Capital Contributions	\$16,927,894	(\$1,743,599)	(\$1,495,821)	\$7,060,014	\$760,125	\$3,284,180	\$10,506,045	\$6,233,762	\$7,028,317	\$1,839,696
Capital Contributions	395,793	278,746	84,370	345,991	248,845	322,000	108,105	314,796	312,532	1,579,960
Change in Net Position	\$17,323,687	(\$1,464,853)	(\$1,411,451)	\$7,406,005	\$1,008,970	\$3,606,180	\$10,614,150	\$6,548,558	\$7,340,849	\$3,419,656

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Direct and Overlapping Property Tax Rates Last Ten Fiscal Years

(rate per \$1,000 of equalized value)

Fiscal Year	FVTC			Overlapping Rates ^(a)						
	Operational ^(b)	Debt Service	Total	County	Local ^(c)	Other School Districts	State	Gross Total	State Tax Relief	Net Tax Rate
2012	1.50	0.29	1.79	5.46	5.21	9.16	0.20	21.82	(1.45)	20.37
2013	1.50	0.47	1.97	5.59	5.34	9.43	0.20	22.53	(1.50)	21.03
2014	1.50	0.47	1.97	5.54	5.41	9.54	0.20	22.66	(1.50)	21.16
2015	0.62	0.50	1.12	5.57	5.46	9.71	0.20	22.06	(1.49)	20.58
2016	0.63	0.49	1.12	5.50	5.50	9.65	0.20	21.97	(1.68)	20.29
2017	0.64	0.48	1.11	5.50	5.56	9.36	0.20	21.73	(1.65)	20.08
2018	0.63	0.46	1.08	5.45	5.50	9.03	0.20	21.26	(1.74)	19.52
2019	0.62	0.44	1.06	5.38	5.44	8.70	0.20	20.78	(1.66)	19.12
2020	0.61	0.42	1.02	4.91	5.35	8.50	0.20	19.98	(1.56)	18.42
2021	0.60	0.39	0.99	4.75	5.29	8.39	0.20	19.62	(1.47)	18.15

Source: Wisconsin Department of Revenue, Division of State and Local Finance, Bureau of Local Government Services.

Notes:

(a) Overlapping rates are those of local and county governments that apply to property owners within the District. Not all overlapping rates apply to all property owners within the District. For example, the county rate is made up of the rates for parts of Calumet, Outagamie, Waupaca, Waushara, and Winnebago Counties. The individual county rates apply only to the property owners within each of those counties. These overlapping tax rates are an average of the rates for each municipality making up the detail in this column since each government can have a different rate.

(b) For years up to FY2014, the operational property tax levy for all funds (except the debt service fund) may not exceed \$1.50 per s.28.16 of Wisconsin State Statutes.

For fiscal years 2015 and beyond, the growth in the sum of operating levy plus property tax relief aid is limited to the district's valuation factor (percentage change in net new construction).

(c) Cities, towns, villages, and other special taxing districts (e.g., utility districts).

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Equalized Value of Taxable Property Last Ten Fiscal Years

(in thousands of dollars)

Year Ended December 31	Residential	Commercial	Manufacturing	Other	Personal Property	TID's	Total Equalized Value ^(a)	Total District Equalized Value ^(b)	Tax Rate ^(c)
2011	\$24,364,277	\$6,283,649	\$1,452,942	\$1,596,386	\$959,134	(\$1,164,908)	\$33,491,480	\$33,353,718	1.79053
2012	23,731,700	6,214,341	1,427,475	1,563,461	953,042	(1,164,908)	32,725,111	32,558,306	1.96941
2013	23,737,066	6,289,393	1,441,343	1,583,619	1,003,784	(1,089,854)	32,965,350	32,786,202	1.97347
2014	24,252,750	6,294,309	1,437,216	1,594,514	994,736	(1,123,731)	33,449,794	33,265,574	1.12397
2015	24,807,739	6,418,434	1,431,971	1,601,326	958,567	(1,102,740)	34,115,296	33,931,537	1.11782
2016	25,543,188	6,504,070	1,498,773	1,643,379	937,235	(1,162,097)	34,964,547	34,771,330	1.11496
2017	26,847,998	6,967,742	1,510,972	1,657,057	1,004,703	(1,344,023)	36,644,448	36,446,534	1.08434
2018	28,259,712	7,377,785	1,518,307	1,703,309	750,100	(1,352,367)	38,256,847	38,067,280	1.05628
2019	30,031,591	7,728,839	1,561,582	1,732,713	757,858	(1,506,819)	40,305,764	40,099,072	1.02325
2020	31,657,779	8,350,966	1,648,293	1,740,554	798,735	(1,839,708)	42,356,618	42,149,655	0.99379

Source: Wisconsin Department of Revenue, Bureau of Property Tax

Notes:

(a) Equalized value information for the counties of Calumet, Outagamie, Waupaca, Waushara, and Winnebago.

(b) The District also encompasses portions of Brown, Manitowoc, Portage, and Shawano counties.

(c) Tax rates are shown per \$1,000 of FVTC equalized value.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Principal Property Taxpayers
Current Year and Nine Years Ago**

Taxpayer	2020			2011		
	Equalized Valuation	Rank	Percentage of Total Equalized Valuation	Equalized Valuation	Rank	Percentage of Total Equalized Valuation
Thomas Wright Enterprises (Outagamie County)	\$120,054,791	1	0.27%	\$59,492,588	5	0.17%
Fox River Shopping Center	98,022,200	2	0.22%	83,183,297	1	0.24%
Pfefferle Investments	93,315,842	3	0.21%	49,851,658	7	0.14%
Kimberly Clark	87,982,852	4	0.20%	73,963,172	2	0.21%
Oshkosh Corporation	86,281,763	5	0.20%	46,836,546	10	0.14%
Secura Insurance	69,911,744	6	0.16%	-	-	-
Curwood, Inc. (Bemis)	67,602,102	7	0.15%	48,330,982	8	0.14%
Rollie Winters Properties	66,908,411	8	0.15%	59,812,816	4	0.17%
Nestle/Hickory Drive Holdings	65,840,300	9	0.15%	-	-	-
Midwest Realty (Security Homes Inc.)	64,603,778	10	0.15%	55,824,212	6	0.16%
Dumke & Associates	-	-	-	65,403,167	3	0.19%
Thomas N. Rusch et al.	-	-	-	47,461,777	9	0.14%
Total	\$820,523,783		1.87%	\$590,160,215		1.71%
Total equalized property valuation for the District (TID In)	\$43,989,362,423			\$34,490,268,236		

Source: Preliminary Official Statement dated June 30, 2021. Provided by R. W. Baird & Co., Inc.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Property Tax Levies and Collections^(a) Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Total Collections to Date ^(b)	
		Amount	Percentage of Levy	Amount	Percentage of Levy
2012	\$59,720,691	\$44,179,875	73.98%	\$59,720,691	100.00%
2013	64,120,652	47,931,799	74.75%	64,120,652	100.00%
2014	64,702,517	48,636,733	75.17%	64,702,517	100.00%
2015	37,389,471 ^(c)	28,255,943	75.57%	37,389,471	100.00%
2016	37,929,226	28,573,180	75.33%	37,929,226	100.00%
2017	38,768,621	29,368,617	75.75%	38,768,621	100.00%
2018	39,520,514	30,213,414	76.45%	39,520,514	100.00%
2019	40,209,543	30,375,296	75.54%	40,209,543	100.00%
2020	41,031,181	30,874,378	75.25%	41,031,181	100.00%
2021	41,888,005	32,230,191	76.94%	41,888,005	100.00%

Notes:

(a) Under Wisconsin law, personal property taxes and certain installment real estate taxes are collected by city, village, and town treasurers or clerks, who then settle with the other taxing units, such as counties, technical colleges, and local school districts. Settlements are due from the municipality by the 15th of the month following the due date based on the municipality's payment plan. Certain installment real estate taxes and delinquent taxes are collected by the county treasurers, who then settle with the city, village, and town treasurers and other taxing units before retaining any for county purposes. In practice, any delinquent real estate taxes are withheld from the county's share. Therefore, the District receives 100% of its levy upon receipt of settlement from the county treasurers, although the taxes collected as a percentage of total tax levy will vary in any given fiscal year due to timing of payments received from municipalities.

