

SALE DATE AND TIME:

May 14, 2024

10:00 A.M. CDT

**NEW ISSUE - BOOK-ENTRY ONLY
- NON-BANK QUALIFIED**

RATING⁺: S&P “AAA” (Stable Outlook)

In the opinion of Quarles & Brady LLP, Bond Counsel, assuming continued compliance with the requirements of the Internal Revenue Code of 1986, as amended, under existing law interest on the Notes is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Notes. The Notes are not "qualified tax-exempt obligations." The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.

\$3,000,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2023-24G**

Dated: Date of Issuance

Due: March 1, as set forth on the inside cover page

The General Obligation Promissory Notes, Series 2023-24G (the “Notes”) of Madison Area Technical College District, Wisconsin (the “District”), are issuable as fully registered Notes under the global book-entry system operated by The Depository Trust Company, New York, New York (“DTC”). Individual purchases will be made in book-entry form only. Beneficial owners of the Notes will not receive physical delivery of note certificates. The Notes are issued in fully registered form in denominations of \$5,000 or any integral multiple thereof and will bear interest payable March 1 and September 1 of each year, with September 1, 2024 as the first interest payment date for the Notes. Associated Trust Company, National Association, Green Bay, Wisconsin will act as registrar and paying agent for the Notes. Details of payment of the Notes are described herein. Interest is calculated based on a 360-day year of twelve 30-day months.

Proceeds of the Notes will be used for the public purpose of (i) paying the cost of building remodeling and improvement projects, (ii) paying the cost of the acquisition of movable equipment, and (iii) paying certain costs associated with the issuance of the Notes.

The Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes. The Notes will be general obligations of the District for which its full faith and credit and taxing powers are pledged which taxes may, under current law, be levied without limitation as to rate or amount. See “THE NOTES – Security and Payment” herein.

The Notes are not subject to redemption prior to maturity.

The Notes are being offered at public sale, subject to the approval of legality by Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel. Quarles & Brady LLP is also acting as Disclosure Counsel to the District. Delivery of the Notes through the facilities of DTC will be on or about June 4, 2024.



The date of this Official Statement is May __, 2024.

⁺See “RATING” herein.

MATURITY SCHEDULE, AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS

\$3,000,000 General Obligation Promissory Notes, Series 2023-24G

<u>Maturity</u> <u>(March 1)</u>	<u>Amount (\$)*</u>	<u>Rate (%)</u>	<u>Yield (%)</u>	<u>CUSIP⁽¹⁾</u> <u>(55844P)</u>
2025	280,000			
2026	295,000			
2027	305,000			
2028	320,000			
2029	330,000			
2030	345,000			
2031	360,000			
2032	375,000			
2033	390,000			

*Preliminary, subject to change. The District reserves the right to increase or decrease the principal amount of each maturity of the Notes on the day of sale in increments of \$5,000. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000 bond.

(1) CUSIP data herein is provided by CUSIP Global Services (“CGS”). CGS is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. No representations are made as to the correctness of the CUSIP numbers. These CUSIP numbers are subject to change after the issuance of the Notes.

For purposes of compliance with Rule 15c2-12 of the Securities and Exchange Commission, this document, as the same may be supplemented or amended by the Madison Area Technical College District, Wisconsin (the “District”), from time to time (collectively, the “Official Statement”), may be treated as an Official Statement with respect to the Notes described herein that is deemed final by the District as of the date hereof (or of any such supplement or amendment).

No dealer, broker, salesperson or other person has been authorized to give any information or to make any representations other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as statements of the District or the Underwriter (defined herein). This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Notes by any person, in any jurisdiction in which it is unlawful to make such offer, solicitation or sale. Unless otherwise indicated, the District is the source of all tables and statistical and financial information contained in this Official Statement. The information set forth herein relating to governmental bodies other than the District has been obtained from such governmental bodies or from other sources believed to be reliable. The information and opinions expressed herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date of this Official Statement.

PMA Securities, LLC, Milwaukee, Wisconsin, is serving as municipal advisor (the “Municipal Advisor”) to the District in connection with the issuance of the Notes. In preparing this Official Statement, the Municipal Advisor has relied upon the District, and other sources, having access to relevant data to provide accurate information for this Official Statement. To the best of the Municipal Advisor’s knowledge, the information contained in this Official Statement is true and accurate. However, the Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

Any statements made in this Official Statement, including the Appendices, involving matters of opinion or estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of such estimate will be realized. This Official Statement contains certain forward-looking statements and information that are based on the District’s beliefs as well as assumptions made by and information currently available to the District. Such statements are subject to certain risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or expected.

The Underwriter is required to review the information in this Official Statement in accordance with, and as part of its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriter does not guarantee the accuracy or completeness of such information.

This Official Statement should be considered in its entirety and no one factor considered less important than any other by reason of its position in this Official Statement. Where statutes, resolutions, reports or other documents are referred to herein, reference should be made to such statutes, resolutions, reports or other documents for more complete information regarding the rights and obligations of parties thereto, facts and opinions contained therein and the subject matter thereof.

Upon issuance, the Notes will not be registered under the Securities Act of 1933, as amended, and will not be listed on any stock or other securities exchange and neither the Securities and Exchange Commission nor any other Federal, State, Municipal or other governmental entity, other than the District, shall have passed upon the accuracy or adequacy of this Official Statement.

Certain persons participating in this offering may engage in transactions that maintain or otherwise affect the price of the Notes. Specifically, the Underwriter may overallocate in connection with the offering, may bid for, and purchase, the Notes in the open market. The prices and other terms respecting the offering and sale of the Notes may be changed from time to time by the Underwriter after the Notes are released for sale, and the Notes may be offered and sold at prices other than the initial offering prices, including sales to dealers who may sell the Notes into investment accounts.

**MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN
1701 Wright Street
Madison, Wisconsin 53704
(608) 246-6100**

* * * * *

District Board

Donald D. Dantzler, Jr., Chair
Shiva Bidar-Sielaff, Vice Chair
Melanie Lichtfeld, Secretary
Daniel Bullock, Treasurer
Christopher Canty
Randy S. Guttenberg
Arlyn R. Halvorson
Shana Lewis
Vacant⁽¹⁾

President⁽²⁾

Dr. Jack E. Daniels, III

Interim Provost

Dr. Beth Giles

Vice President, Human Resources

Rosemary Buschhaus

**Executive Vice President,
Student Affairs**

Dr. Timothy L. Casper

Chief Financial Officer/Controller

Laurie Grigg

Chief Information Officer

Cory Chrisinger

**Executive Vice President, Institutional Policy,
Strategy and Chief of Staff**

Dr. Mark Thomas Jr.

**Vice President, College Culture
and Climate**

Dr. Damira Grady

**Executive Vice President Finance and
Administration/Chief Operating Officer**

Dr. Sylvia Ramirez

Vice President, Institutional Effectiveness

Ali Zarrinam

* * * * *

Paying Agent/Registrar

Associated Trust Company, National Association
200 North Adams Street
Green Bay, Wisconsin 54301

Independent Auditors

CliftonLarsonAllen LLP
Milwaukee, Wisconsin

Bond and Disclosure Counsel

Quarles & Brady LLP
411 East Wisconsin Avenue, Suite 2400
Milwaukee, Wisconsin 53202

Municipal Advisor

PMA Securities, LLC
770 North Jefferson Street, Suite 200
Milwaukee, Wisconsin 53202

Underwriter

(1) Position to be filled in July election.

(2) Dr. Jack E. Daniels, III had announced his intention to retire effective June 30, 2024, but the Board requested that Dr. Daniels extend his retirement date to December 31, 2024. The Board requested the extra time to allow for a thorough search for his replacement. Following the solicitation of request for proposals, the District Board selected Gold Hill Associates to assist with the search for a replacement. The timeline is to have the new President hired to start in early January 2025.

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Appendices:

- A. Form of Legal Opinion of Bond Counsel
- B. Annual Comprehensive Financial Report for the Year Ended June 30, 2023
- C. Form of Continuing Disclosure Certificate
- D. Official Notice of Sale and Bid Form

\$3,000,000
MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2023-24G

INTRODUCTION

The purpose of this Official Statement is to set forth certain information concerning Madison Area Technical College District, Wisconsin (the “District”), in connection with the offering and sale of \$3,000,000 General Obligation Promissory Notes, Series 2023-24G (the “Notes”). This Official Statement includes the cover page, the reverse thereof and the Appendices. Certain factors that may affect an investment decision concerning the Notes are described throughout this Official Statement. Persons considering a purchase of the Notes should read this Official Statement in its entirety.

THE NOTES

General Description

The Notes will be issued in fully registered form, without coupons, in denominations of \$5,000 or any integral multiple thereof under a book-entry only system operated by The Depository Trust Company, New York, New York (“DTC”). Principal of and the interest on the Notes will be payable as described under the caption “BOOK-ENTRY SYSTEM.” Associated Trust Company, National Association, Green Bay, Wisconsin will act as paying agent and registrar (the “Registrar”).

The Notes will be dated as of the date of issuance thereof and will mature as shown on the inside cover page of this Official Statement. Interest will be payable on each March 1 and September 1, beginning September 1, 2024.

The Notes are not subject to redemption prior to maturity.

The Note will bear interest from their dated date, or from the most recent interest payment date to which interest has been paid or provided for, computed on the basis of a 360-day year consisting of twelve 30-day months. The principal of the Note will be payable in lawful money of the United States of America upon presentation and surrender thereof at the principal office of the Registrar. Interest on each Note will be paid by check or draft of the Registrar payable upon presentation in lawful money of the United States of America to the person in whose name such Note is registered at the close of business on the 15th day of the calendar month next preceding each interest payment date (the “Record Date”).

Registration and Exchange

The Registrar shall keep books for the registration and for the transfer of the Note (the “Register”). The District may treat and consider DTC or its nominee (the “Depository”) as the absolute owner of the Note for the purpose of receiving payment of, or on account of, the principal of and interest on the Note and for all other purposes whatsoever.

The Note are transferable only through the Register upon surrender of a Note to the Registrar by the registered owner in person or his duly authorized attorney, only in the event that the Depository does not continue to act as securities depository for the Note. The Registrar shall not be obliged to make any transfer of the Note during the period after the close of business on the Record Date and before the opening of business on the related interest payment date.

Upon transfer, the District Chair and District Secretary shall execute and deliver in the name of the transferee a new Note or Notes of a like aggregate principal amount and maturity, upon the payment of a charge sufficient to reimburse the District for any tax, fee or other governmental charge required to be paid with respect to such registration. The Registrar shall record the name of each transferee in the Register. The Registrar shall cancel any Note surrendered for transfer. The District shall cooperate in such transfer, and the District Chair and District Secretary are authorized to execute any new Note or Notes necessary to affect any such transfer.

Authority and Summary of Resolutions

By way of a resolution adopted on April 3, 2024 (the “Authorizing Resolution”), the District Board (the “Board”) authorized the issuance of general obligation promissory notes (the “Notes”) in the amount of \$1,500,000 for the public purpose of paying the cost of building remodeling and improvement projects; and \$1,500,00 for the public purpose of paying the cost of the acquisition of movable equipment.

Notices to the Electors for the Authorizing Resolution were published in the Wisconsin State Journal on April 12, 2024. The Authorizing Resolution with respect to the issuance of notes to finance building remodeling and improvement projects and to finance the acquisition of movable equipment is subject to referendum if, within 30 days of publication of notice of adoption of the resolution, a sufficient petition requesting a referendum is filed by the electors of the District. The petition period will expire at the close of business on May 13, 2024.

Parameters Resolution

By way of a resolution adopted by the Board on April 3, 2024 (the “Parameters Resolution”), the Board set forth the parameters and conditions for the District to accept bids for and award the sale of the Notes. The Parameters Resolution authorizes the Authorized Officer (as defined in the Parameters Resolution) to accept the bid of the Underwriter (defined herein) for the purchase of the Notes if the parameters and conditions set forth in the Parameters Resolution are satisfied. If the parameters and conditions set forth in the Parameters Resolution are not met through the competitive bids received on May 14, 2024, the designated officials will not have the authority to accept a bid for the Notes, and all bids for the Notes will be rejected. The Parameters Resolution pledges the full faith, credit and resources of the District to payments of the principal and interest on the Notes. Pursuant to the Parameters Resolution, direct, annual, irrevocable taxes are levied for collection in the years 2024 through 2033 in amounts which will be sufficient to meet the principal and interest payments on the Notes when due (or monies to pay such debt service will otherwise be appropriated). The Parameters Resolution establishes separate and distinct from all other funds of the District a debt service fund with respect to payment of principal and interest on the Notes. Reference is made to the Parameters Resolution for a complete recital of its terms.

Security and Payment

The Notes will be general obligations of the District for which its full faith and credit and taxing powers are pledged which taxes may, under current law, be levied without limitation as to rate or amount. The District is authorized and required by law to levy on all property taxable by the District such ad valorem taxes as may be necessary to pay the Notes and the interest thereon. The tax for the Notes will be levied under the Parameters Resolution for collection in each of the years 2024 through 2033 (or monies to pay such debt service will otherwise be appropriated).

SOURCES AND USES

The sources and uses of funds with respect to the Notes are estimated as follows:

Estimated Sources of Funds

Par Amount of the Notes.....	
Reoffering Premium.....	
Total Sources.....	<u>\$ -</u>

Estimated Uses of Funds

Deposit to Project Construction Fund.....	
Bid Premium for Deposit to Debt Service Fund.....	
Costs of Issuance..... ⁽¹⁾	
Total Uses	<u>\$ -</u>

(1) Includes Underwriter’s discount, Municipal Advisor fee, Bond Counsel fee, Disclosure Counsel fee, rating agency fees, paying agent fees, and other costs of issuance.

**CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS
CONCERNING THE DISTRICT’S POWER TO INCUR INDEBTEDNESS**

The Constitution and laws of the State of Wisconsin (the “State”) limit the power of the District (and other municipalities of the State) to issue obligations and to contract indebtedness. The District may not borrow money or issue notes or bonds therefor for any purpose except those specified by statute, which include among others the purposes for which the Notes are being issued. Such constitutional and legislative limitations include the following, in summary form and as generally applicable to the District.

General Obligation Bonds

The principal amount (with interest) of every sum borrowed by the District and secured by an issue of bonds may be payable at one time in a single payment or at several times in two or more installments; however, no installment may be made payable later than the termination of 20 years immediately following the date of said bonds. The Board is required to levy a direct, annual, irrevocable tax sufficient in amount to pay the interest on such bonds as it falls due and also to pay and discharge the principal thereof at maturity.

Refunding Bonds

The District is authorized to borrow money using refunding bonds for refunding existing debt. Refunding bonds must be payable within a period not exceeding 20 years following the initial date of the debt to be refunded. Such refunding bonds constitute a general obligation of the District. Refunding bonds are not subject to referendum.

Promissory Notes

The District is also authorized to borrow money using promissory notes (such as the Notes) for any public purpose. Promissory notes must be payable within a period not exceeding 20 years following the date of said notes. Such notes constitute a general obligation of the District. Notes issued by the District to refinance or refund outstanding notes issued by the District must be payable no later than 20 years following the original date of such notes.

Bond Anticipation Notes

In anticipation of issuing general obligation bonds or notes, the District is authorized to borrow money using bond anticipation notes. The bond anticipation notes are not a general obligation of the District, and do not constitute an indebtedness of the District, nor a charge against its general credit or taxing power. The bond anticipation notes are payable only from (a) proceeds of the bond anticipation notes set aside for payment of interest on the bond anticipation notes as they become due, and (b) proceeds to be derived from the issuance and sale of general obligation bonds or promissory notes which proceeds constitute a special trust fund to be held and expended solely for the payment of the principal of and interest on the bond anticipation notes. The maximum term of any bond anticipation notes (including any refunding) is five years.

Temporary Borrowing

The Board of the District may, on its own motion, borrow money in such sums as may be needed to meet the immediate expenses of maintaining the schools in the District during the then current school year. No such loan or loans shall be made to extend beyond November 1 of the following year nor in any amount exceeding one-half of the estimated receipts for the operation and maintenance of the District for the current school year in which the loan is made.

Debt Limit

Wisconsin Statutes limit the aggregate amount of District indebtedness to an amount not to exceed five percent (5%) of the equalized value of taxable property within the District. The maximum bonded indebtedness of the District for purchasing school sites and constructing and equipping buildings may not exceed two percent (2%) of the equalized value of taxable property within the District. For information with respect to the District's percent of legal debt incurred, see "INDEBTEDNESS OF THE DISTRICT – Debt Statement" herein.

BOOK-ENTRY SYSTEM

DTC will act as securities depository for the Notes. The Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Note certificate will be issued for each maturity of the Notes, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934, as amended. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt

issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). S&P Global Ratings ("S&P") has assigned DTC its rating of "AA+". The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission (the "Commission"). More information about DTC can be found at www.dtcc.com.

Purchases of Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of each Note ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Notes, except in the event that use of the book-entry system for the Notes is discontinued.

To facilitate subsequent transfers, all Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Notes may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Notes, such as redemptions, tenders, defaults, and proposed amendments to the Note documents. For example, Beneficial Owners of Notes may wish to ascertain that the nominee holding the Notes for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Notes within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Notes unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the District or Registrar, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Registrar, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or the Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Notes at any time by giving reasonable notice to the District or the Registrar. Under such circumstances, in the event that a successor depository is not obtained, Note certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Note certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from DTC, and the District takes no responsibility for the accuracy thereof.

The District will have no responsibility or obligation to any Securities Depository, any Participants in the Book-Entry System or the Beneficial Owners with respect to (i) the accuracy of any records maintained by the Securities Depository or any Participant; (ii) the payment by the Securities Depository or by any Participant of any amount due to any Beneficial Owner in respect of the principal amount or redemption price of, or interest on, any Notes; (iii) the delivery of any notice by the Securities Depository or any Participant; (iv) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Notes; or (v) any other action taken by the Securities Depository or any Participant.

THE DISTRICT

The administration of the District is exercised by the Board. The Board consists of nine members: two employee members, two employer members, one school district administrator, one elected official and three members-at-large. The Board is appointed by an appointment committee consisting of the Chairperson of each of the twelve counties in the District. These members are appointed for staggered three-year terms with a Chair, Vice Chair, Secretary and Treasurer elected annually in July.

The District Board

The present members of the Board and the expiration of their respective terms of office are as follows:

<u>Name</u>	<u>Occupation</u>	<u>Expiration of Term (June 30)</u>
Donald D. Dantzler, Jr., Chair.....	Employee Member, Research Analyst, Madison Metropolitan School District	2025
Shiva Bidar-Sielaff, Vice Chair	Chief Diversity Officer, UW Hospital and Clinics.....	2024
Melanie Lichtfeld, Secretary	Employer Member, Plumber/Owner, Lichtfeld Plumbing	2025
Daniel Bullock, Treasurer	Member-At-Large, President, Holtz Companies/Holtz Builders, Inc.....	2025
Christopher Canty, Member.....	Member at-Large, Enterprise Account Director, LinkedIn...	2026
Randy S. Guttenberg, Member.....	School District Administrator Member, Superintendent, Waunakee Community School District	2024
Arlyn R. Halvorson, Member.....	Employee Member, Dane County Highway Department	2024
Shana Lewis, Member.....	Member At Large, Attorney & Shareholder, Renning Lewis & Lacy	2026
Vacant ⁽¹⁾	

(1) Position to be filled in July election.