(b) Full levy typically collected in mid-August.

(c) On March 24, 2014, Wisconsin Governor Scott Walker signed 2013 Wisconsin Act 145. The Act shifted a portion of funding from property taxes levied by the District to a State Aid payment. The total impact across the State will amount to approximately \$406 million of property tax relief.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Ratio of Net Debt to Equalized Valuation and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Population ^(a)	Equalized Valuation ^(b)	Outstanding Debt ^(c)	Less Amounts Available ^(d)	Net Debt Outstanding	Percent of Net Debt to Equalized Valuation	Debt per Capita
2012	460,126	\$33,353,717,586	\$33,596,483	\$12,562,115	\$21,034,368	0.06%	\$45.71
2013	461,299	32,558,306,438	98,278,624	17,015,573	81,263,051	0.25%	176.16
2014	466,556	32,786,202,317	98,113,731	17,186,849	80,926,882	0.25%	173.46
2015	468,200	33,265,574,421	94,520,677	17,053,774	77,466,903	0.23%	165.46
2016	470,726	33,931,537,136	89,673,957	16,013,340	73,660,617	0.22%	156.48
2017	473,131	34,771,330,493	86,132,192	16,025,729	70,106,463	0.20%	148.18
2018	474,111	36,446,534,387	83,547,869	16,295,261	67,252,608	0.18%	141.85
2019	477,516	38,067,280,411	80,910,935	16,607,014	64,303,921	0.17%	134.66
2020	481,141	40,099,071,801	78,091,338	16,911,414	61,179,924	0.15%	127.16
2021	481,173	42,149,654,524	77,028,810	17,357,508	59,671,302	0.14%	124.01

Notes:

(a) Source - Wisconsin Technical College System (WTCS) Board.

(b) TID (Tax Incremental District) Out, excluding value of exempt computer equipment. Equalized valuations are shown on a calendar year basis for the prior year (i.e. 2017 fiscal year would be 2016 calendar year information).

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

(d) Equals the amount Restricted for Debt Service on the Statement of Net Position.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Direct and Overlapping Debt
As of December 31, 2020**

Governmental Unit	Debt Outstanding	Percentage Applicable to the District	Amount Applicable to the District
Overlapping debt			
County of			
Brown	\$ 68,045,000	0.4%	\$ 272,180
Calumet	42,630,293	83.4%	35,553,664
Manitowoc	26,030,000	1.0%	260,300
Outagamie	66,155,384	96.1%	63,575,324
Portage	14,510,000	1.5%	217,650
Shawano	18,163,490	7.6%	1,380,425
Waupaca	28,710,000	96.9%	27,819,990
Waushara	2,042,625	78.5%	1,603,461
Winnebago	34,721,825	94.4%	32,777,403
Total All Counties	\$ 301,008,617		\$ 163,460,397
Cities within			
Calumet	\$ 18,339,861	100.0%	\$ 18,339,861
Outagamie	25,339,193	99.7%	25,266,450
Waupaca	35,738,952	100.0%	35,738,952
Waushara	1,685,000	100.0%	1,685,000
Winnebago	134,656,965	100.0%	134,656,965
Total All Cities	\$ 215,759,971		\$ 215,687,227
Villages within			
Calumet	\$ 11,009,532	100.0%	\$ 11,009,532
Outagamie	8,042,036	99.7%	8,018,949
Waupaca	3,084,667	100.0%	3,084,667
Waushara	2,445,873	100.0%	2,445,873
Winnebago	33,121,735	100.0%	33,121,735
Total All Villages	\$ 57,703,843		\$ 57,680,756
Towns within			
Brown	\$ 131,000	100.0%	\$ 131,000
Calumet	110,982	100.0%	110,982
Manitowoc	1,007,599	100.0%	1,007,599
Outagamie	32,774,155	99.7%	32,680,068
Portage	533,875	100.0%	533,875
Shawano	596,877	100.0%	596,877
Waupaca	859,499	100.0%	859,499
Waushara	463,410	98.2%	455,253
Winnebago	10,946,630	99.0%	10,838,384
Total All Towns	\$ 47,424,027		\$ 47,213,537

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Direct and Overlapping Debt
As of December 31, 2020**

Governmental Unit	Debt Outstanding	Percentage Applicable to the District	Amount Applicable to the District
School District of			
Appleton	\$ 22,760,000	100.0%	\$ 22,760,000
Brillion	1,679,505	100.0%	1,679,505
Chilton	9,333,000	100.0%	9,333,000
Clintonville	19,015,000	100.0%	19,015,000
Freedom	855,000	100.0%	855,000
Hilbert	10,861,000	100.0%	10,861,000
Hortonville	23,365,000	100.0%	23,365,000
Iola-Scandinavia	1,800,000	100.0%	1,800,000
Kaukauna	39,335,000	100.0%	39,335,000
Kimberly	14,305,000	100.0%	14,305,000
Little Chute	18,173,726	100.0%	18,173,726
Manawa-Little Wolf	11,805,000	100.0%	11,805,000
Marion	-	100.0%	-
Menasha Joint	34,705,000	100.0%	34,705,000
Neenah	99,000,000	100.0%	99,000,000
New London	4,360,000	100.0%	4,360,000
Omro	1,587,705	100.0%	1,587,705
Oshkosh	5,177,503	100.0%	5,177,503
Seymour	12,135,000	100.0%	12,135,000
Shiocton	1,690,000	100.0%	1,690,000
Stockbridge	733,562	100.0%	733,562
Waupaca	-	100.0%	-
Wautoma	3,945,000	100.0%	3,945,000
Westfield	500,000	100.0%	500,000
Weyauwega-Fremont	17,560,000	100.0%	17,560,000
Wild Rose	597,900	100.0%	597,900
Winneconne	12,615,000	100.0%	12,615,000
Wrightstown	26,520,000	100.0%	26,520,000
Total All School Districts	\$ 394,413,901		\$ 394,413,901
Subtotal overlapping debt	\$ 1,016,310,358		\$ 878,455,818
District direct debt	\$ 77,028,810	100.0%	\$ 77,028,810
Total direct and overlapping debt	\$ 1,093,339,168		\$ 955,484,628

Source: Survey of each government unit within the District's boundaries, June 2020

Notes:

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 of the District. This process recognized that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

The percentage of overlapping debt applicable to the District is the equalized property value of property of the overlapping government located within the District's boundaries as a percentage of total equalized value of all property for the overlapping government.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Legal Debt Margin Information

Last Ten Fiscal Years

(dollars in thousands)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Equalized Valuation ^(a)	\$43,989,362	\$41,610,860	\$39,424,525	\$37,795,272	\$35,936,674	\$35,037,874	\$34,395,417	\$33,879,731	\$33,727,057	\$34,490,268
Debt limit - 5% of equalized valuation ^(b)	\$2,199,468	\$2,080,543	\$1,971,226	\$1,889,764	\$1,796,834	\$1,751,894	\$1,719,771	\$1,693,987	\$1,686,353	\$1,724,513
Aggregate indebtedness applicable to debt limit										
General obligation promissory notes and bonds	76,660	78,080	80,765	83,270	85,725	89,140	94,295	97,380	97,055	31,905
Capital leases	369	11	146	278	407	534	226	734	1,224	1,691
Less resources available to fund principal and interest payments ^(c)	(17,358)	(16,911)	(16,607)	(16,295)	(16,026)	(16,013)	(17,054)	(17,187)	(17,016)	(12,562)
Total net debt applicable to limit	59,671	61,180	64,304	67,253	70,106	73,661	77,467	80,927	81,263	21,034
Legal debt margin	\$2,139,797	\$2,019,363	\$1,906,922	\$1,822,511	\$1,726,727	\$1,678,233	\$1,642,304	\$1,613,059	\$1,605,089	\$1,703,480
Total net debt applicable to the limit as a percentage of debt limit	2.71%	2.94%	3.26%	3.56%	3.90%	4.20%	4.50%	4.78%	4.82%	1.22%
Debt limit - 2% of equalized valuation ^(b)	\$879,787	\$832,217	\$788,491	\$755,905	\$718,733	\$700,757	\$687,908	\$677,595	\$674,541	\$689,805
Gross bonded indebtedness applicable to debt limit										
Gross bonded debt	34,745	36,840	40,570	43,910	47,160	50,310	54,825	59,345	65,225	-
Less resources available to fund principal and interest payments	(17,358)	(16,911)	(16,607)	(16,295)	(16,026)	(16,013)	(17,054)	(17,187)	(17,016)	N/A
Total net debt applicable to limit	17,387	19,929	23,963	27,615	31,134	34,297	37,771	42,158	48,209	-
Legal debt margin	\$862,400	\$812,289	\$764,528	\$728,291	\$687,599	\$666,461	\$650,137	\$635,436	\$626,332	\$689,805
Total net debt applicable to the limit as a percentage of debt limit	1.98%	2.39%	3.04%	3.65%	4.33%	4.89%	5.49%	6.22%	7.15%	0.00%

Notes:

Detail regarding the District's outstanding debt can be found in the Notes to Financial Statements.

(a) Equalized valuation is TID (Tax Incremental District) In, excluding value of exempt computer equipment.

(b) Wisconsin State Statutes chapter 67.03 provides that : 1) the aggregate amount of indebtedness of any municipality shall not exceed 5% of the value of the taxable property located in the municipality as equalized for state purposes and 2) for any technical college district, the bonded indebtedness for the purpose of purchasing school sites and the construction and equipping of school buildings may not exceed 2% of the value of its taxable property as equalized for state purposes.

(c) Equals the amount Restricted for Debt Service on the Statement of Net Position.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	District Population^(a)	Personal Income (thousands of dollars)^{(b)(e)}	Per Capita Personal Income^{(b)(e)}	Public School Enrollment^{(c)(e)}	Annual Public High School Graduates^{(c)(e)}	Unemployment Rate^{(d)(e)}
2011	460,126	\$15,815,670	\$39,774	65,959	5,596	6.95%
2012	461,299	16,438,096	41,157	65,671	5,129	6.58%
2013	466,556	16,550,244	41,206	65,653	4,932	6.42%
2014	468,200	17,339,292	42,978	66,418	4,415	5.19%
2015	470,726	18,139,871	44,860	66,442	4,519	4.22%
2016	473,131	18,644,424	45,953	66,815	4,424	3.82%
2017	474,111	19,237,999	47,199	66,892	4,459	3.03%
2018	477,516	20,066,195	49,042	66,951	4,722	2.78%
2019	481,141	20,759,461	51,025	66,693	4,657	3.07%
2020	481,173	(f)	(f)	66,244	4,626	5.46%

Notes:

- (a) Source - Wisconsin Technical College System (WTCS) Board.
- (b) Source - U. S. Department of Commerce, Bureau of Economic Analysis. Per capita personal income was computed using new estimates for 2019 and revisions for 2010-2018 were released on November 17, 2010.
- (c) Source - Wisconsin Department of Public Instruction.
- (d) Source - Wisconsin Department of Workplace Development.
- (e) Includes only Outagamie, Waupaca, and Winnebago Counties.
- (f) Data was not available as of the date this report was printed.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

Principal Employers Current Year and Nine Years Prior

Employer	Type of Business	2021		2012	
		Employees	Rank	Employees	Rank
ThedaCare ^(a)	Health care providers	6,800	1	5,000	2
Oshkosh Corporation ^(b)	Truck and large vehicle manufacturer	6,400	2	4,500	3
Affinity Health Care ^(c)	Health care providers	5,172	3	5,200	1
Kimberly Clark	Paper products manufacturer	2,000	4	2,592	4
Spectrum Software	Computer system designer	2,000	5	-	
Appleton Area School District	Education	1,918	6	1,707	6
Oshkosh Area School District ^(d)	Education	1,672	7	1,388	9
Miller Electric Manufacturing Co.	Welding equipment manufacturer	1,400	8	-	
Outagamie County	Government	1,300	9	-	
University of Wisconsin - Oshkosh	Education	1,288	10	1,483	8
Curwood, Inc. (Bemis)	Plastics container manufacturer	-		2,325	5
ThyssenKrupp (Waupaca Foundry)	Grey and ductile iron castings manufacturer	-		1,500	7
Fox River Shopping Center	Retail shopping mall	-		1,380	10
Total		29,950		27,075	

(a) Includes Appleton Medical Center, Theda Clark Medical Center, New London Hospital, clinics, homecare and rehabilitation facilities throughout the Fox Valley area.

(b) Includes Appleton and Oshkosh.

(c) Includes St. Elizabeth Hospital, Mercy Medical Center, clinics, homecare, occupational care and rehabilitation facilities throughout the Fox Valley area.

(d) Includes full-time and part-time.

Source: Preliminary Official Statement dated June 30, 2021. Provided by R. W. Baird & Co., Inc.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Full-time Equivalent District Employees by Employee Group
Last Ten Fiscal Years

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
By Pay Groups:										
Full-time instructors	300	311	313	315	319	315	316	284	329	336
Part-time instructors	16	11	16	17	14	13	14	12	14	13
Management	190	180	191	182	165	156	145	135	121	119
Full-time support-union	259	261	281	281	274	272	262	231	248	249
Part-time support-union	23	37	35	37	37	35	31	32	33	37
Total	788	800	836	832	809	791	768	694	745	754

Source: Human Resources Department - employee full-time equivalent as of June 30 of each year.

* As of June 30, 2019 all previous years restated as full-time equivalent. Previously show as total headcount.

* Numbers include only filled positions at the time of the report, and is based on the individual's contract hours and weeks.
 Excludes adjunct faculty, seasonal employees, and vacant positions.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Operating Statistics
Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Student enrollment^(a)										
Associate degree	9,727	11,073	11,784	12,047	12,463	12,889	13,659	14,690	15,196	16,060
Technical diploma	3,095	3,230	3,211	3,256	3,250	3,383	3,468	3,344	3,260	3,150
Vocational adult	25,104	26,411	27,199	30,671	26,130	29,147	26,212	27,344	28,371	32,785
Non-postsecondary	1,563	1,092	1,530	2,139	2,294	2,138	2,034	1,927	2,009	2,479
Community services	337	2,103	2,045	1,508	1,481	1,191	673	532	866	814
Transcripted credit ^(b)	6,398	6,395	5,581	5,222	4,483	3,521	2,696	1,930	1,571	1,033
Total enrollment^(c)	44,239	47,899	48,691	51,806	47,156	49,082	45,441	46,367	47,573	52,130
Percentage Change	-7.64%	-1.63%	-6.01%	9.86%	-3.92%	8.01%	-2.00%	-2.54%	-8.74%	-4.08%
Full-time equivalent (FTE) enrollment^(d)										
Associate degree	3,706	3,956	4,150	4,289	4,504	4,842	5,214	5,605	5,910	6,045
Technical diploma	621	671	666	670	707	669	670	669	640	650
Vocational adult	344	406	449	510	458	556	459	480	482	540
Non-postsecondary	184	302	311	320	348	341	322	226	246	257
Community services	4	15	23	23	24	9	7	7	9	10
Total full-time equivalent enrollments	4,858	5,349	5,599	5,812	6,042	6,418	6,673	6,986	7,288	7,501
Percentage Change	-9.18%	-4.46%	-3.66%	-3.81%	-5.86%	-3.83%	-4.48%	-4.15%	-2.83%	-4.12%
Teachers^(e)	419	424	437	435	435	435	430	450	481	495
FTE - Teacher ratio	11.6	12.6	12.8	13.3	13.9	14.8	15.5	15.5	15.1	15.2
Operating Expenditures^(f)	\$ 112,582,742	\$ 115,885,978	\$ 113,634,926	\$ 110,803,413	\$ 109,252,189	\$ 107,171,620	\$ 104,136,832	\$ 110,083,566	\$ 107,197,934	\$ 104,831,814
Cost per FTE	\$23,174.28	\$21,664.49	\$20,296.05	\$19,065.25	\$18,082.90	\$16,699.80	\$15,605.82	\$15,757.51	\$14,708.22	\$13,975.87
Percentage Change	6.97%	6.74%	6.46%	5.43%	8.28%	7.01%	-0.96%	7.13%	5.24%	2.62%
Program Graduate follow-up statistics^(g)										
Number of graduates	(e)	2,523	2,669	2,609	2,557	2,652	2,639	2,560	2,724	2,833
Number of follow-up respondents	(e)	1,709	1,889	1,831	1,970	2,085	2,005	1,807	1,972	2,223
Total number available for employment	(e)	988	1,209	1,309	1,423	156	1,505	1,499	1,490	1,877
Percent employed	(e)	93%	94%	94%	95%	94%	94%	92%	89%	89%
Percent employed in related occupation	(e)	81%	84%	80%	84%	83%	85%	78%	79%	75%
Percent employed in District	(e)	69%	67%	64%	60%	63%	66%	63%	63%	65%
Average annual salary	(e)	\$44,534	\$43,219	\$41,862	\$39,192	\$38,192	\$36,196	\$35,223	\$33,808	\$32,994
Age range of students	9 - 85	9 - 99	7 - 92	9 - 93	9 - 93	8 - 92	9 - 99	9 - 94	8 - 93	8 - 91
Average age of students	34	36	36	37	37	37	37	37	37	37