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Administration

The Board is empowered to employ a President to conduct the affairs and programs of the District. The current President is Dr. Jack E. Daniels, III, who began serving as President of the District on August 19, 2013. Dr. Daniels had announced his intention to retire effective June 30, 2024, but the Board requested that Dr. Daniels extend his retirement date to December 31, 2024. The Board requested the extra time to allow for a thorough search for his replacement. Following the solicitation of request for proposals, the District Board selected Gold Hill Associates to assist with the search for a replacement. The timeline is to have the new President hired to start in early January 2025. Other members of the Administration are as follows:

<u>Name</u>	<u>Title</u>	<u>Year Started at the District</u>
Dr. Beth Giles.....	Interim Provost.....	2022
Rosemary Buschhaus	Vice President, Human Resources	2009
Dr. Timothy L. Casper.	Executive Vice President, Student Affairs	2011
Dr. Mark Thomas Jr.	Executive Vice President, Institutional Policy, Strategy and Chief of Staff.....	2014
Dr. Damira Grady.....	Vice President, College Culture and Climate.....	2022
Laurie Grigg	Chief Financial Officer/Controller	2016
Cory Chrisinger	Chief Information Officer	2014
Ali Zarrinnam	Vice President, Institutional Effectiveness.....	2009
Dr. Sylvia Ramirez	Executive Vice President Finance and Administration/Chief Operating Officer	2014

Enrollments

Actual and projected full-time equivalent (“FTE”) enrollments are as follows:

<u>Fiscal Year</u>	<u>Enrollment ⁽¹⁾</u>
2016-17	8,943
2017-18	8,759
2018-19	8,486
2019-20	8,316
2020-21	7,258
2021-22	7,178
2022-23	7,339
2023-24 ⁽²⁾	7,600
2024-25 ⁽²⁾	7,500
2025-26 ⁽²⁾	7,500
2026-27 ⁽²⁾	7,500
2027-28 ⁽²⁾	7,500
2028-29 ⁽²⁾	7,500

(1) The District’s FTE enrollment figures shown in the table above differ from enrollment data found in the District’s Annual Comprehensive Financial Report for the Fiscal Year ended June 30, 2023 because such Annual Comprehensive Financial Report includes dually enrolled or otherwise special students in the enrollment figures. See “Appendix B - Annual Comprehensive Financial Report for the Year Ended June 30, 2023” attached hereto.

(2) Projected FTE enrollments. Future enrollment projections are based on the District’s modeling of enrollment trends and intervention measures combined with a more conservative enrollment projection for budgetary purposes. The projected enrollments represent the District's current estimates based on information known to date. The District has assembled a committee that is meeting monthly to monitor economic conditions, student enrollment patterns, student surveys and other District efforts to enroll students.

Source: The District

Employee Relations

In addition to the full-time staff positions listed below, the District employs approximately 1,710 employees on a part-time basis (including student help) as of April 17, 2024.

<u>Department</u>	<u>Number of Employees</u>
Administrative.....	137
Faculty.....	461
Staff.....	<u>511</u>
Total	<u>1,109</u>

The District employees are represented by the following groups:

<u>Organization</u>	<u>Employee Groups Represented</u>	<u>Contract Expiration ⁽¹⁾</u>
Local 243, AFT, AFT-WI, AFL-CIO	Full-Time Faculty	June 30, 2024
Local 243, AFT, AFT-WI, AFL-CIO	Paraprofessional and School Related Personnel	June 30, 2024

(1) These organizations re-certified as collective bargaining units for the 2023-24 fiscal year. Due to an impasse in negotiations, the District utilized its authority under 2011 Wisconsin Act 10 to authorize base wage increases.

Local 243, AFT, AFT-WI, AFL-CIO full-time faculty and paraprofessional and school related personnel have been recertified in the spring of 2019 by the State of Wisconsin to represent said employees in bargaining under the Municipal Employment Relations Act (“MERA”), Section 111.70 as amended by 2011 Wisconsin Act 10. Local 6100, AFT, AFT-WI, AFL-CIO part-time faculty did not recertify, and as such will be treated the same as all other non-represented employees with regard to compensation and working conditions.

Eligible employees of the District are considered municipal employees and are covered by the Municipal Employment Relations Act (“MERA”), Section 111.70 of the Wisconsin Statutes. Under MERA, eligible employees have the right to organize, select a representative and collectively bargain with the District. District employees also have the right to refrain from such activities.

The 2011 amendment changed the scope of collective bargaining under MERA for the labor organizations throughout the State, including for those labor organizations representing District personnel.

Under MERA, as amended, mandatory collective bargaining is limited to the negotiation of adjustments to total base wages. Collective bargaining over other subjects is prohibited. Under the law, labor contracts may only be for a period of one (1) year. In addition, the dollars that are subject to collective bargaining for base wage adjustments are limited by cost of living criteria determined by the Wisconsin Department of Revenue and posted by the Wisconsin Employment Relations Commission.

Issues related to wages are required to be negotiated through the collective bargaining process for full-time faculty and paraprofessional and school related personnel. Base wage increases, the only legally permitted subject of bargaining, by statute are not permitted to exceed the rate of inflation as defined by the State. The District currently considers its relationship with its full-time and part-time faculty and staff to be healthy. The District has authorized a base wage increase of 4.0% for fiscal year 2023-24 with its full-time faculty and paraprofessional and school related personnel union.

Pension Plan

Substantially all full-time employees in the District are covered under the Wisconsin Retirement System (“WRS”) established under Chapter 40 of the Wisconsin Statutes. 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 (“Chapter 40”). The Department of Employee Trust Funds (“ETF”) administers the WRS. Required contributions to the WRS are determined by the ETF Board pursuant to an annual actuarial valuation in accordance with Chapter 40 and the ETF's funding policies. The ETF Board has stated that its funding policy is to (i) ensure funds are adequate to pay benefits; (ii) maintain stable and predictable contribution rates for employers and employees; and (iii) maintain inter-generational equity to ensure the cost of the benefits is paid for by the generation that receives the benefits.

District employees are required to contribute half of the actuarially determined contributions, and the District may not pay the employees’ required contribution. The total retirement plan contributions (not including any employee contributions) for the fiscal years ended June 30, 2021 (“Fiscal Year 2021”), June 30, 2022 (“Fiscal Year 2022”) and June 30, 2023 (“Fiscal Year 2023”) were \$6,673,829, \$6,934,196 and \$6,802,201, respectively.

Governmental Accounting Standards Board Statement No. 68 (“GASB 68”) requires calculation of a net pension liability for the pension plan. The net pension liability is calculated as the difference between the pension plan’s total pension liability and the pension plan’s fiduciary net position. The pension plan’s total pension liability is the present value of the amounts needed to pay pension benefits earned by each participant in the pension plan based on the service provided as of the date of the actuarial valuation. In other words, it is a measure of the present value of benefits owed as of a particular date based on what has been earned only up to that date, without taking into account any benefits earned after that date. The pension plan’s fiduciary net position is the market value of plan assets formally set aside in a trust and restricted to paying pension plan benefits. If the pension plan’s total pension liability exceeds the pension plan’s fiduciary net position, then a net pension liability results. If the pension plan’s fiduciary net position exceeds the pension plan’s total pension liability, then a net pension asset results.

As of December 31, 2022, the total pension liability of the WRS was calculated as \$123.7 billion and the fiduciary net position of the WRS was calculated as \$118.4 billion, resulting in a net pension liability of \$5.3 billion.

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer’s proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2023, the District reported a liability of \$31,160,798 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2022 based on the District’s share of contributions to the pension plan relative to the contributions of all participating employers. The District’s proportion was 0.5882% of the aggregate WRS net pension liability as of December 31, 2022.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net pension liability of the WRS, which may also cause the ETF Board to change the contribution requirements for employers and employees. For more detailed information regarding the WRS and such actuarial assumptions, see Note 5 in “Appendix B – Annual Comprehensive Financial Report for the Year Ended June 30, 2023” attached hereto.

Under District policy developed, in part, through the shared governance process, the District provides qualifying employees (those age 57 with 30 years of service to the District or those age 60 with 20 years of service to the District) in Fiscal Year 2017 with a one-time payment to the department of employee trust funds (WRS pension administrator) equal to the actuarial value difference between the monthly annuity they qualify to receive at retirement and the monthly annuity they would have been qualified to receive at retirement at age 65. The District offered this benefit through the end of Fiscal Year 2017. At the beginning of Fiscal Year 2017, an assessment of the early retirement benefit was completed and approved by the District which redefines the eligibility requirements and benefits for early retirees. Starting in fiscal year 2017-18 through fiscal year 2024-25, the early retirement minimum age and years of full-time service at the District is age 57 with at least 20 years of service to the District and age 60 with at least 15 years of service to the District. The early retirement benefit undergoes regular review by a shared-governance style committee with recommended changes based on various factors, including employee demographics, finances, and others. Employees eligible to retire after June 30, 2026, June 30, 2027 and June 30, 2028 will be eligible up to six, four and three years, respectively, of HRA contributions to pay for health insurance.

Other Post-Employment Benefits

The District provides “other post-employment benefits” (“OPEB”) (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) to employees who have terminated their employment with the District and have satisfied specified eligibility standards through a single employer defined benefit plan. Membership of the plan consisted of 80 retirees receiving benefits and no active plan members as of July 1, 2022. The plan provides health insurance coverage to qualified retired plan members. For union members, the premium contribution requirements for the plan are established by District policy developed, in part, through the shared governance process. Qualified retired administrative staff members receive the same health benefit. For retirees that retire on or after January 1, 2021, in lieu of participation in the District’s group health plan and premium contributions by the District, the District will make contributions to a HRA account for the retiree in the aggregate annual amount of \$12,000. The aggregate annual amount increased to \$15,000 effective January 1, 2022. Effective January 1, 2023, the aggregate annual amount increased to \$15,840. The District does not expect that these payments will be materially different than the amount of premiums that would have been paid by the District. Reducing the number of retirees on the District’s group plan is expected to reduce health care premiums for the group health plan over time. Starting in 2024, the District is offering new options for early retirees to enroll in various District group health care plans or elect HRA contributions. The District expects its cost for new retirees will decrease, and the existing aggregate annual amount for retirees electing the full HRA account contributions will remain capped at the current amount of \$15,840.

OPEB calculations are required to be updated every two years. OPEB calculations are required to be prepared in accordance with Statements No. 74 and 75 of the Governmental Accounting Standards Board (“GASB 74/75”). The District’s latest actuarial study was completed in accordance with GASB 74/75 by Milliman Inc. in July 2023 with an actuarial valuation date of June 30, 2022 (the “Actuarial Study”). The District will have a new actuarial study prepared in 2024.

For Fiscal Year 2023, benefit payments totaled \$1,133,350. The District’s funding policy is to provide the full amount of the single retiree required annual premium contributions on a “pay-as-you-go” basis.

Under GASB 74/75, a net OPEB liability (or asset) is calculated as the difference between the plan’s total OPEB liability and the plan’s fiduciary net position, which terms have similar meanings as under GASB 68 for pension plans.

As of June 30, 2023, the plan's total OPEB liability as of June 30, 2023 was \$2,079,259 and the plan's fiduciary net position was \$0, resulting in a net OPEB liability of \$2,079,259.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information regarding such actuarial assumptions, see Note 6 in "Appendix B – Annual Comprehensive Financial Report for the Year Ended June 30, 2023" attached hereto. The Actuarial Study is available from the District upon request.

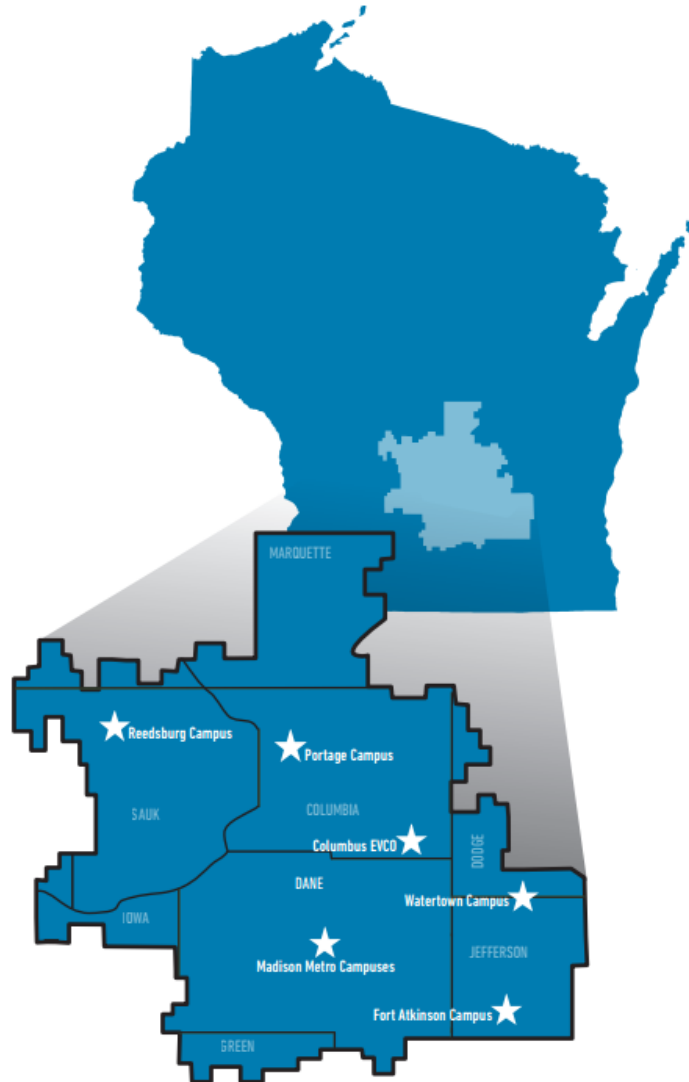
The District also participates in the Local Retiree Life Insurance Fund ("LRLIF"), which is a cost-sharing multiple-employer defined benefit plan established by Chapter 40. The ETF and the Group Insurance Board have statutory authority for program administration and oversight, including establishing contribution requirements for employers.

For Fiscal Year 2023, the District's portion of contributions to the LRLIF totaled \$82,433. For Fiscal Year 2023, the District reported a liability of \$15,652,677 for its proportionate share of the net OPEB liability of the LRLIF. The net OPEB liability was measured as of December 31, 2022 based on the District's share of contributions to the LRLIF relative to the contributions of all participating employers. The District's proportion was 4.1085% of the aggregate LRLIF net OPEB liability as of December 31, 2022.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net OPEB liability of the LRLIF, which may also cause ETF to change the contribution requirements for employers and employees. For more detailed information regarding the LRLIF and such actuarial assumptions, see Note 7 in "Appendix B - Annual Comprehensive Financial Report for the Year Ended June 30, 2023" attached hereto.

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GENERAL INFORMATION



The District was first chartered as the Madison Industrial School in 1912. Legislation enacted in 1965 required the formation of vocational districts. In 1994, the District changed its name to Madison Area Technical College.

The District is composed of almost all of five counties (Dane, Columbia, Jefferson, Marquette and Sauk) and portions of seven other counties (Adams, Dodge, Green, Iowa, Juneau, Richland and Rock). There are 225 municipalities and 40 public school districts within the District's boundaries. The District contains 4,414 square miles and an estimated 2023 population of 827,810. The District operates campuses in six cities: Columbus, Fort Atkinson, Madison, Portage, Reedsburg and Watertown. Educational offerings are also provided at many other locations throughout the District.

The District provides practical and timely education through a comprehensive array of academic offerings including occupational degrees, a robust liberal arts curriculum, adult basic education and extensive offerings to serve business and industry and lifelong learners. The District offers associate degrees, technical diplomas, certificates, apprenticeship, professional and noncredit courses, digital badges and more that cover more than 180 training programs and over 140 transfer pathways. In addition to serving the credit and credential seeking student, the District also offers extensive and relevant options

to businesses via customized training and lifelong learners via professional development and enrichment courses. The District also serves international students, offers study abroad options and is home to new, unique opportunities for high school students to earn college credits or credentials. A prime example of this is the Early College STEM Academy wherein high school students attend the District full time during their junior and senior years and complete high school requirements while earning college credits or credentials.

The District intentionally analyzes their course mix year over year and by semester to be in a better position to respond to various needs and economic impacts, including recently with respect to the impact of COVID-19.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Population

	<u>Dane County</u>	<u>City of Madison</u>	<u>Jefferson County</u>	<u>City of Watertown</u>	<u>Sauk County</u>	<u>City of Baraboo</u>
2010 Census	488,073	233,209	83,686	23,861	61,976	12,048
Estimate, 2019.....	537,328	255,650	84,579	23,952	63,281	12,023
2020 Census	561,504	269,840	86,148	22,926	65,763	12,556
Estimate, 2021.....	551,989	259,233	85,187	24,091	64,272	12,019
Estimate, 2022.....	582,165	279,012	86,576	23,018	66,497	12,703
Estimate, 2023.....	590,056	286,785	86,598	22,881	66,495	12,700

Source: Wisconsin Department of Administration, Demographic Services Center

Per Return Adjusted Gross Income

<u>Tax Year</u>	<u>The State</u>	<u>Dane County</u>	<u>City of Madison</u>	<u>Jefferson County</u>	<u>City of Watertown</u>	<u>Sauk County</u>	<u>City of Baraboo</u>
2018.....	\$59,423	\$75,399	\$65,841	\$55,556	\$48,905	\$53,335	\$46,174
2019.....	61,003	79,597	69,969	56,634	49,735	53,229	46,950
2020.....	61,518	79,953	70,967	57,956	51,430	54,876	47,003
2021.....	66,369	86,457	77,147	63,727	51,253	55,995	50,514
2022.....	70,548	91,263	81,039	67,801	58,366	60,526	53,836

Source: Wisconsin Department of Revenue

Income & Housing

The following data sets forth the comparative income and home value levels for the District, the State and the United States.