Notes:

- (a) Student enrollment reflects the duplicated count of individuals enrolled in FVTC courses.
- (b) Transcripted credits reflects the duplicated count of credits earned by high school students while in high school.
- (c) Any student enrolled in more than one program is counted only once in this total.
- (d) A full-time equivalent is equal to 30 annual student credits based on a mathematical calculation which varies by program and is subject to state approval and audit of student and course data.
- (e) Source: FVTC internal report Position Summary - FTE Basis.
- (f) Source: General Fund and Special Revenue Aidable Fund on a Budgetary Basis
- (g) Based upon a survey of graduates conducted approximately six months to 1 year after graduation. Statistics include graduates of the associate and technical diploma programs. Current year statistics are not available as of the publishing of this report.

See Independent Auditor's Report

FOX VALLEY TECHNICAL COLLEGE DISTRICT

**Campus Statistics
Last Ten Fiscal Years**

	2021	2020	2019	2018 *	2017	2016	2015	2014	2013	2012
Square Footage										
Campuses:										
Appleton Main Campus	603,341	603,341	603,341	603,341	603,701	603,701	603,701	588,805	528,805	519,505
Oshkosh Riverside Campus	66,786	66,786	66,786	66,786	66,786	66,786	66,786	66,786	66,786	66,786
Facilities:										
Advanced Manufacturing Technology Center	27,053	27,053	27,053	27,053	26,721	26,721	26,721	26,721	26,721	26,721
ATW ARFF Training Center	9,020	9,020	-	-	-	-	-	-	-	-
Criminal Justice Office Space ^(a)	-	-	280	280	4,482	4,482	4,482	4,482	4,482	3,500
D. J. Bordini Center	78,813	78,813	78,813	78,813	78,813	78,813	78,813	78,813	78,813	78,813
FABTECH Education Center	12,500	12,500	12,500	12,500	14,460	14,460	14,460	14,460	14,460	14,460
Fire Training Center ^(b)	-	-	-	-	-	-	-	-	6,000	6,000
J. J. Keller - Transportation Center	122,498	122,498	122,498	122,498	122,498	122,498	122,498	122,498	80,992	80,992
Public Safety Training Center	110,263	110,263	110,263	110,263	111,295	111,295	111,295	-	-	-
S. J. Spanbauer Center	76,469	76,469	76,469	76,469	76,469	76,469	76,469	76,469	76,469	68,174
S. J. Spanbauer Center - Eight Bay Hangar	11,030	11,030	11,030	11,030	11,030	11,030	11,030	11,030	11,030	11,030
Service Motor Company Agriculture Center	40,966	40,966	40,966	40,966	41,902	41,902	41,902	41,902	29,194	29,194
Community First Career Exploration and Financial Literacy Center	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Wildland Fire Training Center ^(b)	-	-	-	-	-	-	-	6,240	6,240	-
Regional Centers:										
Chilton Regional Center	21,800	21,800	21,800	21,800	21,800	21,800	19,760	19,760	19,760	19,760
Clintonville Regional Center	16,500	16,500	16,500	16,500	16,500	16,500	16,500	16,500	16,500	16,500
Neeah Regional Center - Kellett Center ^(c)	-	-	-	-	-	-	-	-	-	20,900
Waupaca Regional Center	15,200	15,200	15,200	15,200	15,530	15,530	15,530	15,530	15,530	15,530
Wautoma Regional Center	12,483	12,483	12,483	3,142	2,050	2,050	2,050	2,050	2,050	2,050
Other Locations:										
Appleton City Center Plaza ^(d)	-	-	-	-	-	4,400	4,400	4,400	4,400	4,400
Appleton Downtown-Pillars	2,000	2,000	2,000	-	-	-	-	-	-	-
New London Center	1,848	1,848	1,848	1,848	-	-	-	-	-	-

(a) Lease ended December 2019

(b) Leases ended January 2015

(c) Lease ended August 2012

(d) Lease ended June 2016

* Per 3-Yr Facilities Plan document, amounts were recalculated in Fiscal Year 2018.

Note: The District also uses area schools, malls, community facilities and health care facilities to conduct classes.

See Independent Auditor's Report

ADDITIONAL INDEPENDENT
AUDITOR'S REPORT FOR BASIC
FINANCIAL STATEMENTS

Independent Auditor's 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*

To the Board of Trustees
Fox Valley Technical College District
Appleton, Wisconsin

We have audited, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the business-type activities and the discretely presented component unit of Fox Valley Technical College District (the "District"), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 21, 2021. The financial statements of the Fox Valley Technical College Foundation, Inc. (the "Foundation"), a discretely presented component unit, were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with the Foundation.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 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 the attention of those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 test 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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Wipfli LLP

December 21, 2021
Madison, Wisconsin

SINGLE AUDIT SECTION

Independent Auditor's Report on Compliance For Each Major Federal and State Program and on Internal Control Over Compliance Required by Uniform Guidance and the *State Single Audit Guidelines*

To the Board of Trustees
Fox Valley Technical College District
Appleton, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Fox Valley Technical College District's (the "District") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *State of Wisconsin Single Audit Guidelines*, issued by the Wisconsin Department of Administration, that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2021. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility for Compliance

Management is responsible for compliance with statutes, regulations, and the terms and conditions of its grant awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; 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 *State of Wisconsin Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. The financial statements of the Fox Valley Technical College Foundation, Inc., were not audited in accordance with *Government Auditing Standards*.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the District's compliance.

Opinion

In our opinion, the Fox Valley Technical College District complied, in all material respects, with the requirements referred to above that could have a direct and material effect on its major federal and state programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control with the types of requirements that could have a direct and material effect on a major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control in accordance with the Uniform Guidance and *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control 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 is a deficiency, or combination of deficiencies, in internal control, 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 is a deficiency in internal control, or a combination of deficiencies, in internal control with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control, yet important enough to merit the attention of those charged with governance.

Our consideration of the 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. We did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.



Wipfli LLP

December 21, 2021
Madison, Wisconsin

Fox Valley Technical College District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2021

Assistance Program	Federal AL Number	Grant Number	Grant Period	Federal Grant Amount	Federal Revenue	Match	Passed Through to Sub- Recipients	Total Expenditures
U.S. Department of Agriculture								
Farm Business Management and Benchmarking Competitive Grants Program								
<i>Passed through the University of Missouri</i>								
Expanding Farming Benchmarking Results through Collaborations and Mentoring	10.319	C00066315-4	09-01-19 - 08-31-21	\$96,153	\$65,794	-	-	\$65,794
Expanding Farming Benchmarking Results through Collaborations and Mentoring	10.319	C00071254-5	09-01-20 - 08-31-21	99,790	32,240	-	-	32,240
Total - Farm Business Management and Benchmarking Competitive Grants Program				195,943	98,034	-	-	98,034
Child and Adult Care Food Program								
Passed through the State of Wisconsin Department of Public Instruction	10.558		07-01-20 - 06-30-21	7,062	7,062	56,979	-	64,041
Total - U.S. Department of Agriculture				203,005	105,096	56,979	-	162,075
U.S. Department of the Interior								
Indian Education Higher Education Grant Program								
Bureau of Indian Affairs	15.114		07-01-20 - 06-30-21	36,536	36,536	-	-	36,536
Total - U.S. Department of the Interior				36,536	36,536	-	-	36,536
U.S. Department of Justice								
OVW Technical Assistance Initiative								
OVW Training & Technical Assistance Initiative FY 2017	16.526	2017-TA-AX-K068	10-01-17 - 09-30-22	450,000	35,196	-	10,266	35,196
OVW Training & Technical Assistance Initiative FY 2019	16.526	2017-TA-AX-K068	10-01-19 - 09-30-22	625,000	165,515	-	-	165,515
Total - OVW Technical Assistance Initiative				1,075,000	200,711	-	10,266	200,711
Missing Children's Assistance								
Missing & Exploited Children Training & Technical Assistance Program FY 2017	16.543	2017-MC-FX-K002	10-01-17 - 09-30-21	1,800,000	1,536	-	-	1,536
Missing & Exploited Children Training & Technical Assistance Program FY 2018	16.543	2017-MC-FX-K002	10-01-18 - 09-30-21	1,800,000	50,571	-	-	50,571
Missing & Exploited Children Training & Technical Assistance Program FY 2019	16.543	2017-MC-FX-K002	10-01-19 - 09-30-21	1,800,000	947,918	-	39,270	947,918
AMBER Training & Technical Assistance Program FY 2019	16.543	2017-MC-FX-K003	10-01-19 - 09-30-21	4,400,000	2,056,643	-	141,483	2,056,643
Internet Crimes Against Children Task Force Program Support FY 2017	16.543	2017-MC-FX-K004	10-01-17 - 09-30-21	2,000,000	3,294	-	-	3,294
Internet Crimes Against Children Task Force Program Support FY 2018	16.543	2017-MC-FX-K004	10-01-18 - 09-30-21	2,000,000	36,364	-	-	36,364
Internet Crimes Against Children Task Force Program Support FY 2019	16.543	2017-MC-FX-K004	10-01-19 - 09-30-21	1,860,000	1,354,605	-	-	1,354,605
Strengthening Tools & Technology for Combating Child Exploitation:Category 1 FY 2018	16.543	2018-MC-FX-K058	10-01-18 - 09-30-21	750,000	181,702	-	-	181,702
Strengthening Tools & Technology for Combating Child Exploitation:Category 2 FY 2018	16.543	2018-MC-FX-K063	10-01-18 - 09-30-21	500,000	112,159	-	-	112,159
Internet Crimes Against Children Specialized Training on Tools & Technology FY 2019	16.543	2019-MC-FX-K007	10-01-19 - 09-30-21	500,000	199,750	-	-	199,750
Internet Crimes Against Children Specialized Training on Tools & Technology FY 2020	16.543	2019-MC-FX-K007	10-01-20 - 09-30-21	500,000	33,179	-	-	33,179
Internet Crimes Against Children Entry Level & Core Training FY 2019	16.543	2019-MC-FX-K010	10-01-19 - 09-30-21	2,000,000	1,031,894	-	-	1,031,894
Internet Crimes Against Children Entry Level & Core Training FY 2020	16.543	2019-MC-FX-K010	10-01-20 - 09-30-21	2,000,000	132,221	-	-	132,221
Strengthening Tools & Technology for Combating Child Exploitation FY 2019	16.543	2019-MC-FX-K064	10-01-19 - 12-31-21	1,152,063	632,141	-	499,725	632,141
Missing & Exploited Children Training & Technical Assistance Program FY 2020	16.543	2020-MC-FX-K001	10-01-20 - 12-31-21	1,800,000	237,359	-	-	237,359
Internet Crimes Against Children Task Force Program Support FY 2020	16.543	2020-MC-FX-K002	10-01-20 - 09-30-21	2,000,000	319,148	-	-	319,148
AMBER Training & Technical Assistance Program FY 2020	16.543	2020-MC-FX-K003	10-01-20 - 09-30-21	4,400,000	369,592	-	-	369,592
Total - Missing Children's Assistance				31,262,063	7,700,076	-	680,478	7,700,076
Crime Victim Assistance/Discretionary Grants								
American Indian/Alaska Native Training & Technical Assistance Program FY 2018	16.582	2018-MU-GX-K064	10-01-18 - 09-30-21	2,150,000	730,631	-	258,012	730,631
<i>Passed through the Wisconsin Department of Justice</i>								
Wisconsin State Victim Assistance Academy	16.582	2018-VT-04-16483	01-01-21 - 09-30-21	21,408	158	-	-	158
Wisconsin Serving Victims of Crime Conference	16.582	2018-VT-04-16476	01-01-21 - 09-30-21	23,035	1,163	-	-	1,163
Total - Crime Victim Assistance/Discretionary Grants				2,194,443	731,952	-	258,012	731,952
Tribal Court Assistance Program								
Tribal Corrections Capacity Building-Community Corrections Capacity FY 2018	16.608	2018-S4-BX-K002	10-01-18 - 03-31-22	600,000	262,985	-	9,445	262,985
Tribal Corrections Capacity Building-Community Corrections Capacity FY 2020	16.608	2018-S4-BX-K002	10-01-20 - 03-31-22	300,000	15,108	-	-	15,108
Tribal Justice System Capacity Building-Strategic Planning FY 2019	16.608	2019-IC-BX-K002	10-01-19 - 09-30-22	589,998	366,606	-	35,852	366,606
Tribal Justice System Capacity Building-Strategic Planning FY 2020	16.608	2019-IC-BX-K002	10-01-20 - 09-30-22	375,000	24,260	-	24,260	24,260
Tribal Justice Training & Technical Assistance: Alcohol & Substance Abuse Crime	16.608	2019-MU-BX-K031	10-01-19 - 09-30-22	1,250,000	687,327	-	21,844	687,327

Fox Valley Technical College District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2021