	<u>Madison-Janesville-Beloit CSA</u>	<u>The State</u>	<u>United States</u>
Median Home Value.....	\$285,800	\$231,400	\$281,900
Median Household Income.....	79,625	72,458	75,149
Median Family Income.....	104,172	92,974	92,646
Per Capita Income.....	44,770	40,130	41,261

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-year Estimates

Unemployment Rate

	Madison- Janesville-Beliot	
	CSA	The State
Average, 2018.....	2.5 %	3.0 %
Average, 2019.....	2.6	3.2
Average, 2020.....	5.6	6.4
Average, 2021.....	3.3	3.9
Average, 2022.....	2.5	2.9
February, 2023.....	2.1	3.3
February, 2024 ⁽¹⁾	2.6	3.3

(1) Preliminary

Source: Wisconsin Department of Workforce Development

Larger Employers

The largest employers in Dane County are listed below:

<u>Employer</u>	<u>Type of Business</u>	<u>Number of Employees</u>
State of Wisconsin	State government	35,877
University of Wisconsin-Madison	University/college	24,398
UW Hospitals & Clinics	Hospital/healthcare	18,000
EPIC Systems	Software services	10,000
Madison Metropolitan School District	Elementary & secondary education ..	3,849
Wisconsin Physicians Service Insurance	Health benefits/insurance	3,500
Unitypoint Health-Meriter	Hospital/healthcare	3,500
American Family Insurance	Insurance	3,400
The District	Technical College	2,819 ⁽¹⁾
Dane County	County Government	2,542

(1) Includes full and part-time employees.

Source: The District, Dane County's Final Official Statement dated September 7, 2023 for its General Obligation Promissory Notes, Series 2023A, dated October 5, 2023 and Madison Metropolitan School District.

Largest Taxpayers

Reasonable efforts have been made to determine and report the largest taxpayers and to include all taxable property of those taxpayers listed. Many of the taxpayers listed, however, may own multiple parcels, and it is possible that some parcels and their valuations may not be included.

Taxpayer	Type of Property or Business	2023 Equalized Valuation ⁽¹⁾
Epic Systems Corporation.....	Medical Software.....	\$ 1,429,134,681
Promega Corporation.....	Biotechnology.....	255,589,453
University Research Park.....	Research and Technology.....	249,918,333
CG Growth LLC.....	Commercial.....	219,145,064
AX Madison Greenway LP.....	Office Building.....	140,671,501
American Family Insurance.....	Insurance.....	131,054,518
Madison Malls Ground LLC.....	Shopping Center.....	113,078,346
Core Campus Madison LLC.....	Student Housing Development.....	102,845,395
CMFG Life Insurance Co.....	Insurance.....	98,974,337
Goldleaf Fitchburg LLC.....	Apartments.....	98,513,704
	Total.....	<u>\$ 2,838,925,332</u>

2023 Equalized Valuation of Dane County (TID IN)..... \$ 99,140,491,900

Percentage of 2023 Equalized Valuation of Dane County (TID IN)..... 2.86%

2023 Equalized Valuation of the District (TID IN)..... \$ 135,661,750,195

Percentage of 2023 Equalized Valuation of the District (TID IN)..... 2.09%

(1) Calculated by dividing the 2023 Assessed Values by the 2023 Aggregate Ratio of assessment for the City of Madison.

Source: Dane County and the City of Madison

TAX LEVIES, RATES AND COLLECTIONS

Personal property taxes, special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31. Real property taxes may be paid in full by January 31 or in two equal installments payable by January 31 and July 31. Municipalities also have the option of adopting payment plans which allow taxpayers to pay their real property taxes and special assessments in three or more installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31 are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. Any amounts paid after July 31 are paid to the county treasurer. For municipalities which have not adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15 and February 20. For municipalities which have adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15, July 12 and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The County Board may authorize its County

Treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. Since, in practice, all delinquent real estate taxes are withheld from the county's share of taxes; the District receives 100 percent of the real estate taxes it levies.

2013 Wisconsin Act 145 (the "Act 145") created a revenue limit (the "Revenue Limit") beginning in Fiscal Year 2015. Act 145 also shifted a portion of funding for technical college districts in the State from property taxes levied by the districts to a State aid payment by replacing \$406 million of property tax levies with a State aid payment beginning in 2015 (the "State Aid"). The amount of State Aid a particular technical college district will receive will be equal to the share of the district's equalized value as compared to the aggregate equalized value of all technical college districts in the State as of January 1, 2014. State Aid payments are made on the 3rd Friday in February each year.

Under Section 38.16 of the Wisconsin Statutes, the Board may levy a tax on the full equalized value of taxable property within the area served by the District for the purposes of making capital improvements, acquiring equipment, operating and maintaining schools and paying principal and interest on valid bonds and notes issued by the District. However, unless approved by referendum and except for taxes levied to pay debt service on valid bonds and notes (other than Noncapital Notes as defined below), the District's revenue ("Revenue") in the 2014-15 school year or any school year thereafter may not be increased by an amount in excess of the District's valuation factor (as described below). Revenue is defined in Section 38.16 of the Wisconsin Statutes as the sum of: (i) the District's tax levy and (ii) the State Aid payment described in the paragraph above. Except in limited circumstances as provided in Section 38.16 of the Wisconsin Statutes, if the Board exceeds its Revenue Limit, the State Technical College System Board is required to make corresponding reductions in state aid payments received by the District.

The calculation of the District's tax levy under the Revenue Limit excludes taxes levied for the purpose of paying principal and interest on valid bonds and notes issued by the District to finance any capital project or equipment with a useful life of more than one year or to refund any municipal obligations or any interest on municipal obligations. However, the calculation of the District's tax levy under the Revenue Limit does apply to notes issued by the District under Section 67.12(12) of the Wisconsin Statutes on or after July 2, 2013 for other purposes (in essence non-capital purposes) ("Noncapital Notes").

Under the Revenue Limit, the District is prohibited from increasing its Revenue (for all purposes except paying principal and interest on valid bonds and notes other than Noncapital Notes) by a percentage that exceeds its valuation factor. Valuation factor is defined as a percentage equal to the greater of (i) the percentage change in the District's January 1 equalized value due to aggregate new construction, less improvements removed, in municipalities located in the District between the previous year and the current year, as determined by the Wisconsin Department of Revenue or (ii) zero percent. If a municipality is located in two or more districts, the Wisconsin Department of Revenue shall apportion the value of the aggregate new construction, less improvements removed, in the municipality among the districts based on the percentage of the municipality's equalized value located in each district. The Revenue Limit permits an increase in Revenue (i) if the District's actual Revenue in any school year is less than its allowable Revenue, allowing the District to carry forward the difference between the allowable Revenue and the actual Revenue, up to a maximum of 0.5% of the prior year's actual Revenue, if the District's Board approves the increase by a three-fourths vote, (ii) with the approval of the electors of the District pursuant to a referendum, or (iii) in an amount equal to the amount of any refunded or rescinded property taxes paid by the Board in the year of the levy if they result in a redetermination of the District's equalized valuation by the Wisconsin Department of Revenue.

The District cannot predict whether there will be any other legislation affecting the District’s property taxes and revenues in the future. Set forth below are the taxes levied and the tax rate per \$1,000 equalized value on all taxable property within the District as well as a history of collections in levy years 2019 through 2023.

Levy Year	Collection Year	District Tax Rate	District Levy	Uncollected Taxes	
				as of August 20 Each Year	Percent of Levy Collected
2019	2020	\$ 0.88	\$ 79,872,879	-	100%
2020	2021	0.86	82,237,763	-	100%
2021	2022	0.81	80,021,085	-	100%
2022	2023	0.72	82,766,651	-	100%
2023	2024	0.66	84,971,380	In Process	

Source: Wisconsin Department of Public Instruction and the District

PROPORTIONATE LEVY AMOUNTS

County	2023 Equalized Valuation (TID OUT) ⁽¹⁾	Percent of Levy (%)	Amount of Levy
Adams County.....	\$ 585,623,505	0.456096	\$ 387,551
Columbia County.....	8,356,789,632	6.508444	5,530,315
Dane County.....	93,299,916,345	72.663946	61,743,558
Dodge County.....	1,895,965,637	1.476618	1,254,703
Green County.....	1,211,759,260	0.943744	801,912
Iowa County.....	467,812,625	0.364342	309,586
Jefferson County.....	9,485,922,835	7.387837	6,277,547
Juneau County.....	325,324,373	0.253369	215,291
Marquette County.....	2,480,861,835	1.932148	1,641,773
Richland County.....	124,102,400	0.096654	82,128
Rock County.....	36,803,290	0.028663	24,355
Sauk County.....	10,128,306,558	7.888139	6,702,661
Total.....	<u>\$ 128,399,188,295</u>	<u>100.000000</u> %	<u>\$ 84,971,380</u>

(1) Some municipalities located within the District have Tax Increment Districts (“TIDs”) under Wisconsin Statutes 66.1105. TID valuations, totaling \$7,262,561,900 for these municipalities, have been excluded from the District’s 2023 tax base.
Source: Wisconsin Department of Revenue

EQUALIZED VALUATIONS

All equalized valuations of property in the State are determined by the State of Wisconsin, Department of Revenue and Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value.

Set forth in the table below are equalized valuations of property located within the District for the last five years.

<u>Year</u>	<u>Equalized Valuation (TID In)</u>	<u>Year-Over- Year Change</u>	<u>Equalized Valuation (TID Out)</u>	<u>Year-Over- Year Change</u>
2019	\$ 94,997,912,017	6.90%	\$ 90,427,622,117	6.52%
2020	100,506,585,126	5.80%	95,171,957,126	5.25%
2021	104,977,856,204	4.45%	99,188,787,104	4.22%
2022	121,047,942,384	15.31%	114,711,182,484	15.65%
2023	135,661,750,195	12.07%	128,399,188,295	11.93%

Source: Wisconsin Department of Revenue

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INDEBTEDNESS OF THE DISTRICT

Summary of Outstanding Debt

Shown below is a summary of the outstanding debt of the District as of the closing of the Notes.

<u>Type</u>	<u>Dated Date</u>	<u>Original Amount Of</u>		<u>Current Amount</u>	<u>Final Maturity</u>
		<u>Issue</u>	<u>Outstanding</u>	<u>Date</u>	
G.O. School Improvement Bonds, Series 2014-15.....	06/30/15	\$ 10,070,000	\$ 6,000,000		03/01/33
G.O. Promissory Notes, Series 2015-16F.....	06/22/16	4,100,000	1,060,000		03/01/25
G.O. Promissory Notes, Series 2016-17E.....	04/25/17	4,235,000	2,180,000		03/01/26
G.O. Promissory Notes, Series 2016-17F.....	06/27/17	4,225,000	2,165,000		03/01/26
G.O. Refunding Bonds, Series 2017.....	12/21/17	53,120,000	39,150,000		03/01/31
G.O. Promissory Notes, Series 2017-18C.....	05/23/18	8,260,000	6,750,000		03/01/27
G.O. Promissory Notes, Series 2018-19D.....	03/27/19	5,600,000	3,800,000		03/01/26
G.O. Promissory Notes, Series 2018-19E.....	05/22/19	5,600,000	5,600,000		03/01/28
G.O. Promissory Notes, Series 2019-20D.....	03/02/20	4,250,000	1,350,000		03/01/25
G.O. Promissory Notes, Series 2019-20E.....	04/22/20	4,500,000	4,500,000		03/01/27
G.O. Promissory Notes, Series 2019-20F.....	06/29/20	4,525,000	4,525,000		03/01/29
Taxable G.O. Refunding Bonds, Series 2020.....	10/06/20	7,965,000	7,235,000		03/01/31
G.O. Promissory Notes, Series 2020-21F.....	02/09/21	3,500,000	3,500,000		03/01/26
G.O. Promissory Notes, Series 2020-21G.....	03/16/21	3,500,000	3,500,000		03/01/27
G.O. Promissory Notes, Series 2020-21H.....	04/13/21	3,500,000	3,500,000		03/01/28
G.O. Promissory Notes, Series 2020-21I.....	05/11/21	3,500,000	3,500,000		03/01/29
G.O. Promissory Notes, Series 2020-21J.....	06/15/21	3,500,000	3,500,000		03/01/30
G.O. Promissory Notes, Series 2021-22E.....	12/14/21	3,500,000	2,850,000		03/01/25
G.O. Promissory Notes, Series 2021-22F.....	01/11/22	3,500,000	3,500,000		03/01/27
G.O. Promissory Notes, Series 2021-22G.....	02/08/22	3,500,000	3,500,000		03/01/28
G.O. Promissory Notes, Series 2021-22H.....	03/15/22	3,500,000	3,500,000		03/01/29
G.O. Promissory Notes, Series 2021-22I.....	05/10/22	3,500,000	3,500,000		03/01/30
G.O. Promissory Notes, Series 2021-22J.....	06/14/22	3,500,000	3,500,000		03/01/31
G.O. Promissory Notes, Series 2022-23C.....	10/04/22	3,500,000	2,425,000		03/01/26
G.O. Promissory Notes, Series 2022-23D.....	11/08/22	3,500,000	2,000,000		03/01/26
G.O. Promissory Notes, Series 2022-23E.....	12/06/22	3,500,000	3,500,000		03/01/27
G.O. Promissory Notes, Series 2022-23F.....	01/03/23	3,500,000	3,500,000		03/01/29
G.O. Promissory Notes, Series 2022-23G.....	02/07/23	7,000,000	7,000,000		03/01/30
G.O. Promissory Notes, Series 2022-23H.....	05/02/23	7,000,000	7,000,000		03/01/32
G.O. Promissory Notes, Series 2023-24A.....	08/08/23	10,000,000	7,000,000		03/01/31
G.O. Promissory Notes, Series 2023-24B.....	10/10/23	1,500,000	650,000		03/01/30
G.O. Promissory Notes, Series 2023-24C.....	11/07/23	3,500,000	1,750,000		03/01/33
G.O. Promissory Notes, Series 2023-24D.....	01/02/24	10,000,000	10,000,000		03/01/33
G.O. Promissory Notes, Series 2023-24E.....	03/05/24	3,500,000	3,500,000		03/01/33
G.O. Promissory Notes, Series 2023-24F.....	04/09/24	3,500,000	3,500,000		03/01/33
The Notes.....	06/04/24	3,000,000	3,000,000		03/01/33
Total			<u>\$ 176,990,000</u>		

Direct Long-Term Indebtedness

Shown below is the maturity schedule for the long-term direct general obligation debt of the District as of the closing of the Notes.

Calendar			Total	Cumulative	Retirement
Year	Principal Due	The Notes*	Principal*	Amount*	Percent*
2025	\$ 26,285,000	\$ 280,000	\$ 26,565,000	\$ 26,565,000	15.01%
2026	26,365,000	295,000	26,660,000	53,225,000	30.07%
2027	25,080,000	305,000	25,385,000	78,610,000	44.41%
2028	23,710,000	320,000	24,030,000	102,640,000	57.99%
2029	22,160,000	330,000	22,490,000	125,130,000	70.70%
2030	19,905,000	345,000	20,250,000	145,380,000	82.14%
2031	16,940,000	360,000	17,300,000	162,680,000	91.91%
2032	8,450,000	375,000	8,825,000	171,505,000	96.90%
2033	5,095,000	390,000	5,485,000	176,990,000	100.00%
	<u>\$ 173,990,000</u>	<u>\$ 3,000,000</u>	<u>\$176,990,000</u>		

*Preliminary, subject to change.

Short-Term Debt

The District does not have any outstanding short-term debt.

Future Financing

The District borrows annually pursuant to its capital improvement plans. The District currently does not anticipate issuing any additional debt during the remainder of the 2023-24 fiscal year after the Notes. The District anticipates issuing approximately \$30.5 million debt for capital borrowing for the 2024-25 fiscal year.

Default Record

The District has no record of default in the payment of the principal or interest on its debt obligations.

Overlapping Indebtedness

Information relating to the outstanding overlapping indebtedness of the District is set forth in the table below:

Entity ⁽¹⁾	Estimated Amount of Debt Outstanding (Net of 2023 Sinking Funds)	Percent Allocable to the District	Outstanding Debt Allocable to the District ⁽²⁾
Adams County.....	\$ 5,060,000	14.45%	\$ 731,170
Columbia County.....	40,450,000	99.90%	40,409,550
Dane County.....	681,070,000	99.98%	680,933,786
Dodge County.....	23,200,000	19.05%	4,419,600
Green County.....	30,285,000	25.72%	7,789,302
Iowa County.....	28,069,697	15.07%	4,230,103
Jefferson County.....	46,660,000	87.57%	40,860,162
Juneau County.....	14,395,000	9.17%	1,320,022
Marquette County.....	16,610,000	98.04%	16,284,444
Richland County.....	29,100,000	6.86%	1,996,260
Rock County.....	109,325,000	0.19%	207,718
Sauk County.....	47,385,000	98.49%	46,669,487
Total Cities.....	1,114,924,417	Varies	1,094,078,455
Total Villages.....	397,369,149	100.00%	397,369,149
Total Towns.....	57,757,074	Varies	48,911,491
Total School Districts.....	2,359,160,000	Varies	1,984,642,858
Madison Metropolitan Sewerage District...	129,679,241	100.00%	129,679,241
Total.....			<u>\$ 4,500,532,797</u>

(1) This summary may not reflect all of the District's outstanding and underlapping indebtedness. Only those taxing jurisdictions with general obligation debt outstanding are included in this section.

(2) Overlapping debt as of October 2023.

Source: The Wisconsin Department of Public Instruction, the Wisconsin Department of Revenue and publicly available disclosure documents available on EMMA

Debt Statement

(As of the Closing of the Notes)

Existing General Obligation Debt.....	\$173,990,000
The Notes.....	\$3,000,000
Total General Obligation Debt.....	\$176,990,000
Overlapping Debt.....	\$4,500,532,797
General Obligation Debt and Overlapping Debt.....	\$4,677,522,797
2023 Equalized Valuation (TID IN).....	\$135,661,750,195
Statutory Debt Limit (5.0% of Equalized Valuation).....	\$6,783,087,510
Statutory Debt Margin.....	\$6,606,097,510

Debt Ratios

(As of the Closing of the Notes)

2023 Equalized Valuation (TID IN).....	\$135,661,750,195
2023 Estimated Population.....	827,810
General Obligation Debt to Equalized Valuation (TID IN).....	0.13%
General Obligation Debt and Overlapping Debt to Equalized Valuation (TID IN)....	3.45%
General Obligation Debt Per Capita.....	\$213.81
General Obligation Debt and Overlapping Debt Per Capita.....	\$5,650.48

FINANCIAL INFORMATION

The financial operations of the District are conducted primarily through a series of state mandated funds. All revenues except those attributable to the building funds and other funds authorized by State law are accounted for in the general fund, and any lawful expenditure of the District must be made from the appropriate fund and recorded therein.

As in other areas of the United States, the financing of public education in the State is subject to changing legislation, variations in public opinion, examination of financing methods through litigation and other matters. For these reasons the District cannot anticipate with certainty all of the factors which may influence the financing of its future activities.

Budgeting Process

The District is required by State law to annually formulate a budget and to hold a public hearing thereon prior to the determination of the amounts to be financed in whole or in part by general property taxes, funds on hand or estimated revenues from other sources. Such budget must list existing indebtedness of the District and all anticipated revenue from all sources during the ensuing year and must also list all proposed appropriations for each department, activity and reserve account of the District during the ensuing year.