Assistance Program	Federal AL Number	Grant Number	Grant Period	Federal Grant Amount	Federal Revenue	Match	Passed Through to Sub- Recipients	Total Expenditures
<i>Passed through the University of North Dakota</i>								
Tribal Justice Training & Technical Assistance: Responding to Violent Crime	16.608	2019-IC-BX-K003	10-01-19 - 09-30-21	50,000	4,794	-	-	4,794
Total - Tribal Court Assistance Program				3,164,998	1,361,080	-	91,401	1,361,080
Public Safety Partnership and Community Policing Grants								
COPS Online Training Development FY 2017	16.710	2017-CK-WX-K007	09-01-17 - 08-31-21	313,487	73,824	-	-	73,824
COPS Tribal Community Policing Training & Technical Assistance Project FY 2017	16.710	2017-HE-WX-K001	09-01-17 - 08-31-20	450,000	2,171	-	-	2,171
Total - Public Safety Partnership and Community Policing Grants				763,487	75,995	-	-	75,995
Edward Byrne Memorial Justice Assistance Grant Program								
<i>Passed through the Police Foundation</i>								
FY2018 Police Foundation Subaward	16.738	SUB2016MUBXK005	10-01-19 - 09-30-21	240,000	104,375	-	-	104,375
OJJDP FY2020 Support Ashanti Alert Act	16.738	2020-DP-BX-K011	10-01-20 - 09-30-21	10,000	10,000	-	-	10,000
Total - Edward Byrne Memorial Justice Assistance Grant Program				250,000	114,375	-	-	114,375
Support for Adam Walsh Act Implementation Grant Program								
SORNA Workshops & National Symposium FY 2016	16.750	2016-AW-BX-K001	08-01-16 - 07-31-20	750,000	434	-	-	434
SORNA Tribal Training & Technical Assistance Program FY 2017	16.750	2017-AW-BX-K001	10-01-17 - 09-30-20	1,000,000	90,735	-	-	90,735
Total - Support for Adam Walsh Act Implementation Grant Program				1,750,000	91,169	-	-	91,169
Byrne Criminal Justice Innovation Program								
Tribal Justice System Capacity Building Training & Technical Assistance FY 2018	16.817	2016-IC-BX-K002	03-30-19 - 09-30-20	394,311	18,937	-	17,689	18,937
VOCA Tribal Victim Services Set-Aside Program								
Tribal Set-Aside Training & Technical Assistance Program FY 2018	16.841	2018-VO-GX-K001	10-01-18 - 09-30-21	1,325,000	605,873	-	111,413	605,873
Tribal Set-Aside Training & Technical Assistance Program FY 2020	16.841	2018-VO-GX-K001	10-01-20 - 09-30-21	750,000	75,135	-	74,842	75,135
Total - VOCA Tribal Victim Services Set-Aside Program				2,075,000	681,008	-	186,255	681,008
Total - U.S. Department of Justice				42,929,302	10,975,303	-	1,244,101	10,975,303
<u>U.S. Department of Labor</u>								
Workforce Investment Act Cluster								
WIA Adult Program								
<i>Passed through the Bay Area Workforce Development Board</i>								
Youth & Young Adult Career Pathway Development Services	17.258	20OPTYTHCS	07-01-20 - 06-30-21	36,024	34,828	-	-	34,828
WIA Youth Activities								
<i>Passed through the Bay Area Workforce Development Board</i>								
Youth & Young Adult Career Pathway Development Services	17.259	20OPTYTHCS	07-01-20 - 06-30-21	144,095	119,193	-	-	119,193
Total - Workforce Investment Act Cluster				180,119	154,021	-	-	154,021
Total - U.S. Department of Labor				180,119	154,021	-	-	154,021
<u>U.S. Department of State</u>								
Public Diplomacy Programs								
<i>Passed through the American Council for International Education</i>								
American Councils Program – United States Timor-Leste (USTL)	19.040	SLMAQM18CA2024	08-01-19 - 06-15-21	12,763	12,763	-	-	12,763
Total - U.S. Department of State				12,763	12,763	-	-	12,763
<u>U.S. Department of Transportation</u>								
<i>Passed through the Wisconsin Technical College System Board</i>								
Interagency Hazardous Materials Public Sector Training & Planning Grants	20.703		07-01-20 - 06-30-21	9,536	9,536	-	-	9,536
Total - U.S. Department of the Transportation				9,536	9,536	-	-	9,536
<u>U.S. Department of the Treasury</u>								
Coronavirus Relief Fund								
<i>Passed through the Wisconsin Department of Administration</i>								
COVID-19 Higher Education Institution Financial Assistance Program	21.019		03-01-20 - 11-01-20	520,232	492,871	-	-	492,871
Total - U.S. Department of the Treasury				520,232	492,871	-	-	492,871

Fox Valley Technical College District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2021

Assistance Program	Federal AL Number	Grant Number	Grant Period	Federal Grant Amount	Federal Revenue	Match	Passed Through to Sub- Recipients	Total Expenditures
U.S. Department of Education								
Adult Education - Basic Grants to States								
<i>Passed through the Wisconsin Technical College System Board</i>								
Adult Basic Skills Comprehensive Services	84.002	12189146121	07-01-20 - 09-30-21	319,207	282,345	563,736	-	846,081
Integrated English Literacy & Civics Education (IELCE)	84.002	12190146161	07-01-20 - 06-30-21	2,206	2,206	4,350	-	6,556
Special Focus-ABE Program for the Incarcerated	84.002	12191146111	07-01-20 - 09-30-21	74,868	46,151	15,866	-	62,017
Total - Adult Education - Basic Grants to States				396,281	330,702	583,952	-	914,654
Higher Education Institutional Aid	84.031		07-01-20 - 06-30-21	6,064	6,064	-	-	6,064
Career & Technical Education Basic Grants to States								
<i>Passed through the Wisconsin Technical College System Board</i>								
Perkins Strengthening Career & Technical Education-Welding	84.048	12266150250	07-01-19 - 09-30-20	133,914	15,790	-	-	15,790
Perkins Career Prep	84.048	12326150211	07-01-20 - 06-30-21	54,359	54,359	-	-	54,359
Perkins: Capacity Building for Equity & Inclusion	84.048	12327150221	07-01-20 - 09-30-21	65,552	62,745	-	-	62,745
Perkins Support Services for Student Success	84.048	12328150231	07-01-20 - 06-30-21	530,872	530,090	322,239	-	852,329
Perkins Strengthening Career & Technical Education-Welding Year 2	84.048	12329150251	07-01-20 - 09-30-21	141,566	123,315	-	-	123,315
Perkins NTO Recruitment and Retention Services	84.048	12330150261	07-01-20 - 06-30-21	35,391	35,391	-	-	35,391
Total - Career & Technical Education Basic Grants to States				961,654	821,690	322,239	-	1,143,929
Rehabilitation Services Vocational Rehabilitation Grants to States								
<i>Passed through the Wisconsin Department of Workforce Development</i>								
Rehabilitation Services-Vocational Rehabilitation Grants to States	84.126		07-01-20 - 06-30-21	47,467	47,467	-	-	47,467
Higher Education Emergency Relief Fund								
COVID-19 CARES Emergency Student Aid	84.425E		04-22-20 - 05-10-22	1,299,408	617,051	-	-	617,051
COVID-19 CRRSAA Emergency Student Aid	84.425E		04-22-20 - 05-10-22	1,299,408	1,299,408	-	-	1,299,408
COVID-19 ARP Emergency Student Aid	84.425E		04-22-20 - 05-10-22	6,687,617	244,000	-	-	244,000
Total - Higher Education Emergency Relief Fund				9,286,433	2,160,459	-	-	2,160,459
Higher Education Emergency Relief Fund								
COVID-19 - CARES Act: Institutional Relief Funds	84.425F	P425F200864	04-22-20 - 05-10-22	1,299,408	619,400	-	-	619,400
COVID-19 - CRRSAA Act: Institutional Relief Funds	84.425F	P425F200864-20A	04-22-20 - 05-10-22	6,152,761	4,739,698	-	-	4,739,698
COVID-19 - ARP Act: Institutional Relief Funds	84.425F	P425F200864-20B	04-22-20 - 05-10-22	6,505,662	4,087,725	-	-	4,087,725
Total - Higher Education Emergency Relief Fund				13,957,831	9,446,823	-	-	9,446,823
Student Financial Assistance Cluster								
Federal Supplemental Educational Opportunity Grants								
	84.007		07-01-20 - 06-30-21	338,481	338,481	-	-	338,481
Federal Work-Study Program								
	84.033		07-01-20 - 06-30-21	63,500	63,500	1,102	-	64,602
Federal Pell Grant Program								
PELL Grants	84.063		07-01-20 - 06-30-21	5,966,167	5,966,167	-	-	5,966,167
PELL Grants - Administrative Fee	84.063		07-01-20 - 06-30-21	9,555	9,555	-	-	9,555
Total - Federal Pell Grant Program				5,975,722	5,975,722	-	-	5,975,722
Federal Direct Student Loans								
Direct PLUS Loans	84.268		07-01-20 - 06-30-21	98,777	98,777	-	-	98,777
Direct Subsidized Loans	84.268		07-01-20 - 06-30-21	3,473,049	3,473,049	-	-	3,473,049
Direct Unsubsidized Loans	84.268		07-01-20 - 06-30-21	3,262,825	3,262,825	-	-	3,262,825
Total - Federal Direct Student Loans				6,834,651	6,834,651	-	-	6,834,651
Total - Student Financial Assistance Cluster				13,212,354	13,212,354	1,102	-	13,213,456
Total - U.S. Department of Education				37,868,084	26,025,559	907,293	-	26,932,852