As part of the budgeting process, budget requests are submitted during the first half of the fiscal year by the divisions of the District as part of the annual strategic planning process, who thereafter review and revise such requests and submit them, with their recommendations, to the executive leadership of the District. After review and adjustment by the budget office staff of the District, the proposed budget is presented to the full Board, at which time the proposed budget is reviewed with the District’s

administrative staff. After further review and adjustment, the proposed budget is again submitted to the full Board each year. The proposed budget is formally adopted by the Board after a public hearing preceded by at least 15 days prior notice which describes the time and place of the hearing, a summary of the proposed budget, and how to obtain the budget in detail for inspection.

General Fund Summary ⁽¹⁾
(For Years Ending June 30)

The figures below reflect the District’s adoption of Statement No. 54 of the Governmental Accounting Standards Board, which includes what was previously separately identified as the special education fund within the general fund.

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Receipts.....	\$ 155,437,381	\$ 156,880,054	\$ 156,637,364	\$ 156,479,497	\$ 163,292,399
Disbursements.....	<u>152,933,124</u>	<u>155,461,144</u>	<u>148,889,321</u>	<u>156,194,718</u>	<u>163,289,975</u>
Net Surplus (Deficit).....	2,504,257	1,418,910	7,748,043	284,779	2,424
Other Financing Sources.....	(1,784,092) ⁽²⁾	(959,185) ⁽²⁾	(7,370,562) ⁽²⁾	(260,000)	187,747
Beginning Fund Balance.....	<u>51,011,863</u>	<u>51,732,028</u>	<u>52,191,753</u>	<u>52,569,234</u>	<u>52,594,013</u>
Ending Fund Balance.....	<u>\$ 51,732,028</u>	<u>\$ 52,191,753</u>	<u>\$ 52,569,234</u>	<u>\$ 52,594,013</u>	<u>\$ 52,784,184</u>

(1) Amounts shown on non-GAAP budgetary basis.

(2) Includes transfers for one-time needs in various funds, most notably the capital fund and various enterprise funds, to ensure overall fund balance is in compliance with State regulations.

Source: Compiled from the District’s Annual Comprehensive Financial Report for Fiscal Years Ended June 30, 2019-2023.

Financial Statements

A copy of the District’s Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023 is included as Appendix B to this Official Statement. Potential purchasers should read Appendix B in its entirety for more complete information concerning the District’s financial position.

The Annual Comprehensive Financial Report contained in this Official Statement as Appendix B, including the independent auditor’s report accompanying such financial statements, have been audited by CliftonLarsonAllen LLP, Milwaukee, Wisconsin, certified public accountants (the “Auditor”), to the extent and for the periods indicated thereon. The District has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof or relating to this Official Statement, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the Notes, the District will represent and warrant there has been no material adverse change in the financial position or results of operations of the District, nor has the District incurred any material liabilities, which would make such financial statements misleading.

Budget Summary

<u>Fund</u>	Fund Balances	Estimated	Estimated	Estimated	Projected
	<u>June 30, 2023</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Transfers/Other</u>	<u>Fund Balances</u>
General.....	\$ 52,784,184	\$ 162,340,500	\$ 165,628,000	\$ 750,000	\$ 50,246,684
Special Revenue-Aidable.....	1,085,636	12,888,000	12,888,000	-	1,085,636
Special Revenue Non-Aidable.....	2,083,580	34,509,477	34,488,205		2,104,852
Capital Projects.....	10,405,753	699,000	35,699,000	35,000,000	10,405,753
Debt Service.....	5,319,515	39,804,000	38,084,000	-	7,039,515
Enterprise.....	3,829,400	9,310,973	10,009,873	-	3,130,500
Fiduciary.....	298,068	626,205	626,205	-	298,068
Internal Service.....	2,985,978	15,140,091	15,954,504	(750,000)	1,421,565
Total Governmental Funds	<u>\$ 78,792,114</u>	<u>\$ 275,318,246</u>	<u>\$ 313,377,787</u>	<u>\$ 35,000,000</u>	<u>\$ 75,732,573</u>

Source: The District’s Budget for the Fiscal Year ending June 30, 2024.

TAX EXEMPTION

Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel, will deliver a legal opinion with respect to the federal income tax exemption applicable to the interest on the Notes under existing law substantially in the following form:

“The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the “Code”) on individuals; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Notes in order for interest on the Notes to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Notes to be included in gross income retroactively to the date of issuance of the Notes. The District has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the District comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Notes.”

The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.

Prospective purchasers of the Notes should be aware that ownership of the Notes may result in collateral federal income tax consequences to certain taxpayers. Bond Counsel will not express any opinion as to such collateral tax consequences. Prospective purchasers of the Notes should consult their tax advisors as to collateral federal income tax consequences.

From time to time legislation is proposed, and there are or may be legislative proposals pending in the Congress of the United States that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Notes. It cannot be predicted whether, or in what form, any proposal that could alter one or more of the federal tax matters referred to above or adversely affect the market value of the Notes may be enacted. Prospective purchasers of the Notes should consult

their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

ORIGINAL ISSUE DISCOUNT AND BOND PREMIUM

Original Issue Discount

To the extent that the initial public offering price of certain of the Notes is less than the principal amount payable at maturity, such Notes (“Discounted Bonds”) will be considered to be issued with original issue discount. The original issue discount is the excess of the stated redemption price at maturity of a Discounted Bond over the initial offering price to the public, excluding underwriters or other intermediaries, at which price a substantial amount of such Discounted Bonds were sold (issue price). With respect to a taxpayer who purchases a Discounted Bond in the initial public offering at the issue price and who holds such Discounted Bond to maturity, the full amount of original issue discount will constitute interest that is not includible in the gross income of the owner of such Discounted Bond for federal income tax purposes and such owner will not, subject to the caveats and provisions herein described, realize taxable capital gain upon payment of such Discounted Bond upon maturity.

Original issue discount is treated as compounding semiannually, at a rate determined by reference to the yield to maturity of each individual Discounted Bond, on days that are determined by reference to the maturity date of such Discounted Bond. The amount treated as original issue discount on a Discounted Bond for a particular semiannual accrual period is generally equal to (a) the product of (i) the yield to maturity for such Discounted Bond (determined by compounding at the close of each accrual period) and (ii) the amount that would have been the tax basis of such Discounted Bond at the beginning of the particular accrual period if held by the original purchaser; and less (b) the amount of any interest payable for such Discounted Bond during the accrual period. The tax basis is determined by adding to the initial public offering price on such Discounted Bond the sum of the amounts that have been treated as original issue discount for such purposes during all prior periods. If a Discounted Bond is sold or exchanged between semiannual compounding dates, original issue discount that would have been accrued for that semiannual compounding period for federal income tax purposes is to be apportioned in equal amounts among the days in such compounding period.

For federal income tax purposes, the amount of original issue discount that is treated as having accrued with respect to such Discounted Bond is added to the cost basis of the owner in determining gain or loss upon disposition of a Discounted Bond (including its sale, exchange, redemption, or payment at maturity). Amounts received upon disposition of a Discounted Bond that are attributable to accrued original issue discount will be treated as tax-exempt interest, rather than as taxable gain.

The accrual or receipt of original issue discount on the Discounted Bonds may result in certain collateral federal income tax consequences for the owners of such Discounted Bonds. The extent of these collateral tax consequences will depend upon the owner’s particular tax status and other items of income or deduction.

The Code contains additional provisions relating to the accrual of original issue discount. Owners who purchase Discounted Bonds at a price other than the issue price or who purchase such Discounted Bonds in the secondary market should consult their own tax advisors with respect to the tax consequences of owning the Discounted Bonds. Under the applicable provisions governing the determination of state and local taxes, accrued interest on the Discounted Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment until a later year. Owners of Discounted Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Discounted Bonds.

Bond Premium

To the extent that the initial offering price of certain of the Notes is more than the principal amount payable at maturity, such Notes (“Premium Bonds”) will be considered to have bond premium.

Any Premium Bond purchased in the initial offering at the issue price will have “amortizable bond premium” within the meaning of Section 171 of the Code. The amortizable bond premium of each Premium Bond is calculated on a daily basis from the issue date of such Premium Bond until its stated maturity date (or call date, if any) on the basis of a constant interest rate compounded at each accrual period (with straight line interpolation between the compounding dates). An owner of a Premium Bond that has amortizable bond premium is not allowed any deduction for the amortizable bond premium; rather the amortizable bond premium attributable to a taxable year is applied against (and operates to reduce) the amount of tax-exempt interest payments on the Premium Bonds. During each taxable year, such an owner must reduce his or her tax basis in such Premium Bond by the amount of the amortizable bond premium that is allocable to the portion of such taxable year during which the holder held such Premium Bond. The adjusted tax basis in a Premium Bond will be used to determine taxable gain or loss upon a disposition (including the sale, exchange, redemption, or payment at maturity) of such Premium Bond.

Owners of Premium Bonds who did not purchase such Premium Bonds in the initial offering at the issue price should consult their own tax advisors with respect to the tax consequences of owning such Premium Bonds. Owners of Premium Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the Premium Bonds.

LITIGATION

There is no controversy or litigation of any nature now pending or threatened restraining or enjoining the issuance, sale, execution or delivery of the Notes or in any way contesting or affecting the validity of the Notes or any proceedings of the District taken with respect to the issuance or sale thereof

RATING

S&P has assigned its municipal bond rating of “AAA” (Stable Outlook) to the Notes. This rating reflects only the view of S&P and any explanation of the significance of such rating may only be obtained from S&P. Certain information concerning the Notes and the District not included in this Official Statement was furnished to S&P by the District. There is no assurance that the rating will be maintained for any given period of time or that it may not be changed by S&P, if, in its judgment, circumstances so warrant. Any downward change in or withdrawal of the rating may have an adverse effect on the market price of the Notes. Except as may be required by the Undertaking described below under the heading “CONTINUING DISCLOSURE,” neither the District nor the Underwriter undertake responsibility to bring to the attention of the owners of the Notes any proposed change in or withdrawal of such rating or to oppose any such revision or withdrawal.

MUNICIPAL BANKRUPTCY

Municipalities are prohibited from filing for bankruptcy under Chapter 11 (reorganization) or Chapter 7 (liquidation) of the U.S. Bankruptcy Code (11 U.S.C. §§ 101-1532) (the “Bankruptcy Code”). Instead, the Bankruptcy Code permits municipalities to file a petition under Chapter 9 of the Bankruptcy Code, but only if certain requirements are met. These requirements include that the municipality must be “specifically authorized” under State law to file for relief under Chapter 9. For these purposes, “State law” may include, without limitation, statutes of general applicability enacted by the State legislature,

special legislation applicable to a particular municipality, and/or executive orders issued by an appropriate officer of the State's executive branch.

As of the date hereof, Wisconsin law contains no express authority for municipalities to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code.

Nevertheless, there can be no assurance (a) that State law will not change in the future, while the Notes are outstanding, in a way that would allow the District to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code; or (b) even absent such a change in State law, that an executive order or other executive action could not effectively authorize the District to file for relief under Chapter 9. If, in the future, the District were to file a bankruptcy case under Chapter 9, the relevant bankruptcy court would need to consider whether the District could properly do so, which would involve questions regarding State law authority as well as other questions such as whether the District is a municipality for bankruptcy purposes. If the relevant bankruptcy court concluded that the District could properly file a bankruptcy case, and that determination was not reversed, vacated, or otherwise substantially altered on appeal, then the rights of holders of the Notes could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Notes, and there could ultimately be no assurance that holders of the Notes would be paid in full or in part on the Notes. Further, under such circumstances, there could be no assurance that the Notes would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Notes could be viewed as having no priority (a) over claims of other creditors of the District; (b) to any particular assets of the District, or (c) to revenues otherwise designated for payment to holders of the Notes.

Moreover, if the District were determined not to be a "municipality" for the purposes of the Bankruptcy Code, no representations can be made regarding whether it would still be eligible for voluntary or involuntary relief under Chapters of the Bankruptcy Code other than Chapter 9 or under similar federal or state law or equitable proceeding regarding insolvency or providing for protection from creditors. In any such case, there can be no assurance that the consequences described above for the holders of the Notes would not occur.

CONTINUING DISCLOSURE

In order to assist the Underwriter in complying with SEC Rule 15c2-12 promulgated by the Commission, pursuant to the 1934 Act (the "Rule"), the District shall covenant pursuant to the Parameters Resolution adopted by the Board to enter into an undertaking (the "Undertaking") for the benefit of holders including beneficial holders of the Notes to provide certain financial information and operating data relating to the District annually to the Municipal Securities Rulemaking Board (the "MSRB"), and to provide notices of the occurrence of certain events enumerated in the Rule electronically or in the manner otherwise prescribed by the MSRB to the MSRB. The details and terms of the Undertaking, as well as the information to be contained in the annual report or the notices of material events, are set forth in the Continuing Disclosure Certificate to be executed and delivered by the District at the time the Notes are delivered. Such Certificate will be in substantially the form attached hereto as Appendix C.

The District has not failed to comply in the previous five years in any material respect with any undertaking previously entered into by it pursuant to the Rule. The Undertaking includes two new material events effective February 27, 2019 under the Rule. The District has reviewed its continuing disclosure responsibilities, including the two new material events, in order to help ensure compliance in the future. The District has retained PMA Securities, LLC, Milwaukee, Wisconsin, to act as the District's Dissemination Agent for its continuing disclosure filings. A failure by the District to comply with the Undertaking will not constitute an event of default on the Notes (although holders will have the

right to obtain specific performance of the obligations under the Undertaking). Nevertheless, such a failure must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Notes in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Notes and their market price.

The District will file its continuing disclosure information using the Electronic Municipal Market Access (“EMMA”) system. Investors will be able to access continuing disclosure information filed with the MSRB at www.emma.msrb.org.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Notes are subject to the approving legal opinion of Quarles & Brady LLP, Milwaukee, Wisconsin (“Quarles & Brady”), Bond Counsel to the District. In its capacity as Bond Counsel, Quarles & Brady has supplied the information herein under the heading “TAX EXEMPTION” and has provided the form of Bond Counsel opinion included herein as Appendix A.

Quarles & Brady has also been retained by the District to serve as Disclosure Counsel to the District with respect to the Notes. Although, as Disclosure Counsel to the District, Quarles & Brady has assisted the District with certain disclosure matters, Quarles & Brady has not undertaken to independently verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Notes and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in this Official Statement. Further, Quarles & Brady makes no representation as to the suitability of the Notes for any investor.

UNDERWRITING

The Notes were offered for sale by the District at a public, competitive sale on May 14, 2024. The best bid submitted at the sale was submitted by _____ (the “Underwriter”). The District awarded the contract for sale of the Notes to the Underwriter at a price of \$_____. The Underwriter has represented to the District that the Notes have been subsequently reoffered to the public at the initial offering yields as set forth on the inside cover hereto. The Underwriter may offer and sell the Notes to certain dealers and others at yields different than the offering yields stated on the inside cover hereto. The offering yields may be changed from time to time by the Underwriter. Based on the initial offering yields set forth on the inside cover, the aggregate underwriting fee equals _____. The Underwriter will pay certain costs of issuance for the Notes from its underwriting fee.

MUNICIPAL ADVISOR

PMA Securities, LLC of Milwaukee, Wisconsin, has been retained as municipal advisor (the “Municipal Advisor” or “PMA”) in connection with the issuance of the Notes. In preparing this Official Statement, the Municipal Advisor has relied upon the District, and other sources, having access to relevant data to provide accurate information for this Official Statement. To the best of the Municipal Advisor’s knowledge, the information contained in this Official Statement is true and accurate. However, the Municipal Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

PMA is a broker-dealer and municipal advisor registered with the Commission and MSRB and is a member of the Financial Industry Regulatory Authority and the Securities Investor Protection

Corporation. In these roles, PMA generally provides fixed income brokerage services and public finance services to institutional clients, including municipal advisory services and advice with respect to the investment of proceeds of municipal securities. PMA is affiliated with PMA Financial Network, LLC, a financial services provider, and PMA Asset Management, LLC, an investment adviser registered with the Commission. These entities operate under common ownership with the Firm and are referred to in this disclosure as the “Affiliates.” These entities and the PMA Affiliates are referred to in this disclosure collectively as the “Affiliates.” Each of these Affiliates also provides services to municipal entity clients. Unless otherwise stated, separate fees are charged for each of these products and services and referrals to its Affiliates result in an increase in revenue to the overall Affiliated companies.

The Municipal Advisor’s duties, responsibilities, and fees in connection with this issuance arise solely from the services for which it is engaged to perform as municipal advisor on the Notes and also from the investment of Note proceeds. PMA’s compensation for serving as municipal advisor on the Notes is conditional on the successful closing of the Notes. PMA receives additional fees for the services used by the District, if any, described in the paragraph above. The fees for these services arise from separate agreements with the District and with institutions of which the District may be a member.

THE OFFICIAL STATEMENT

This Official Statement includes the cover page, reverse thereof and the Appendices hereto.

All references to material not purporting to be quoted in full are only summaries of certain provisions thereof and do not purport to summarize or describe all the provisions thereof. Reference is hereby made to such instruments, documents and other materials for the complete provision thereof, copies of which will be furnished upon request to the District.

Accuracy and Completeness of the Official Statement

The District has approved this Official Statement for distribution to the Underwriter.

The District’s officials will provide at the time of delivery of the Notes, a certificate confirming that, to the best of their knowledge and belief, the Preliminary Official Statement and Official Statement, with respect to the Notes, at the time of the sale and delivery of the Notes, was true and correct in all material respects and did not at any time contain an untrue statement of a material fact or omit to state a material fact required to be stated, where necessary to make the statements, in light of the circumstances under which they were made, not misleading.

/s/ _____
Chief Financial Officer/Controller
Madison Area Technical College District, Wisconsin

May __, 2024

Form of Legal Opinion of Bond Counsel

Quarles & Brady LLP
411 East Wisconsin Avenue
Milwaukee, WI 53202

June 4, 2024

Re: Madison Area Technical College District, Wisconsin ("Issuer")
\$3,000,000 General Obligation Promissory Notes, Series 2023-24G,
dated June 4, 2024 ("Notes")

We have acted as bond counsel to the Issuer in connection with the issuance of the Notes. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents as we have deemed necessary to render this opinion.

Regarding questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation.

The Notes are numbered from R-1 and upward; bear interest at the rates set forth below; and mature on March 1 of each year, in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2025	\$280,000	____%
2026	295,000	_____
2027	305,000	_____
2028	320,000	_____
2029	330,000	_____
2030	345,000	_____
2031	360,000	_____
2032	375,000	_____
2033	390,000	_____

Interest is payable semi-annually on March 1 and September 1 of each year commencing on September 1, 2024.

The Notes are not subject to optional redemption.

[The Notes maturing in the years _____ are subject to mandatory redemption by lot as provided in the Notes, at the redemption price of par plus accrued interest to the date of redemption and without premium.]

We further certify that we have examined a sample of the Notes and find the same to be in proper form.

Based upon and subject to the foregoing, it is our opinion under existing law that:

1. The Notes have been duly authorized and executed by the Issuer and are valid and binding general obligations of the Issuer.

2. All the taxable property in the territory of the Issuer is subject to the levy of ad valorem taxes to pay principal of, and interest on, the Notes, without limitation as to rate or amount. The Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Notes except to the extent that necessary funds have been irrevocably deposited into the debt service fund account established for the payment of the principal of and interest on the Notes.

3. The interest on the Notes is excludable for federal income tax purposes from the gross income of the owners of the Notes. The interest on the Notes is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended (the "Code") on individuals; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Code contains requirements that must be satisfied subsequent to the issuance of the Notes in order for interest on the Notes to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the Notes to be included in gross income retroactively to the date of issuance of the Notes. The Issuer has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the Issuer comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the Notes.

We express no opinion regarding the accuracy, adequacy, or completeness of the Official Statement or any other offering material relating to the Notes. Further, we express no opinion regarding tax consequences arising with respect to the Notes other than as expressly set forth herein.

The rights of the owners of the Notes and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and similar laws affecting creditors' rights and may be subject to the exercise of judicial discretion in accordance with general principles of equity, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

QUARLES & BRADY LLP

Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2023

The Annual Comprehensive Financial Report contained in this Official Statement as Appendix B, including the independent auditor's report accompanying such financial statements, have been audited by CliftonLarsonAllen LLP, Milwaukee, Wisconsin, certified public accountants (the "Auditor"), to the extent and for the periods indicated thereon. The District has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof or relating to this Official Statement, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the Notes, the District will represent and warrant there has been no material adverse change in the financial position or results of operations of the District, nor has the District incurred any material liabilities, which would make such financial statements misleading. If you have a specific question or inquiry relating to the financial information of the District since the date of the Annual Comprehensive Financial Report, you should contact Laurie Grigg, Chief Financial Officer/Controller of the District.

Madison Area Technical College District | Wisconsin
ANNUAL COMPREHENSIVE FINANCIAL REPORT



MADISON
AREA | TECHNICAL
COLLEGE

For the fiscal year ended **June 30, 2023 and 2022**

MADISON AREA TECHNICAL COLLEGE DISTRICT
Madison, Wisconsin
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the years ended June 30, 2023 and 2022

Current Members of the Board

Donald Dantzler Chairperson
Shiva Bidar-Sielaff..... Vice Chairperson
Daniel Bullock Treasurer
Melanie Lichtfeld Secretary
Arlyn Halvorson..... Member
Shana R. Lewis Member
Randy Guttenberg..... Member
Christopher W. Canty..... Member
Joe Maldonado..... Member

Current Administrators

Jack E. Daniels, III President
Beth Giles..... Interim Provost
Sylvia Ramirez Executive Vice President, Finance & Administration
Rosemary Buschhaus Vice President, Human Resources/CHRO
Tim Casper..... Executive Vice President, Student Affairs
Damira Grady..... Vice President, College Culture and Climate
Ali Zarrinnam..... Vice President, Institutional Effectiveness
Cory Chrisinger Chief Information Officer

Official Issuing Report

Sylvia Ramirez..... Executive Vice President, Finance & Administration

Report Prepared By

Laurie Grigg CFO/Controller

Assisted By

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT For Years Ended June 30, 2023 and 2022

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MADISON AREA TECHNICAL COLLEGE DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT For Years Ended June 30, 2023 and 2022

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MADISON AREA TECHNICAL COLLEGE DISTRICT

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December 6, 2023

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

The Annual Comprehensive Financial Report of Madison Area Technical College District (the District or Madison College) for the fiscal years ended June 30, 2023, and 2022 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the presented data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

This annual report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, information regarding the College's board members, and an organizational chart. The financial section includes the management's discussion and analysis, the report of independent certified public accountants, the basic financial statements, notes to financial statements, required supplemental information, and additional financial information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The single audit section includes the schedules of federal and state assistance and the auditor's reports on the internal control structure and compliance with applicable laws and regulations.

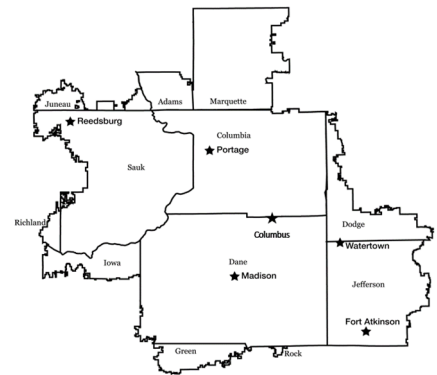
Madison College is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Wisconsin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

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

Profile of the Madison College District

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

The District is composed of almost all of five counties (Dane, Columbia, Jefferson, Marquette, and Sauk) and parts of seven other counties (Adams, Dodge, Green, Iowa, Juneau, Richland, and Rock). There are 225 municipalities and 40 public school districts within the District's boundaries. The District contains 4,414 square miles, an estimated equalized valuation (TID OUT) for fiscal year 2022-23 of \$114,711,182,484 and an estimated District population in 2023 of 827,810. The District operates in six cities: Columbus, Fort Atkinson, Madison, Portage, Reedsburg, and Watertown. Educational offerings are also provided at other locations throughout the District.



Governance

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

Services

Madison College provides practical and timely education through a comprehensive array of academic offerings, including occupational degrees, liberal arts transfer, adult basic education, and non-credit courses. The College offers associate degrees, technical diplomas, certificates, apprenticeships, professional and non-credit courses, digital badges, and more that cover over 150 areas of study and offer many guaranteed paths to transfer. In addition to serving credit students, Madison College offers extensive and relevant options to businesses via customized training and non-credit credentials to the skill building and upskilling market. Enrichment courses are available to our communities for fun and to meet lifelong learning interests. Madison College also serves international students, offers study abroad options, and is home to unique opportunities for high school students to earn college credits or credentials. A prime example of this is the Early College STEM Academy, wherein high school students attend Madison College full time during their junior and senior years and complete high school requirements while earning college credits or their associate degree.

Madison College has been a leader in online and remote instruction for over 20 years. In the past three years, our portfolio of online and remote options has expanded greatly due to the impact of the pandemic. Engaging, high quality and convenient online options to compliment face-to-face classes, ensures that the District is providing our students with the flexibility they want and have come to expect. We are committed to meeting students where they are and offering an optimal mix of in-person, hybrid, and remote learning options, supported by high-quality academic technology, virtual reality, and simulation.

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

Strategic Plan

Mission

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

Vision

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

Values

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

Strategic Directives

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

Factors Affecting Financial Condition

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

Local Economy

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

The Madison area continues to fare better than the national economy in terms of unemployment - According to the Bureau of Labor Statistics (BLS), the adjusted Madison Metropolitan Area's unemployment rate (not seasonally adjusted) decreased from 2% in April 2022 to 1.6% in April 2023. In comparison, the Wisconsin and U.S. rates for April 2023 were 2.3% and 3.1% respectively.

The overall Midwest Region consumer price index rose 3.7% from May 2022 to May 2023, compared to a national increase of 4% over the same period. The Wisconsin REALTORS® Association reported in May 2023 that existing Wisconsin home sales *decreased* in May 2023 by 21.5% compared to May 2022, with prices increasing by 6.9%. In the 12 county South Central Wisconsin region, existing home sales decreased 19.6% over the 12 months ending May 2023. During that time, the median sale price in the region increased \$20,250 or 6.1%. Housing values are set for tax purposes in January of each year, and those values reported to taxing authorities the following fall are used for computing taxes, which are billed to property owners in December.

The Pandemic

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

Legislative Climate

In January 2023, newly elected and re-elected legislators from November 2022 elections were formally sworn into office. Close to 25% of legislators ended their State Assembly or State Senate service at the end of 2022. The new legislature of 2023 represents one of the greatest turnovers of members since the World War II era.

Governor Evers introduced a two-year expenditure plan to the legislature in Feb. 2023. That proposal was informed by an estimated net balance of \$7 billion. That proposal included increased funding for the Wisconsin Technical College System (WTCS).

In May 2023, the Legislative Fiscal Bureau estimated that FY2022-23 general fund would finish with a revenue surplus of \$6.88 billion. This information informed final 2023-2025 budget decisions of the Legislature's Joint Committee on Finance. The committee approved an increase of general state aids for the WTCS of \$3.1 million in FY2023-24 and \$6.3 million in FY2024-25. It also approved increases of \$1 million per year to Workforce Advancement Training Grants for customized training of incumbent workers and \$3 million in one-time funding to expand the use of Open Educational Resources (OER) with students. OER materials save students funding compared to traditional textbooks.

The Governor signed the budget July 5, 2023, and the new spending levels went into effect for FY2023-24. The legislature will recess for the summer and return for full legislative activities in the fall.

Institutional Successes

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

- The most recent Graduate Employment Report, which surveys graduates six months after graduation, indicates that 92.3 percent of Madison College graduates find jobs within six months of graduation. Of those, over 74 percent are employed within the district and 91 percent are employed within the state of Wisconsin. The average monthly salary for a Madison College graduate in a position related to their degree is \$4,185.
- Two mini grants received in fall 2022 bolstered civic engagement at the College. The Campus Takeover grant from Alliance for Youth Organizing and a Campus Vote Project grant helped launch new voter access events. Students could check their registration status, register, and get information on candidates and issues during voter access events on campus. These efforts benefit both students and the entire community by being informed and participating in democracy. These activities contributed toward youth voter turnout and earned the College status as a Voter Friendly Campus from Fair Election Center's Campus Vote Project and Student Affairs Administrators in Higher Education.
- The College received the Child Care Access Means Parents in School (CCAMPIS) grant in fiscal year 2023. This grant strived to provide tuition assistance for high quality, campus-based, affordable childcare for student-families qualifying as low-income. Data shows that one of the highest achieving student groups are student parents. Thus far, 25 children of 22 CCAMPIS-recipient student-parents have enrolled at the Truax Early Learning Campus. Of these student-parents, over 90% continued from Fall to Spring semester. These achievements will only grow as the Truax Campus location is now projected to expand to increase capacity from 50 to 82 total children by Fall 2025.

Board Licensure

Program		Pass Rate	National Pass Rate
Advanced Emergency Medical Technician		92%	65%
Associate Degree Nursing		96%	80%
Certified Paralegal ¹	Knowledge Exam	NA	53%
	Skills Exam	NA	65%
Dental Hygiene	Board Exam	88%	86%
	Clinical Exam	100%	96%
Emergency Medical Technician		98%	79%
Medical Assistant		93%	58%
Medical Laboratory Technician		100%	78%
Occupational Therapy Assistant		75%	71%
Optometric Technician		100%	72%
Clinical Ophthalmic Assistant		100%	76%
Paramedic		85%	84%
Practical Nursing		100%	80%
Radiography		71%	84%
Respiratory Therapist	CSE – Advanced Level Exam	93%	67%
	TMC - Entry Level Exam	92%	80%
Surgical Technologist		75%	70%
Veterinary Technician		71%	72%

Madison College's 10 Year Facility Strategic Plan

In 2018, a work team with representation from across the college developed a new 10 Year Facility Strategic Plan. The updated plan is based on the goals of the Academic and Student Services Plans, identifying how Madison College's facilities can host accessible, high-quality learning and technical experiences that meet the needs of its ever-evolving students, communities, and area employers. Elements of this updated Facilities Strategic Plan inform resource allocation and planning, with future resource allocations dependent upon availability.

Long-term Financial Planning

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

¹ The NALA Certified Paralegal Exam is optional. No Madison College students took the Exam last year.

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

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

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

The Board also requires a capital budget that meets the capital needs of the District. In addition to the above-mentioned 10 Year Facility Strategic Plan, annually the District prepares a three-year facilities plan for Board approval and submittal to the Wisconsin Technical College System (WTCS). During Fiscal Year 2023-24, Madison College plans to borrow \$35 million for capital projects.

Management Systems and Controls

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

Accounting System

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

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

All internal control evaluations occur within the above framework. We believe the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary System

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

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

Independent Audit

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

EXCELLENCE IN FINANCIAL REPORTING

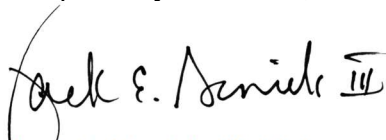
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Madison Area Technical College District for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the twenty-sixth consecutive year that Madison Area Technical College District achieved this prestigious award. To be awarded a Certificate of Achievement, the District must publish an easily readable and efficiently organized annual comprehensive financial report. This report satisfies both generally accepted accounting principles and applicable legal requirements.

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

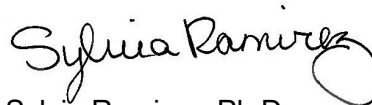
ACKNOWLEDGMENT

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

Respectfully submitted,



Jack E. Daniels III, Ph.D.
President



Sylvia Ramirez, Ph.D.
Executive Vice President, Finance &
Administration, Chief Operating Officer

December 6, 2023

MANAGEMENT'S RESPONSIBILITY

Board of Trustees
Madison Area Technical College District

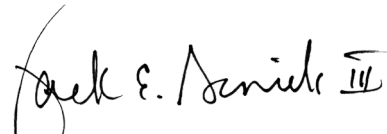
The management of Madison College is responsible for the preparation and presentation of the financial statements in this report. This report has been prepared in accordance with generally accepted accounting principles based on our best judgments and giving due consideration to materiality.

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

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

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

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



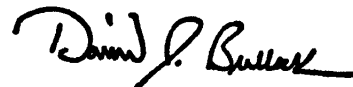
Jack E. Daniels III, Ph.D.
President



Sylvia Ramirez
Executive Vice President, Finance &
Administration



Donald Dantzler
Madison College Board Chair



Daniel Bullock
Madison College Board Treasurer

Map of Wisconsin Technical College District





Government Finance Officers Association

Certificate of
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Reporting

Presented to

**Madison Area Technical College District
Wisconsin**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

Madison Area Technical College District Board

FY 2023 - 2024



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



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



Christopher W. Canty
[Member-at-Large]
Term Expires 6/30/26
Enterprise Account Director,
LinkedIn



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



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



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



Shana R. Lewis
[Member-at-Large]
Term Expires 6/30/26
Attorney & Shareholder,
Renning, Lewis & Lacy



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



Joe Maldonado
[Elected Official Member]
Term Expires 6/30/26
Community Youth Development
Program Manager, UW-Madison
Division of Extension;
Alder, Fitchburg Common Council

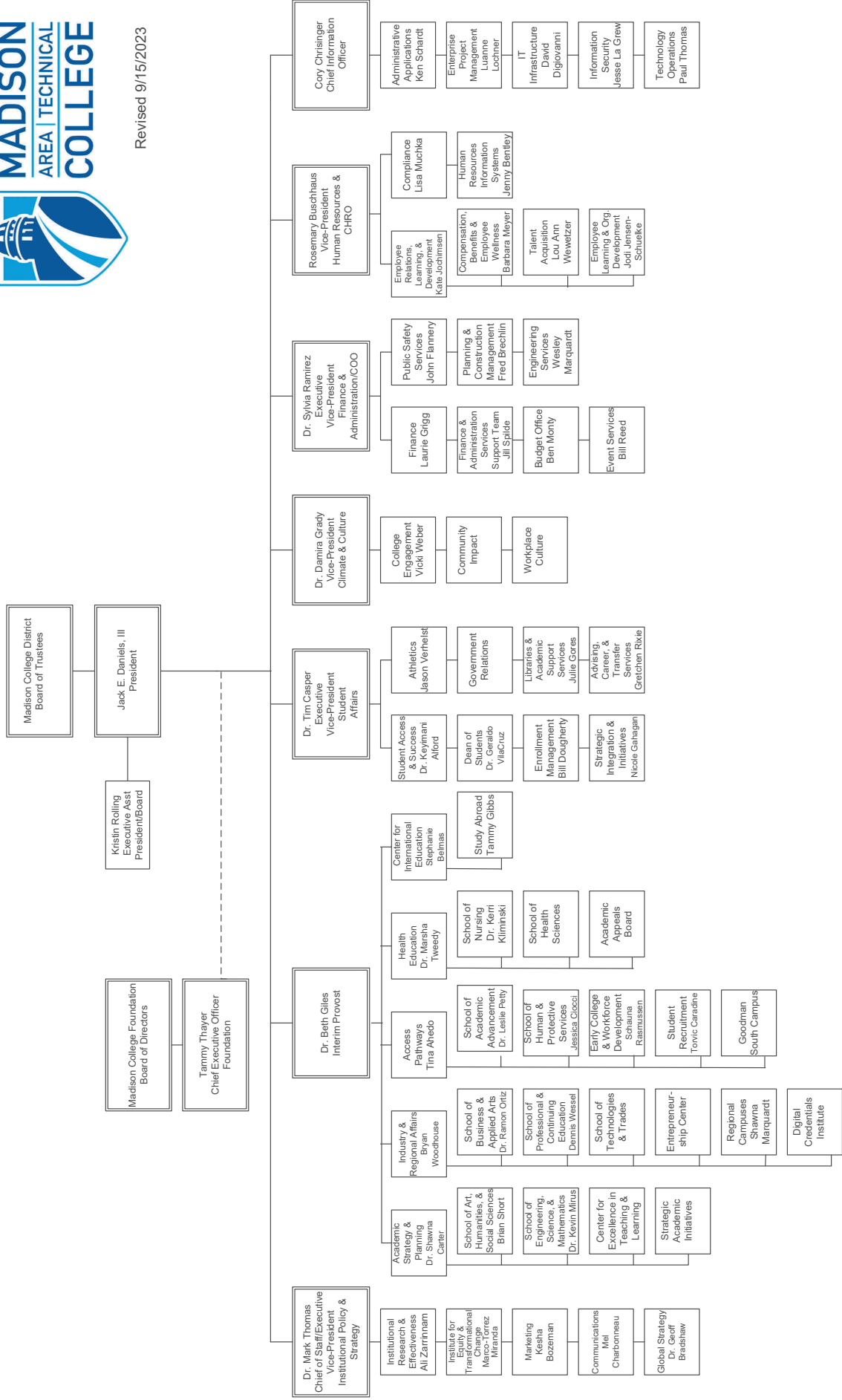


Jack E. Daniels III, Ph.D.
President
Madison Area Technical College

Madison College Organizational Chart



Revised 9/15/2023





INDEPENDENT AUDITORS' REPORT

District Board
Madison Area Technical College District
Madison, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and fiduciary activities of the Madison Area Technical College District (the District), as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Madison Area Technical College District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and fiduciary activities of the Madison Area Technical College District as of June 30, 2023 and 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As described in Note 15 to the financial statements, effective July 1, 2022, the District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription Based Information Technology Arrangements*. The guidance requires entities to recognize an intangible right-to-use asset and corresponding subscription liability for all arrangements with noncancellable terms greater than twelve months. The implementation had no impact on the District's previously reported net position. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, other postemployment benefits plan information, and the pension plan information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits 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 audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Madison Area Technical College District's basic financial statements. The fund budgetary comparison schedules, the schedule of changes in fiduciary net position, the schedule to reconcile budgetary basis financial statements to the basic financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the fund budgetary comparison schedules, the schedule of changes in fiduciary net position, the schedule to reconcile budgetary basis financial statements to the basic financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

District Board
Madison Area Technical College District

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2023, on our consideration of the Madison Area 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 Madison Area Technical College District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Madison Area Technical College District's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 6, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

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

Basic Financial Statements

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

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

The statement of net position presents information on all of the District's assets and deferred outflows, and liabilities and deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or declining. This statement is prepared under the accrual basis of accounting whereby revenues and assets are recognized when the service is provided and expenses and liabilities are recognized when others provide the service, regardless of when cash is exchanged.