Fox Valley Technical College District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2021

Assistance Program	Federal AL Number	Grant Number	Grant Period	Federal Grant Amount	Federal Revenue	Match	Passed Through to Sub- Recipients	Total Expenditures
<u>U.S. Department of Health and Human Services</u>								
Temporary Assistance for Needy Families								
<i>Passed through the Wisconsin Department of Children & Families</i>								
WI Shares Program	93.558		07-01-20 - 06-30-21	21,553	21,553	-	-	21,553
YoungStar Program	93.558		07-01-20 - 06-30-21	3,280	3,280	-	-	3,280
				<u>24,833</u>	<u>24,833</u>	<u>-</u>	<u>-</u>	<u>24,833</u>
Chafee Foster Care Independence Program								
<i>Passed through the Bay Area Workforce Development Board</i>								
Bay Area DWD Youth Case Management	93.674	20OUTYTHCS	07-01-20 - 06-30-21	-	20,119	-	-	20,119
Total - U.S. Department of Health and Human Services				24,833	44,952	-	-	44,952
<u>U.S. Department of Homeland Security</u>								
Assistance to Firefighters Grant								
<i>Passed through the Wisconsin Technical College System Board</i>								
Assistance to Firefighters	97.044	12338153110	07-01-19 - 09-02-21	31,897	25,571	3,836	-	29,407
COVID-19 Assistance to Firefighters Supplemental Grant	97.044	EMW2020FG00173	08-05-20 - 07-05-21	320	320	48	-	368
Total - U.S. Department of Homeland Security				32,217	25,891	3,884	-	29,775
TOTAL FEDERAL AWARDS				\$81,816,627	\$37,882,528	\$968,156	\$1,244,101	\$38,850,684

Reconciliation of Federal Revenue to Basic Financial Statements

Operating Revenues	\$25,772,840
Nonoperating Revenues	12,209,329
Add: Hazardous Materials Public Sector Training & Planning Grants	9,536
Deduct: Child Care Counts Funds-not Single Audit reportable	(109,175)
Rounding	(2)
	<u>\$37,882,528</u>

The notes to the Schedule of Expenditures of Federal and State Awards along with the Independent Auditor's Report are to be read in conjunction with this report.

Fox Valley Technical College District
Schedule of Expenditures of State Awards
Year ended June 30, 2021

Assistance Program	State ID Number	Grant Number	Grant Period	State Grant Amount	State Revenue	Match	Passed Through to Sub-Recipients	Total Expenditures
Wisconsin Department of Transportation								
Motorcycle Safety								
Motorcycle Basic Rider Course 2021	20.395(4)(AQ)	39500-0000020709	07-01-20 - 06-30-21	\$28,387	\$28,387	\$72,400	-	\$100,787
Total - Wisconsin Department of Transportation				28,387	28,387	72,400	-	100,787
Wisconsin Department of Veterans Affairs								
Veterans Employment and Entrepreneurship Grant Program								
<i>Passed through the Fox Valley Technical College Foundation</i>								
E-seed Entrepreneurial Training: Veterans Edition Innovation Accelerator	20.485(2)(QM)		09-01-19 - 12-31-20	97,800	9,182	-	-	9,182
E-seed Entrepreneurial Training: Veterans Edition Innovation Accelerator	20.485(2)(QM)		12-15-20 - 06-30-21	99,940	79,891	-	-	79,891
Total - Wisconsin Department of Veterans Affairs				197,740	89,073	-	-	89,073
Higher Education Aids Board								
Wisconsin Tuition Grants	235.101		07-01-20 - 06-30-21	1,750	1,750	-	-	1,750
Wisconsin Higher Education Grant	235.102		07-01-20 - 06-30-21	1,377,470	1,377,470	-	-	1,377,470
Remission of Fees for Veterans and Dependents	235.105		07-01-20 - 06-30-21	171,880	171,880	-	-	171,880
Minority Undergraduate Reten	235.107		07-01-20 - 06-30-21	26,345	26,345	-	-	26,345
Academic Excellence Scholarship	235.109		07-01-20 - 06-30-21	3,375	3,375	3,375	-	6,750
Talent Incentive Program	235.114		07-01-20 - 06-30-21	33,475	33,475	-	-	33,475
Nursing Student Loan	235.117		07-01-20 - 06-30-21	12,000	12,000	-	-	12,000
Technical Excellence Scholarship	235.119		07-01-20 - 06-30-21	130,304	130,304	130,302	-	260,606
Indian Student Assistance	235.132		07-01-20 - 06-30-21	4,400	4,400	-	-	4,400
Total - Higher Education Aids Board				1,760,999	1,760,999	133,677	-	1,894,676
Wisconsin Department of Public Instruction								
Minority Group Scholarships								
DPI-Career Exploration Camps: LETTIE & Camp HERO	255.903	DPI-903	07-01-19 - 06-30-21	49,000	6,323	-	-	6,323
Total - Wisconsin Department of Public Instruction				49,000	6,323	-	-	6,323
Wisconsin Technical College System Board								
Emergency Assistance								
<i>Passed through the Wisconsin Technical College System</i>								
FVTC Student Emergency Assistance	292.104	12-260-104-110	07-01-19 - 09-08-20	26,889	459	-	-	459
FVTC Student Emergency Assistance	292.104	12-323-104-111	07-01-20 - 06-30-21	26,197	26,197	-	-	26,197
Total - Emergency Assistance				53,086	26,656	-	-	26,656
State Aids for Technical Colleges								
General State Aid Revenue	292.105		07-01-20 - 06-30-21	10,177,279	10,177,279	-	-	10,177,279
Grants to District Boards								
Addressing Employer Needs: Hospitality Management	292.124	12-257-124-130	07-01-19 - 09-30-21	255,606	142,919	-	-	142,919
Career Pathways: Underrepresented Students	292.124	12-317-124-121	07-01-20 - 09-30-21	161,755	133,653	53,918	-	187,571
Core Industry Consortium: Auto Collision	292.124	12-321-124-131	07-01-20 - 06-30-22	740,481	416,719	-	31,723	416,719
Core Industry: Cosmetology	292.124	12-320-124-131	07-01-20 - 06-30-22	313,411	151,614	-	-	151,614
Core Industry: Human Resources	292.124	12-319-124-131	07-01-20 - 06-30-22	185,222	74,469	-	-	74,469
Culinary & ABE/ELL: Food Service Production	292.124	12-256-124-130	07-01-19 - 06-30-21	182,600	105,356	-	-	105,356
Developing Markets: Activity Specialist	292.124	12-322-124-141	07-01-20 - 06-30-22	147,223	54,309	-	-	54,309
Diesel Technology Career Pathways	292.124	12-254-124-120	07-01-19 - 09-30-20	300,000	16,419	-	-	16,419
FVTC Knowledge Networks	292.124	12-262-124-150	07-01-19 - 09-30-20	73,080	44,258	-	-	44,258
FVTC Knowledge Networks-Year 2	292.124	12-325-124-151	07-01-20 - 06-30-21	73,415	73,415	36,708	-	110,123
FVTC Student Support Services Pathways to Success	292.124	12-324-124-161	07-01-20 - 06-30-21	225,000	225,000	75,000	-	300,000
Industry 4.0 Consortium: Automated Manufacturing Systems	292.124	12-258-124-130	07-01-19 - 06-30-21	749,968	258,586	-	140,532	258,586
IT Student Support Utilizing Virtual & Augmented Reality	292.124	12-196-124-139	07-01-18 - 09-30-20	471,493	58,691	-	-	58,691

Fox Valley Technical College District
Schedule of Expenditures of State Awards
Year ended June 30, 2021