The statement of revenues, expenses and changes in net position presents the revenues earned and expenses incurred during the year. Activities are reported as either operating or non-operating. As the District receives the majority of its revenues from the taxpayers and other government entities, the District will report an operating deficit or loss. Revenues received from taxpayers (tax levies) and from the state (state appropriations) are considered non-operating revenue and reduce the operating deficit or loss. The utilization of capital assets is reflected in the financial statements as depreciation, which amortizes the cost of an asset over its expected useful life.

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

The fiduciary fund statements

Fiduciary fund is used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's programs. The accounting used for fiduciary funds is much like that used for the government-wide financial statements.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

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

ASSETS	2023	2022	Increase (Decrease) 2023-2022	2021	Increase (Decrease) 2022-2021
Cash and investments	\$ 60,100	\$ 61,808	\$ (1,708)	\$ 73,004	\$ (11,196)
Net capital assets	321,933	323,647	(1,715)	304,201	19,446
Lease receivable	51,423	50,827	596	50,283	544
Net pension asset	-	49,126	(49,126)	38,870	10,256
Other assets	37,560	33,291	4,269	43,185	(9,894)
Total Assets	471,015	518,700	(47,685)	509,543	9,157
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources related to pensions	112,861	91,675	21,186	60,305	31,371
Deferred outflows of resources related to OPEBs	7,319	10,249	(2,930)	13,683	(3,434)
Deferred outflows of resources related to refunding	3,058	3,454	(396)	3,851	(396)
Total Deferred Outflows of Resources	123,238	105,379	17,859	77,838	27,540
LIABILITIES					
Current liabilities	56,987	56,225	762	65,700	(9,475)
Net pension liability	31,161	-	31,161	-	-
Net OPEB liability	17,031	27,705	(10,674)	26,836	869
Lease liability	2,113	2,486	(373)	2,076	410
Subscription liability	1,238	1,915	(678)	-	-
Other long-term liabilities	160,167	159,935	232	159,786	149
Total Liabilities	268,697	248,267	20,430	254,398	(8,047)
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources related to pensions	65,338	115,852	(50,514)	85,418	30,434
Deferred inflows of resources related to OPEBs	12,439	3,793	8,645	4,187	(394)
Deferred inflows of resources related to leases	49,083	48,534	549	49,142	(608)
Total Deferred Inflows of Resources	126,860	168,180	(41,320)	138,747	29,433
NET POSITION					
Net investment in capital assets	147,251	146,333	918	143,218	3,115
Restricted for debt service	3,634	1,516	2,118	861	655
Restricted for net pension asset	-	49,126	(49,126)	38,870	10,256
Restricted for student organizations	1,479	2,245	(765)	1,995	250
Unrestricted	46,332	8,413	37,919	9,292	(879)
Total Net Position	\$ 198,697	\$ 207,632	\$ (8,936)	\$ 194,236	\$ 13,396

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Fiscal Year 2023 Compared to 2022

Total assets decreased by \$47.7 million, or 9.2%.

- The significant decrease is due to the pensions. The Employee Trust Funds recorded a net asset for the past couple of years but for fiscal year 2023 it was recorded as a liability. The net asset in the prior year was \$49.1 million. Additional disclosure information can be found in Note 5 on Retirement Plan.
- Cash and investments decreased by \$1.7 million or 2.8%.
- Net capital assets decreased by \$1.7 million or 0.5%. Net capital assets added this fiscal year were, equipment of \$20.1 million, and building and improvements of \$6.7 million, and right-to-use assets of \$680,000. \$12.1 million of additions were made to construction in progress and \$9.4 million was capitalized. Depreciation expense and sale/disposals reduced net capital assets for the year by \$31.8 million.
- Lease receivables increased by \$596,000 for an increase of 1.2%.
- Other assets increased by \$4.3 million or 12.8%. This increase is largely due to an increase to accounts receivable by \$2 million for an increase of 74.7%. Student fee receivables also increased by \$1.3 million for an increase of 24.9%. Prepaid items were also increased significantly due to paying health premiums and life insurance for the month prior to deductions being taken.

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

- Deferred outflows of resources related to pensions increased by \$21.2 million or 23.1%. This is the effect of moving from a net pension asset to a net pension liability.
- Deferred outflows of resources related to OPEBs decreased by \$2.9 million or 28.6%. The District continues to pay an HRA amount instead of allowing retirees the option of staying on the District's health plan.
- Deferred outflows of resources due to the amortization of the refunding loss decreased by \$396,000 or 11.5%.

Total liabilities increased overall by \$21.5 million or 8.7% for the fiscal year.

- Current liabilities increased by \$762,000 million or 1.4%. Unearned program and material fees increased due to an increase in enrollment in future terms. Accounts payable increased by \$625,000. The largest increase was from the current portion of long-term obligations by \$2.3 million or 9.2%.
- The net pension liability was recorded at \$31.2 million from \$0 for the prior year since it was a net asset in fiscal year 2022.
- The net OPEB liability decreased by \$10.7 million or 38.5%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs.
- A lease liability decreased by \$373,000 or 15.0%.
- A subscription liability was recorded due to the adoption of GASB 96. It decreased by \$678,000 or 35.4% from the prior year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

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

- Deferred inflows of resources related to pensions decreased by \$50.5 million or 43.6%. This is due to moving from a large net pension asset to a net pension liability.
- Deferred inflows of resources related to OPEBs increased by \$8.6 million or 227.9%.
- Deferred inflows of resources related to leases increased by \$549,000 or 1.1%.

Net position decreased by \$8.9 million or 4.3% for the fiscal year.

- Net investment in capital assets increased by \$918,000 or less than 0.6%.
- Restricted for debt service increased by \$2.1 million or 139.8%. Premiums received on debt issues are included in the debt service fund and accrued interest is excluded from the reserve balance.
- Restricted for net pension asset decreased by \$49.1 million or 100.0%. This is a direct result from the change from pension asset to pension liability.
- Restricted for student organizations decreased by \$765,000 or 34.1%. Students are involved in more activities and events over the course of the fiscal year due to being back on campus and spending some of the reserves that have been built up during the pandemic.
- Unrestricted net position increased by \$37.9 million or 450.7%. This is largely due to removing the reserve for the net pension asset.

Fiscal Year 2022 Compared to 2021

Total assets increased by \$9.2 million, or 1.8%.

- The net pension asset continues to increase by \$10.3 million or 26.4%. Additional disclosure information can be found in Note 5 on Retirement Plan.
- Cash and investments decreased by \$11.2 million or 15.3%.
- Net capital assets increased by \$19.4 million or 6.4%. Net capital assets added this fiscal year were, equipment of \$27.3 million, and building and improvements of \$10.5 million, and right-to-use assets of \$747,000. \$18.9 million of additions were made to construction in progress and \$11.6 million was capitalized. Depreciation expense and sale/disposals reduced net capital assets for the year by \$29.2 million.
- Lease receivables increased by \$544,000 for an increase of 1.1%.
- Other assets decreased by \$9.9 million or 22.9%, in large part due to the decrease in student receivables of \$10.8 million. The District turned on the assessment of fees after the end of this fiscal year as compared to the prior year. It was delayed due to programs needing to enter fees. This is an anomaly as the expectation is to have the fall term assessed by June 30th each year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

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

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

Total liabilities decreased overall by \$8.0 million or 3.2% for the fiscal year.

- Current liabilities decreased by \$9.5 million or 14.4%. Unearned program and material fees decreased due to the delay in assessing tuition and fees as stated above. Accounts payable decreased by \$721,000 and accrued payroll and other accrued liabilities decreased by \$878,000 or 8.3%.
- The net OPEB liability increased by \$869,000 or 3.2%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs. The increase is from the OPEB Life insurance program.
- A lease liability was recorded due to the adoption of GASB 87. It decreased \$130,000 or 5.0% over fiscal year 2021.
- Other long-term liabilities increased by \$149,000 or less than 1.0%.

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

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

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

- Net investment in capital assets increased by \$3.1 million or 2.2%. A number of large projects were completed within the fiscal year.
- Restricted for debt service increased by \$655,000 or 76.0%. Premiums received on debt issues are included in the debt service fund and accrued interest is excluded from the reserve balance.
- Restricted for net pension asset increased by \$10.3 million or 26.4%. This is a direct result from the significant increase in the net pension asset.
- Restricted for student organizations increased by \$250,000 or 12.5%. Students had less activities and events over the course of the fiscal year due to the pandemic. They spent less resulting in greater balances.
- Unrestricted net position decreased by \$879,000 or 9.5%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

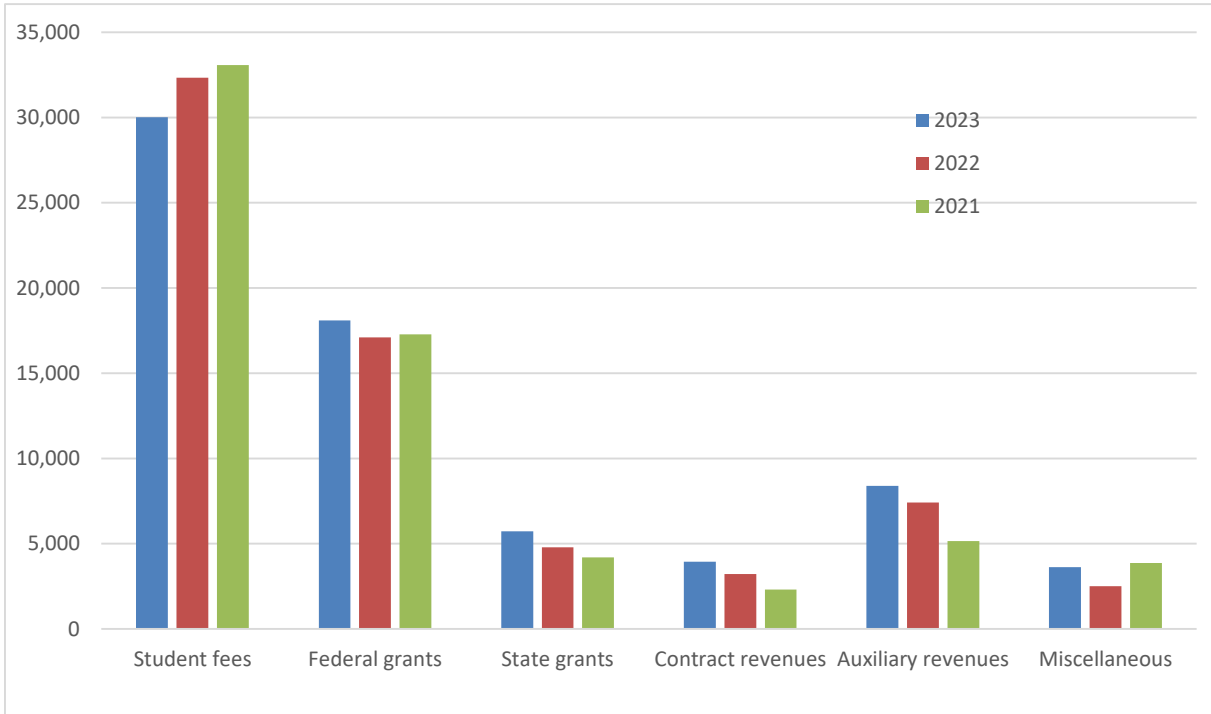
(Unaudited)

The following is a summary of Statement of Revenues, Expenses and Changes in Net Position for the years ended June 30, 2023, 2022, and 2021 (dollars in thousands)

	2023	2022	Increase (Decrease) 2023-22	2021	Increase (Decrease) 2022-21
Operating revenues					
Student fees	\$ 30,017	\$ 32,340	\$ (2,323)	\$ 33,070	\$ (730)
Federal grants	18,089	17,108	981	17,292	(183)
State grants	5,729	4,802	927	4,197	605
Contract revenues	3,954	3,228	726	2,313	916
Auxiliary revenues	8,392	7,423	969	5,150	2,273
Cost reimbursements	119	85	34	70	15
Miscellaneous	3,497	2,507	990	3,873	(1,366)
Total operating revenues	<u>69,797</u>	<u>67,494</u>	<u>2,304</u>	<u>65,963</u>	<u>1,530</u>
Non-operating revenues					
Property taxes	83,811	80,600	3,211	82,245	(1,645)
State appropriations	81,174	78,945	2,229	74,916	4,028
Covid-19 Grants	6,411	24,689	(18,278)	10,333	
Gifts, grants and bequests	2,125	1,594	532	3,299	(1,705)
Investment income earned	2,104	926	1,178	1,040	(113)
Total non-operating revenues	<u>175,625</u>	<u>186,754</u>	<u>(11,128)</u>	<u>171,833</u>	<u>565</u>
Total revenues	<u>245,423</u>	<u>254,247</u>	<u>(8,825)</u>	<u>237,796</u>	<u>2,096</u>
Operating expenses					
Instruction	119,663	104,012	15,651	95,307	8,704
Instructional resources	13,149	10,250	2,899	12,971	(2,721)
Student services	28,018	22,276	5,742	19,593	2,683
General institutional	19,042	15,751	3,291	13,810	1,941
Physical plant	19,801	29,191	(9,389)	21,042	8,148
Public service	791	1,050	(259)	352	698
Auxiliary enterprise services	8,676	4,702	3,974	4,741	(39)
Depreciation/Amortization	32,048	29,189	2,859	26,310	2,879
Student aid	9,573	21,183	(11,610)	11,453	9,730
Total operating expenses	<u>250,762</u>	<u>237,603</u>	<u>13,159</u>	<u>205,580</u>	<u>32,023</u>
Non-operating expenses					
Loss (gain) on disposal of capital assets	(71)	(5)	(66)	7	(12)
Interest expense	3,668	3,253	414	3,560	(306)
Total non-operating expenses	<u>3,597</u>	<u>3,248</u>	<u>349</u>	<u>3,567</u>	<u>(318)</u>
Total expenses	<u>254,358</u>	<u>240,851</u>	<u>13,507</u>	<u>209,147</u>	<u>31,705</u>
Increase (Decrease) in Net Position	(8,936)	13,396	(22,332)	28,649	(29,609)
Net position - as reported	<u>207,632</u>	<u>193,095</u>		<u>165,587</u>	
Prior period adjustment for <i>Leases Per GASB 87</i>	-	1,141			
Net position - end of the year	<u>\$ 198,697</u>	<u>\$ 207,632</u>		<u>\$ 194,236</u>	

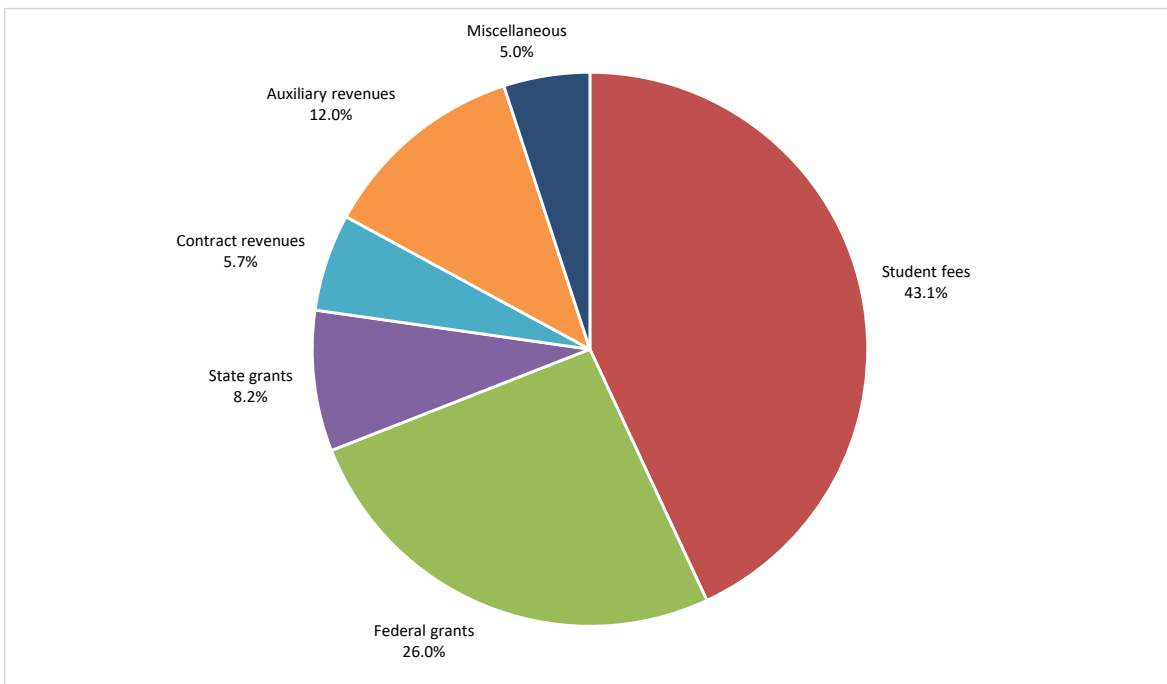
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

**Comparison of Operating Revenues
For the Years Ended June 30, 2023, 2022 and 2021 (dollars in thousands)**



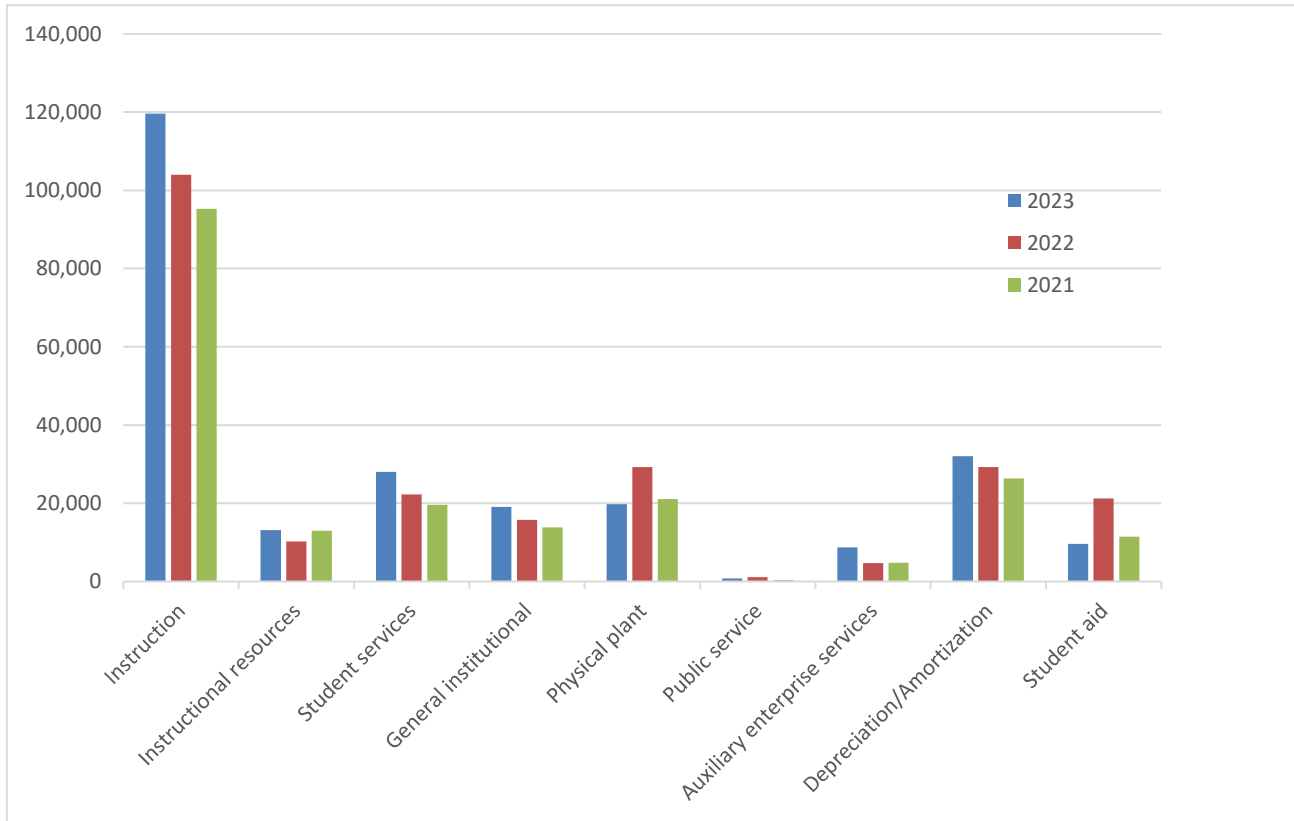
The following is a graphical illustration of operating revenues by source for the fiscal year ended June 30, 2023.