Assistance Program	State ID Number	Grant Number	Grant Period	State Grant Amount	State Revenue	Match	Passed Through to Sub-Recipients	Total Expenditures
<u>Workforce Advancement Training</u>								
Addressing Specialized Healthcare Needs	292.124	12-363-124-171	07-01-20 - 08-31-21	72,650	67,539	-	-	67,539
Advanced Manufacturing	292.124	12-290-124-170	07-01-19 - 11-30-20	200,000	32,368	-	-	32,368
Basic GMAW Welding and Workplace Essentials Program	292.124	12-293-124-170	07-01-19 - 11-30-20	69,895	17,493	-	-	17,493
Construction Cross-Functional Skills Initiative	292.124	12-294-124-170	07-01-19 - 11-30-20	69,700	6,780	-	-	6,780
First-line Leadership: Core Skills to Boost Performance & Pathways	292.124	12-291-124-170	07-01-19 - 11-30-20	191,766	28,163	-	-	28,163
Skills to Achieve Operational Excellence	292.124	12-292-124-170	07-01-19 - 11-30-20	114,395	28,620	-	-	28,620
Skills to Achieve Operational Excellence	292.124	12-348-124-171	07-01-20 - 11-30-21	95,717	77,012	-	-	77,012
Workforce Leaders: Fostering Performance & Encouraging Pathways	292.124	12-347-124-171	07-01-20 - 11-30-21	184,003	131,738	-	-	131,738
<i>Passed through the Chippewa Valley Technical College</i>								
Core Industry Consortium: Mechanical Design	292.124	01-176-124-131	07-01-20 - 06-30-22	367,640	11,378	-	-	11,378
<i>Passed through the Lakeshore Technical College</i>								
Advanced Manufacturing Networks (AMN) Northeast (NE) Project	292.124	11-040-124-180	11-21-19 - 11-20-20	8,478	10,472	-	-	10,472
<i>Passed through the Northcentral Technical College</i>								
Truck Driving Consortium: Meeting the Entry-Level Driver Training (ELDT)	292.124	15-867-124-180	09-09-19 - 11-30-20	9,343	1,160	-	-	1,160
<i>Passed through the Northeast Wisconsin Technical College</i>								
Core Industry Consortium: Agriculture	292.124	13-180-124-131	07-01-20 - 06-30-22	112,535	11,589	-	-	11,589
Total - Grants to District Boards				5,375,376	2,179,720	165,626	172,255	2,345,346
Truck Driving Training Program	292.128	12-367-128-111	07-01-20 - 09-30-21	150,396	117,996	-	-	117,996
Fire Fighter Training 2%	292.137		07-01-20 - 06-30-21	49,769	49,769	-	-	49,769
Property Tax Relief Aid	292.162		07-01-20 - 06-30-21	29,119,516	29,119,516	-	-	29,119,516
Total - Wisconsin Technical College System Board				44,925,422	41,670,936	165,626	172,255	41,836,562
<u>Wisconsin Department of Natural Resources</u>								
<u>Aids in Lieu of Taxes</u>								
State Aid in lieu of Property Taxes	370.503		07-01-20 - 06-30-21	40,076	40,076	-	-	40,076
Total - Wisconsin Department of Natural Resources				40,076	40,076	-	-	40,076
<u>Wisconsin Department of Workforce Development</u>								
<u>Wisconsin Fast Forward</u>								
WFF Dual Credit Teacher Training Grant	445.109	EF-181-DE1-000	06-01-18 - 08-31-21	275,000	30,120	10,425	-	40,545
<u>Vocational Rehabilitation Program</u>								
Rehabilitation Services-Vocational Rehabilitation Grants to States	445.509		07-01-20 - 06-30-21	12,847	12,847	-	-	12,847
Total - Wisconsin Department of Workforce Development				287,847	42,967	10,425	-	53,392
<u>Wisconsin Department of Revenue</u>								
State Aid-Personal Property Tax	835.103		07-01-20 - 06-30-21	195,059	195,059	-	-	195,059
State Aid-Computers	835.109		07-01-20 - 06-30-21	281,575	281,575	-	-	281,575
Total - Wisconsin Department of Revenue				476,634	476,634	-	-	476,634
TOTAL STATE AWARDS				\$47,766,105	\$44,115,395	\$382,128	\$172,255	\$44,497,523

Reconciliation of State Revenue to Basic Financial Statements

Operating Revenues	\$4,301,890
Nonoperating Revenues	39,813,505
	<u>\$44,115,395</u>

The notes to the Schedule of Expenditures of Federal and State Awards along with the Independent Auditor's Report are to be read in conjunction with this report.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Notes to the Schedules of Expenditures of Federal and State Awards
For the Year Ended June 30, 2021

NOTE A - BASIS OF PRESENTATION

The accompany Schedules of Expenditures of Federal and State Awards includes the federal and state grant activity of Fox Valley Technical College District (“the District”) under programs of federal and state government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the 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 State of Wisconsin *Single Audit Guidelines*. Because the Schedule presents only a selected portion of the operation of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the accrual basis of accounting and are in agreement with amounts reported in the Fox Valley Technical College District’s 2020-2021 basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Match represents District contributions to federal and state programs and includes adjustments for prior year transactions.

NOTE C – INDIRECT COST RATE

The District has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - OVERSIGHT AGENCIES

The U.S. Department of Health and Human Services has been designated the federal oversight agency for the District. The Wisconsin Technical College System Board is the state oversight agency for the District.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2021

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued?	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weaknesses identified?	No
Significant deficiencies identified?	None reported
Type of auditor’s report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance [2 CFR 200.516(a)]?	No

Identification of major federal programs:

<u>Name of Federal Major Program or Cluster</u>	<u>AL No.</u>
Tribal Court Assistance Program	16.608
Coronavirus Relief Fund	21.019
Student Financial Aid Cluster:	
Federal Supplemental Educational Opportunity Grants	84.007
Federal Work-Study Program	84.033
Federal Pell Grant Program	84.063
Federal Direct Student Loans	84.268
COVID-19 Student Emergency Student Funding	84.425E
COVID-19 Institutional Portion of the Higher Education Emergency Relief Fund	84.425F

Dollar threshold used to distinguish between Type A and Type B programs:	
Federal	\$1,136,476

Auditee qualified as low-risk auditee?	Yes
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FOX VALLEY TECHNICAL COLLEGE DISTRICT
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2021

Section I – Summary of Auditors’ Results (Continued)

State Awards

Internal control over financial reporting:
 Material weaknesses identified? No
 Significant deficiencies identified? None reported

Type of auditor’s report issued on compliance for major program Unmodified

Any audit findings disclosed that are required to be reported in accordance with the *State of Wisconsin Single Audit Guidelines*? No

Identification of major state programs:

<u>Name of State Program</u>	<u>State I.D. Number</u>
Wisconsin Higher Education Grant	235.102
Talent Incentive Program	235.114
State Aids for Vocational, Technical, and Adult Education	292.105
Property Tax Relief Aid	292.162
Grants to District Boards	292.124

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

Section II – Basic Finance Statement Findings as Required by Government Auditing Standards

Finding Number	Internal Control Finding
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There were no findings required to be reported in accordance with generally accepted governmental auditing standards.

Section III – Federal Award and State Financial Assistance Findings

Finding Number	Uniform Guidance Findings	Questioned Costs
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There were no findings required to be reported in accordance with the Uniform Guidance.

FOX VALLEY TECHNICAL COLLEGE DISTRICT
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

Section IV – Other Issues

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

Does the audit report show audit issues related to grants/contracts with funding agencies that require audits to be in accordance with the *State Single Audit Guidelines*?

- Wisconsin Department of Administration No
- Wisconsin Department of Children and Families No
- Wisconsin Department of Health Services No
- Wisconsin Department of Justice No
- Wisconsin Department of Natural Resources No
- Wisconsin Department of Public Instruction No
- Wisconsin Department of Revenue No
- Wisconsin Department of Transportation No
- Wisconsin Department of Veterans Affairs No
- Wisconsin Department of Workforce Development No
- Wisconsin Higher Education Aids Board No
- Wisconsin 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 partner 
Dan Walker, CPA

Date of report December 21, 2021