Operating Revenues



MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

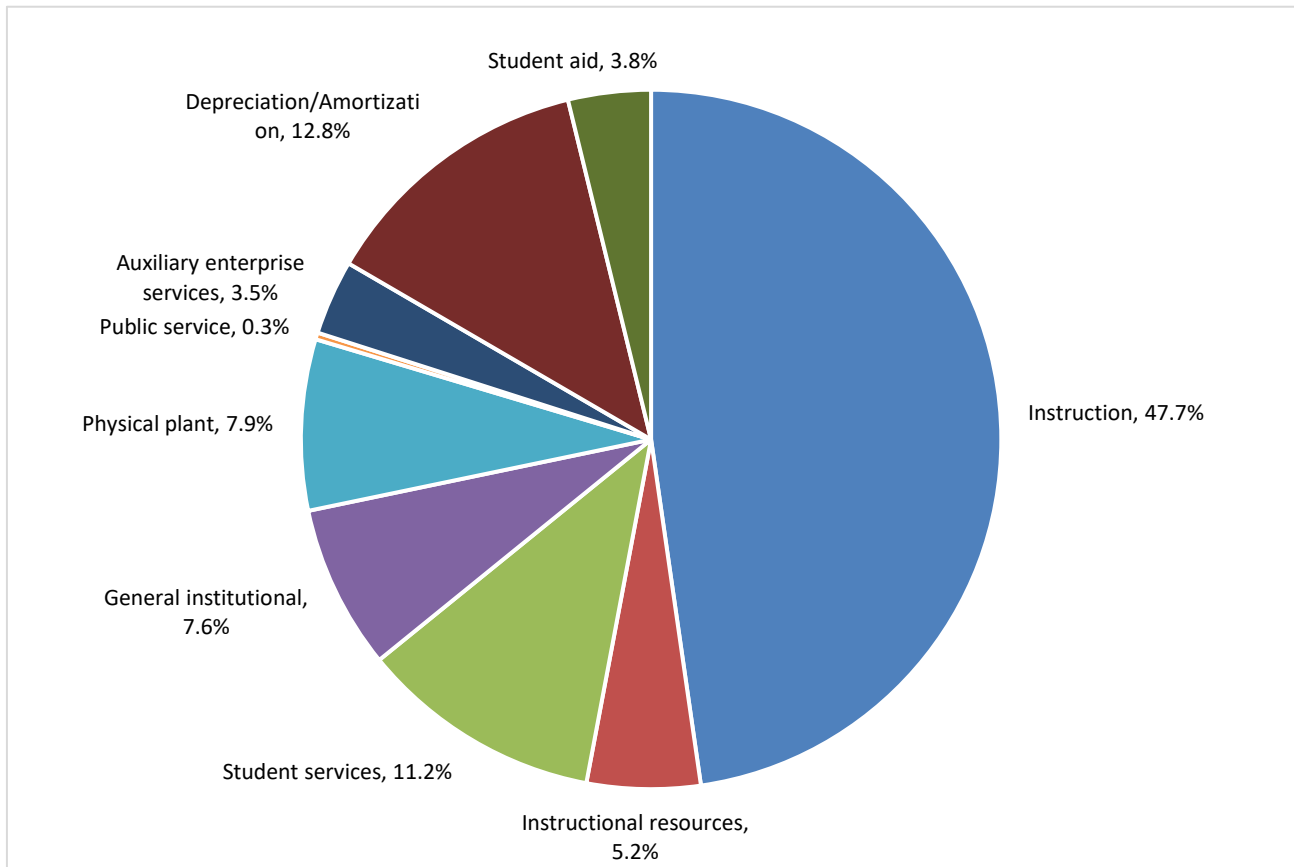
**Comparison of Operating Expenses
For the Years Ended June 30, 2023, 2022 and 2021 (dollars in thousands)**



MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

The following is a graphical illustration of operating expenses by function for the fiscal year ended June 30, 2023.

Operating Expenses



Fiscal Year 2023 Compared to 2022

Operating revenues are the charges for services offered by the District. During 2023, the District generated \$69.8 million of operating revenue, an increase of \$2.3 million or 3.4%.

- Student fees decreased by \$2.3 million or 7.2%.
- Federal grants increased by \$981,000 or 5.7%.
- State grants increased by \$927,000 or 19.3%.
- Contract revenue increased by \$726,000 or 22.5%.
- Auxiliary revenues increased by \$969,000 or 13.1%.
- Miscellaneous revenues increased by \$990,000 or 39.5%.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Operating expenses are costs related to offering the programs of the District. During 2023, total operating expenses were \$250.8 million, an increase of \$13.2 million or 5.5%.

- Instructional expenses increased by \$15.7 million or 15.0%. A variety of classes were offered to accommodate the needs of the students even if they were not filled.
- Instructional resources decreased by \$2.9 million or 28.3%.
- Student services expenditures increased by \$5.7 million or 25.8%.
- General Institutional expenditures increased by \$3.3 million or 20.9%.
- Physical plant expenditures decreased by \$9.4 million or 32.2%. There were a number of large projects completed during the prior year.
- Public service expenditures decreased by \$259,000 or 24.7% from the prior year.
- Auxiliary enterprise services expenditures increased by \$4.0 million or 84.5%.
- Depreciation and amortization increased by \$2.9 million or 9.8%. This is mainly due to the completion a number of projects and have been placed in-service during the year.
- Student aid decreased by \$11.6 million or 54.8%. There were a number of student grants offered to students during fiscal year 2022 due to the pandemic.

Non-operating revenue are items not directly related to providing instruction. During 2023, the District generated \$175.6 million of non-operating revenue, an decrease of \$11.1 million or 6.0%.

- Property taxes increased by \$3.2 million or 4.0%.
- State appropriations increased by \$2.2 million or 2.8%.
- Investment income increased by \$1.2 million or 127.2%. Interest rates increased through the year.
- Gifts, grants and bequests increased by \$532,000 or 33.3%.
- The real significant decrease is due to receiving the Federal Covid-19 Grants in prior year to help offset some of the unplanned expenditures of moving to a distance learning and working environment. These grants decreased by \$18.3 million or 74.0% over last fiscal year.

Non-operating expenses are items not directly related to providing instruction. During 2023, total non-operating expenses for the District were \$3.6 million, a increase of \$349,000 or 10.7%.

- The District realized some gains on the disposal of capital assets resulting in a decrease of expense by \$66,000 or 1289.2% compared to last year.
- Interest expense increased by \$414,000 or 12.7%.

Fiscal Year 2022 Compared to 2021

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

- Student fees decreased by \$730,000 or 2.2%.
- Federal grants decreased by \$183,000 or 1.1%.
- State grants increased by \$605,000 or 14.4%.
- Contract revenue increased by \$916,000 or 39.6%.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

- Auxiliary revenues increased by \$2.3 million or 44.1%. Due to the pandemic, both auxiliary operations and contract revenues decreased dramatically. The District is seeing an increase as students feel more secure in returning to in-person classes and activities.
- Miscellaneous revenues decreased by \$1.4 or 35.3%.

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

- Instructional expenses increased by \$8.7 million or 9.1%. A variety of classes were offered to accommodate the needs of the students even if they were not filled.
- Instructional resources decreased by \$2.7 million or 21.0%.
- Student services expenditures increased by \$2.7 million or 13.7%. There has been a higher than usual turnover rate in this area in the past year.
- General Institutional expenditures increased by \$1.9 million or 14.1%.
- Physical plant expenditures increased by \$9.1 million or 45.6%. There were a number of large projects completed during the year.
- Public service expenditures increased by \$698,000 or 198.0% from the prior year.
- Auxiliary enterprise services expenditures increased by \$290,000 or 6.6%.
- Depreciation increased by \$1.6 million or 5.7%. This is mainly due to the completion a number of projects and have been placed in-service during the year.
- Student aid increased by \$9.7 million or 85.0%. There were a number of student grants offered to students during fiscal year 2022 due to the pandemic.

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

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Contacting the District's Financial Management

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

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF NET POSITION
As of June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 41,509,748	\$ 42,669,158
Restricted cash and cash equivalents	5,552,528	-
Restricted investments	13,037,321	19,138,760
Accounts receivable	4,643,650	2,658,201
Property taxes receivable	19,560,245	19,013,187
Federal and state aid receivable	3,843,643	5,089,435
Student fee receivable, less allowance of \$3,000,000 for 2023 and \$2,455,000 for 2022	6,702,519	5,367,337
Inventories	486,364	479,542
Prepaid items	<u>2,323,546</u>	<u>683,701</u>
Total current assets	<u>97,659,564</u>	<u>95,099,321</u>
Non-current Assets		
Lease receivable	51,423,222	50,827,153
Net pension asset	-	49,126,068
Land	7,019,891	7,019,891
Construction in progress	30,919,878	28,243,893
Other capital assets	565,877,605	539,732,236
Less accumulated depreciation and amortization	<u>(281,884,800)</u>	<u>(251,348,575)</u>
Total non-current assets	<u>373,355,796</u>	<u>423,600,666</u>
TOTAL ASSETS	<u>471,015,360</u>	<u>518,699,987</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources related to pensions	112,861,385	91,675,409
Deferred outflows of resources related to OPEB	7,318,687	10,248,947
Deferred outflows of resources related to refunding	<u>3,057,975</u>	<u>3,454,324</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>123,238,047</u>	<u>105,378,680</u>
LIABILITIES		
Current Liabilities		
Accounts payable	9,013,660	8,388,691
Accrued payroll and other accrued liabilities	8,391,941	9,765,280
Accrued interest	1,685,430	1,493,148
Unearned program and material fees	2,899,273	2,554,280
Current portion of lease liability	571,030	878,635
Current portion of subscription liability	677,572	1,099,173
Current portion of compensated absences	6,052,186	6,397,575
Current portion of OPEB - Health Plan	700,963	917,930
Current portion of long-term obligations	<u>26,995,000</u>	<u>24,730,000</u>
Total current liabilities	<u>56,987,055</u>	<u>56,224,712</u>
Long-term Liabilities		
Compensated absences	3,616,292	4,168,820
General obligation debt	156,551,039	155,766,364
Lease liability	2,112,935	2,485,867
Subscription liability	1,237,821	1,915,393
Net pension liability	31,160,798	-
Net OPEB liability	<u>17,030,972</u>	<u>27,705,429</u>
Total long-term liabilities	<u>211,709,857</u>	<u>192,041,873</u>
TOTAL LIABILITIES	<u>268,696,912</u>	<u>248,266,585</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources related to pensions	65,338,450	115,852,044
Deferred inflows of resources related to OPEB	12,438,653	3,793,268
Deferred inflows of resources related to leases	<u>49,082,882</u>	<u>48,534,327</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>126,859,985</u>	<u>168,179,639</u>
NET POSITION		
Net investment in capital assets	147,250,905	146,332,643
Restricted for debt service	3,634,085	1,515,679
Restricted for net pension asset	-	49,126,068
Restricted for student organizations	1,479,157	2,244,636
Unrestricted	<u>46,332,363</u>	<u>8,413,417</u>
TOTAL NET POSITION	<u>\$ 198,696,510</u>	<u>\$ 207,632,443</u>

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Operating revenues		
Student program fees, net of scholarship allowances of \$4,921,617 and \$2,203,743 for 2023 and 2022, respectively	\$ 26,409,433	\$ 28,445,959
Student material fees, net of scholarship allowances of \$161,456 and \$83,018 for 2023 and 2022, respectively	889,017	754,997
Other student fees, net of scholarship allowances of \$484,367 and \$236,475 for 2023 and 2022, respectively	2,718,555	3,138,876
Federal grants	18,089,385	17,108,233
State grants	5,728,801	4,801,593
Business and industry contract revenue	3,785,661	3,064,065
School district contract revenue	168,331	164,191
Auxiliary enterprise revenues	8,391,848	7,423,040
Cost reimbursements	118,985	85,141
Miscellaneous	3,497,061	2,507,478
Total operating revenues	<u>69,797,077</u>	<u>67,493,573</u>
Operating expenses		
Instruction	119,663,107	104,011,632
Instructional resources	13,149,092	10,249,649
Student services	28,018,251	22,276,456
General institutional	19,041,995	15,751,089
Physical plant	19,801,154	28,151,848
Public service	791,262	1,050,155
Auxiliary enterprise services	8,675,693	4,702,051
Depreciation and amortization	32,047,882	30,227,386
Student aid	9,573,073	21,182,694
Total operating expenses	<u>250,761,509</u>	<u>237,602,960</u>
Operating loss	<u>(180,964,432)</u>	<u>(170,109,387)</u>
Non-operating revenues (expenses)		
Property taxes	83,811,117	80,599,875
State appropriations	81,174,064	78,944,724
Federal COVID-19 Grants	6,410,868	24,689,272
Gifts, grants and bequests	2,125,384	1,593,854
Gain (loss) on disposal of capital assets	70,948	5,107
Investment income earned	2,104,010	926,076
Interest expense	(3,667,892)	(3,253,394)
Total non-operating revenues	<u>172,028,499</u>	<u>183,505,514</u>
CHANGE IN NET POSITION	(8,935,933)	13,396,127
Net position - beginning of the year	<u>207,632,443</u>	<u>194,236,316</u>
Net position - end of the year	<u>\$ 198,696,510</u>	<u>\$ 207,632,443</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Tuition and fees received	\$ 27,041,367	\$ 32,193,389
Federal and state grants received	25,063,978	20,499,912
Business, industry and school district contract revenues received	3,953,992	3,228,256
Payments to employees including related benefits	(148,707,606)	(159,463,856)
Payments to suppliers	(61,732,384)	(57,317,523)
Auxiliary enterprise revenues received	8,391,848	7,423,040
Other receipts	<u>3,616,046</u>	<u>2,592,619</u>
Net cash used in operating activities	<u>(142,372,759)</u>	<u>(150,844,163)</u>
Cash flows from noncapital financing activities		
Local property taxes received	83,264,059	81,295,726
State appropriations received	81,174,064	78,944,724
Federal COVID-19 grants received	6,410,868	24,689,272
Gifts, grants and bequests	<u>2,125,384</u>	<u>1,593,854</u>
Net cash provided by noncapital financing activities	<u>172,974,375</u>	<u>186,523,576</u>
Cash flows from capital and related financing activities		
Purchases of capital assets	(32,348,413)	(45,392,001)
Proceeds on disposal of capital assets	70,947	32,536
Lease payments	(960,208)	(978,170)
Subscription payments	(1,099,173)	(1,099,173)
Premium on issuance of capital debt	1,634,770	1,251,575
Proceeds from issuance of capital debt	35,000,000	35,000,000
Principal paid on capital debt	(31,605,000)	(30,455,000)
Interest paid on capital debt	<u>(5,059,356)</u>	<u>(5,009,358)</u>
Net cash used in capital and related financing activities	<u>(34,366,433)</u>	<u>(46,649,591)</u>
Cash flows from investing activities		
Investment income (loss)	2,056,496	(225,932)
Purchase of investments	(977,516)	(7,511,655)
Proceeds on sale of investments	<u>7,078,955</u>	<u>848,802</u>
Net cash provided by (used in) investing activities	<u>8,157,935</u>	<u>(6,888,785)</u>
Net increase (decrease) in cash and cash equivalents	4,393,118	(17,858,963)
Cash and cash equivalents at beginning of year	<u>42,669,158</u>	<u>60,528,121</u>
Cash and cash equivalents at end of year	<u>\$ 47,062,276</u>	<u>\$ 42,669,158</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF CASH FLOWS - CONTINUED
For the Years Ended June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
Reconciliation of operating loss to net cash used in operating activities		
Operating loss	\$ (180,964,432)	\$ (170,109,387)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation and amortization	32,047,882	30,287,821
Changes in assets and liabilities:		
Accounts receivable	(1,985,449)	(278,059)
Federal and state aid receivable	1,245,792	(1,409,914)
Student fee receivable	(1,335,182)	10,790,614
Inventories	(6,822)	71,290
Prepaid items	(1,639,845)	23,784
Accounts payable	2,920,043	(229,369)
Accrued payroll	(1,373,339)	(878,177)
Unearned program and material fees	344,993	(10,658,998)
Accrued compensated absences	(897,917)	(1,027,450)
Pension benefits	80,286,866	(10,256,013)
Deferred outflows of resources related to pensions	(21,185,976)	(31,370,886)
Deferred inflows of resources related to pensions	(50,513,594)	30,434,296
Other postemployment benefits	(10,891,424)	725,642
Deferred outflows of resources related to OPEB	2,930,260	3,434,243
Deferred inflows of resources related to OPEB	<u>8,645,385</u>	<u>(393,600)</u>
Net cash used in operating activities	<u>\$ (142,372,759)</u>	<u>\$ (150,844,163)</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position		
Unrestricted cash and cash equivalents	\$ 41,509,748	\$ 42,669,158
Restricted cash and cash equivalents	<u>5,552,528</u>	<u>-</u>
	<u>\$ 47,062,276</u>	<u>\$ 42,669,158</u>
Supplemental disclosure of non-cash investing and financing activities		
Bond issuance costs paid by underwriter	\$ 445,373	\$ 594,463
Construction in progress reported in accounts payable	\$ 2,965,192	\$ 5,260,266
Lease and subscription agreements entered	\$ 279,671	\$ 4,780,498

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF FIDUCIARY NET POSITION
As of June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
	<u>Custodial Fund</u>	<u>Custodial Funds</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 350,481	\$ 311,957
Accounts receivable	6,125	24,500
Prepaid items	1,167	-
Total current assets	<u>357,773</u>	<u>336,457</u>
TOTAL ASSETS	<u>357,773</u>	<u>336,457</u>
 LIABILITIES		
Current Liabilities		
Accounts payable	54,753	23,205
Accrued payroll and other accrued liabilities	4,952	3,751
Total current liabilities	<u>59,705</u>	<u>26,956</u>
TOTAL LIABILITIES	<u>59,705</u>	<u>26,956</u>
 NET POSITION		
Restricted for benefit of others	<u>298,068</u>	<u>309,501</u>
TOTAL NET POSITION	<u>\$ 298,068</u>	<u>\$ 309,501</u>

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ADDITIONS		
Contributions		
Marketing Consortium	\$ 553,656	\$ 538,779
CTSO - Student Organizations	<u>-</u>	<u>5,623</u>
Total Contributions	553,656	544,402
Investment Income	<u>20,327</u>	<u>11</u>
Total Additions	<u>573,983</u>	<u>544,413</u>
DEDUCTIONS		
Wages/Benefits	236,380	182,098
Marketing	330,199	282,201
Travel	12,924	6,159
Transfer to new agent	-	236,640
Other	<u>5,913</u>	<u>14,051</u>
Total Deductions	<u>585,416</u>	<u>721,149</u>
CHANGE IN NET POSITION	(11,433)	(176,736)
Net position - beginning of the year	<u>309,501</u>	<u>486,237</u>
Net position - end of the year	<u>\$ 298,068</u>	<u>\$ 309,501</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT OPERATING AND ACCOUNTING POLICIES

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

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

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

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

Reporting Entity

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Basis of Accounting and Financial Statement Presentation

For financial reporting purposes, the District is considered a special-purpose government engaged only in business-type activities. Accordingly, the financial statements of the District have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the years for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All significant intra-district transactions have been eliminated.

Fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. The District has custodial funds held for the state-wide Marketing Consortium Group in fiscal year 2023 and 2022.

Use of Estimates

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

Cash and Cash Equivalents

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

Investments

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

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

The WISC Multi-class Series currently meet all the necessary criteria to elect to measure all the investments in the Series at amortized cost. WISC Limited Term Duration (LTD) and Extended Term duration (ETD) series measures its investments at fair value. The WISC investment pools are exempt from the GASB 72 fair value hierarchy disclosures. At June 30, 2023 and 2022, the fair value of the District’s share of WISC’s assets was substantially equal to the amount reported in these statements.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF) and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day’s notice. At June 30, 2023 and 2022, the fair value of the District’s share of the LGIP’s assets was substantially equal to the amount as reported in these statements.

Prepays

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

Inventories

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

Capital Assets

Capital assets are valued at historical cost, less accumulated depreciation. Donated capital assets, donated works of art and similar items are valued at their estimated acquisition value. The cost of maintenance and repairs are charged to operations as incurred. Equipment assets having a cost of \$5,000 or more per unit or set and building or remodeling projects of \$15,000 or more are capitalized. Depreciation on buildings and equipment is provided in amounts sufficient to relate the cost of the depreciable assets to operations on the straight-line basis over the estimated useful life of the asset, which range from three to ten years for equipment and fifteen to fifty years for buildings and remodeling.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Subscription-Based Information Technology Arrangements (SBITA) assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying information technology asset.

Property Taxes and Taxes Receivable

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

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

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

Levy date	October 31, or within 10 days of receipt of equalized valuation, whichever is later
Payments:	
Taxes paid on or before December 31	Due to District by January 15
Taxes paid between January 1 and January 31	Due to District by February 20
Second installment due by July 31	Remaining balance due to District by August 20

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Accumulated Unpaid Vacation, Sick Leave and Other Employee Benefit Amounts

The District recognizes its total levy as revenue in the fiscal year for which taxes are levied. The 2023 and 2022 tax levies were as follows:

	Fiscal Year Ending June 30, 2023	Fiscal Year Ending June 30, 2022
Mill rate for operations	0.39201	0.44988
Operational levy	\$ 44,967,959	\$ 44,623,903
Mill rate for debt service	0.32951	0.35687
Debt Service levy	\$ 37,798,692	\$ 35,397,904
Total mill rate	0.72152	0.80675
Total tax levy	\$ 82,766,651	\$ 80,021,807

Vacation

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

Pension

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions,
- Pension Expense (Revenue)

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' Fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Sick Leave

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

Effective July 1, 2015, new full-time employees are not eligible for the sick leave payout upon retirement. New employees can accumulate up to 150 sick days, but the days are considered "non-vested" sick days. Current full-time employees employed by the District as of June 30, 2015, are still eligible for the vested sick leave payout upon retirement as described. However, the employee's sick leave balance as of June 30, 2015, ("vested" sick days) will not increase. In addition, the employee's pay rate as of June 30, 2015, will be used to calculate the vested sick leave payout upon retirement and benefits are paid at 75%.

Special Pay Deferral Plan

In December 2002, the District established the Special Pay Deferral Plan (the "Plan"), a tax qualified governmental retirement plan under sections 401(a) and 414(d) of the Internal Revenue Code of 1986 (the "Code"), as amended, to which it contributes all or a portion of an employee's accumulated vested sick leave payout upon retirement and benefits are paid at 75%. The Plan also includes a tax-sheltered custodial account plan under section 403(b) of the Code, to which it contributes the excess, if any, of the employee's accumulated vested sick leave over the maximum amount that could be contributed to the tax qualified governmental retirement plan described in the preceding sentence.

Health Reimbursement Arrangement

In July 2003, the District established the Health Reimbursement Arrangement (HRA), a tax qualified governmental retirement plan under sections 401(a) and 414(d) of the Internal Revenue Code of 1986 (the "Code"), as amended, to which it contributes all or a portion of an employee's accumulated vested sick leave payout upon retirement and benefits are paid at 75%. The HRA enables participants and their dependents to be reimbursed tax-free for eligible medical and dental expenses and health insurance premiums. Payments to the HRA may be combined with payments to the Special Pay Deferral Plan.

Other Post-Employment Benefits (OPEB) Retiree Health Insurance

The District also provides post-retirement health care benefits to full time faculty and staff.

Faculty and staff who had been employed by the District for 20 or more years and who had attained the age of 57 at the time of retirement, or had been employed by the District for 15 or more years and who had attained the age of 60 at the time of retirement, received a single health insurance plan premium (Dean, GHC or Quartz) to be paid for until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier. Starting 1/1/2022, for any new retirees, the District will pay \$15,000 annually to an HRA retiree until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier. Starting 1/1/2023, for any new retirees, the District will pay \$15,840 per year (amount reviewed annually) to an HRA for the retiree until the retiree reaches age 65 or qualifies for Medicare, whichever is earlier. The employee will be able to use that money for any healthcare plan of their choosing.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Other Post-Employment Benefits (OPEB) Retiree Life Insurance

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring following:

- Net OPEB liability,
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Other Post-Employment Benefits, and
- OPEB Expense (Revenue)

Information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIFs fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Tuition and Fees

Tuition and fees are recorded as revenue in the period in which the related activity or instruction takes place. Revenues for the summer semester are prorated on the basis of calendar days occurring before and after June 30. The District's student fee receivable is stated at amounts due from students, net of an allowance for doubtful accounts. Amounts outstanding longer than the agreed upon payment terms are considered past due. The District determines its allowance for doubtful accounts by considering several factors including length of time amounts are past due, and the District's previous loss history. The District writes off receivables when they become uncollectible, and payments subsequently collected on such receivables are credited to the allowance for doubtful accounts.

State and Federal Revenues

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

Federal Financial Assistance Programs

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Scholarship Allowances and Student Aid

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

Classification of Revenue and Expense

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

Operating revenues/expenses: Operating revenues and expenses include activities that have the characteristics of exchange transactions to provide goods or services related to the District's principle ongoing operations. Operating revenues include 1) student tuition and fees, net of scholarship allowances, 2) sales and services provided by auxiliary enterprises, and 3) most federal, state, and local grants and contracts that are essentially the same as contracts for services that finance programs of the District. Operating expenses include the cost of providing educational services, student aid, administrative expenses and depreciation of capital assets.

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

Net Position

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

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

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

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

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

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

GASB Implementations

The District feels it is important to note that it has adopted the following statements for fiscal year 2023:

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. In May 2020, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 96. This standard defines a subscription-based information technology arrangement (SBITA); establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA.

The entity adopted the requirements of the guidance effective July 1, 2021 and has applied the provisions of this standard to the beginning of the earliest comparative period presented. See Note 9 for further information regarding this implementation.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements. The District has evaluated this statement and has determined it has no impact on the financial statements for fiscal years ending 2023 or 2022.

GASB Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The District has evaluated this statement and has determined it has no impact on the financial statements for fiscal years ending 2023 or 2022 except for those that involved the classifications and accounting for leases and SBITAs.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents		
Petty cash funds	\$ 15,779	\$ 17,449
Cash in bank	4,250,527	2,834,883
Wisconsin Local Government Investment Pool (LGIP)	789,412	433,182
Wisconsin Investment Series Cooperative - Cash Management Series	<u>42,357,039</u>	<u>39,695,601</u>
Cash and cash equivalents sub-total	47,412,757	42,981,115
Investments		
Limited Term Duration Investment	9,290,238	12,031,189
Extended Term Duration Investment	2,779,200	2,789,400
US Treasury Notes	-	3,499,772
Certificates of Deposit	967,883	497,028
Municipal Bonds	<u>-</u>	<u>321,371</u>
Investment sub-total	<u>13,037,321</u>	<u>19,138,760</u>
Total cash, cash equivalents and investments	<u>\$ 60,450,078</u>	<u>\$ 62,119,875</u>

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

	<u>2023</u>	<u>2022</u>
Current assets		
Unrestricted cash and cash equivalents	\$ 41,509,748	\$ 42,669,158
Restricted cash and cash equivalents	5,552,528	-
Restricted investments	13,037,321	19,138,760
Fiduciary Funds	<u>350,481</u>	<u>311,957</u>
Total cash, cash equivalents and investments	<u>\$ 60,450,078</u>	<u>\$ 62,119,875</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Custodial Credit Risk – Deposits. Custodial risk is the risk that, in the event of a financial institution failure, the District’s deposits may not be returned to the District. The District does not have a policy regarding custodial credit risk for deposits. As of June 30, 2023 and 2022, the District had cash bank balances of \$4.3 and \$2.8 million, respectively, which were covered by depository insurance or secured through third party collateral agreements. As a result, the District did not hold any deposits that were exposed to custodial credit risk.

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

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

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

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

Custodial Credit Risk – Cash Equivalents and Investments. Is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have a policy regarding custodial credit risk for cash equivalents. Wisconsin Investment Series Cooperative instruments are held by the District's agent in the District's name. It is the District's policy to secure all investment securities through third party custody and safekeeping procedures. CD's are covered by depository insurance up to \$250,000 per issuing bank. As of June 30, 2023 and 2022, the District had no custodial credit risk on its investments.

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

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

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

As of June 30, 2023, the District had no investments subject to recurring fair value measurements.

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

US Treasury Notes of \$3,499,772 are valued under Level 2 inputs.

Municipal bonds of \$321,371 are valued using a matrix pricing model under Level 2 inputs.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

	<u>2023</u>	<u>2022</u>
Restricted for:		
Debt service	\$ 5,319,515	\$ 3,008,827
Capital projects	13,270,334	16,129,933
Total restricted	18,589,849	19,138,760
 Unrestricted	 41,509,748	 42,669,158
 Fiduciary funds	 350,481	 311,957
 Total cash and cash equivalents and investments	 \$ 60,450,078	 \$ 62,119,875

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 3 - CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2023:

	2023			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated/amortized				
Land	\$ 7,019,891	\$ -	\$ -	\$ 7,019,891
Construction in progress	28,243,893	12,123,505	9,447,520	30,919,878
Total capital assets, not being depreciated	<u>35,263,784</u>	<u>12,123,505</u>	<u>9,447,520</u>	<u>37,939,769</u>
Capital assets, being depreciated/amortized				
Land improvements	14,386,131	55,829	-	14,441,960
Building and improvements	321,764,457	6,675,896	-	328,440,353
Equipment	192,970,058	20,141,449	183,051	212,928,456
Right to Use Assets - Leases	5,385,871	268,339	1,125,235	4,528,975
Right to Use Assets - Subscriptions	5,225,719	312,142	-	5,537,861
Total capital assets, being depreciated/amortized	<u>539,732,236</u>	<u>27,453,655</u>	<u>1,308,286</u>	<u>565,877,605</u>
Less accumulated depreciation/amortization for				
Land improvements	4,783,341	606,791	-	5,390,132
Building and improvements	110,284,611	8,378,280	-	118,662,891
Equipment	131,882,816	20,386,259	183,050	152,086,025
Right to Use Assets - Leases	2,206,458	960,271	1,328,607	1,838,122
Right to Use Assets - Subscriptions	2,191,349	1,716,281	-	3,907,630
Total accumulated depreciation/amortization	<u>251,348,575</u>	<u>32,047,882</u>	<u>1,511,657</u>	<u>281,884,800</u>
Total capital assets, being depreciated/amortized, net	<u>288,383,661</u>	<u>(4,594,227)</u>	<u>(203,371)</u>	<u>283,992,805</u>
Net capital assets	323,647,445	<u>\$ 7,529,278</u>	<u>\$ 9,244,149</u>	321,932,574
Less general obligation debt	(171,190,000)			(174,585,000)
Less lease liability	(3,364,502)			(2,683,965)
Less subscription liability	(3,014,566)			(1,915,393)
Less Premiums on notes & bonds payable	(9,306,364)			(8,961,039)
Plus deferred inflow related to loss on refunding bonds	3,454,324			3,057,975
Plus unexpended debt proceeds included in general obligation debt	<u>6,106,306</u>			<u>10,405,753</u>
Total invested in capital assets, net of related debt	<u>\$ 146,332,643</u>			<u>\$ 147,250,905</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 3 - CAPITAL ASSETS (continued)

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

	2022			Ending Balance
	Beginning Balance	Additions	Deletions	
Capital assets, not being depreciated/amortized				
Land	\$ 7,589,891	\$ -	\$ 570,000	\$ 7,019,891
Construction in progress	20,606,558	19,259,277	11,621,942	28,243,893
Total capital assets, not being depreciated/amortized	<u>28,196,449</u>	<u>19,259,277</u>	<u>12,191,942</u>	<u>35,263,784</u>
Capital assets, being depreciated/amortized				
Land improvements	16,187,728	5,490	1,807,087	14,386,131
Building and improvements	311,804,464	10,490,609	530,616	321,764,457
Equipment	170,401,981	26,810,007	4,241,930	192,970,058
Right to Use Assets - Leases	4,883,682	747,263	245,074	5,385,871
Right to Use Assets - Subscriptions	1,192,483	4,033,236	-	5,225,719
Total capital assets, being depreciated/amortized	<u>504,470,338</u>	<u>42,086,605</u>	<u>6,824,707</u>	<u>539,732,236</u>
Less accumulated depreciation/amortization for				
Land improvements	5,978,147	608,938	1,803,744	4,783,341
Building and improvements	102,501,318	8,313,899	530,606	110,284,611
Equipment	117,476,786	18,623,883	4,217,853	131,882,816
Right to Use Assets - Leases	1,316,883	1,134,649	245,074	2,206,458
Right to Use Assets - Subscriptions	645,332	1,546,017	-	2,191,349
Total accumulated depreciation/amortization	<u>227,918,466</u>	<u>30,227,386</u>	<u>6,797,277</u>	<u>251,348,575</u>
Total capital assets, being depreciated/amortized, net	<u>276,551,872</u>	<u>11,859,219</u>	<u>27,430</u>	<u>288,383,661</u>
Net capital assets	304,748,321	<u>\$ 31,118,496</u>	<u>\$ 12,219,372</u>	323,647,445
Less general obligation debt	(166,645,000)			(171,190,000)
Less lease liability	(3,595,410)			(3,364,502)
Less subscription liability	(547,151)			(3,014,566)
Less Premiums on notes & bonds payable	(10,165,989)			(9,306,364)
Plus loss on refunding bonds	3,850,673			3,454,324
Plus unexpended debt proceeds included in general obligation debt	<u>15,572,657</u>			<u>6,106,306</u>
Total invested in capital assets, net of related debt	<u>\$ 143,218,101</u>			<u>\$ 146,332,643</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES

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

The changes in long-term liabilities are as follows:

	<u>June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2023</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 171,190,000	\$ 35,000,000	\$ 31,605,000	\$ 174,585,000	\$26,995,000
Lease Liability	3,364,502	279,671	960,208	2,683,965	571,030
Subscription Liability	3,014,566	-	1,099,173	1,915,393	677,572
Compensated absences	10,566,395	5,499,658	6,397,575	9,668,478	6,052,186
Other postemployment benefits	28,623,359	-	10,891,424	17,731,935	700,963
Net pension liability	-	31,160,798	-	31,160,798	-
Premium on notes and bonds payable	9,306,364	1,634,770	1,980,095	8,961,039	-
	<u>\$ 226,065,186</u>	<u>\$ 73,574,897</u>	<u>\$ 52,933,475</u>	<u>\$ 246,706,608</u>	<u>\$34,996,751</u>

	<u>June 30, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2022</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 166,645,000	\$ 35,000,000	\$ 30,455,000	\$ 171,190,000	\$24,730,000
Lease Liability	3,595,410	747,262	978,170	3,364,502	878,635
Subscription Liability	527,347	4,033,236	1,546,017	3,014,566	1,099,173
Compensated absences	11,593,845	6,010,900	7,038,350	10,566,395	6,397,575
Other postemployment benefits	27,897,717	725,642	-	28,623,359	917,930
Net pension liability	-	-	-	-	-
Premium on notes and bonds payable	10,165,989	1,251,575	2,111,200	9,306,364	-
	<u>\$ 220,425,308</u>	<u>\$ 47,768,615</u>	<u>\$ 42,128,737</u>	<u>\$ 226,065,186</u>	<u>\$34,023,313</u>

The District reported a net pension asset during the years ended June 30 2021 and 2022.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

The debt obligations of the District at June 30, 2023 and 2022 are as follows:

	<u>Buyer</u>	<u>2023</u>	<u>2022</u>
<p>Series 2012-13A Bond \$13,000,000 general obligation school improvement bonds issued June 27, 2013 with interest at 2.00 to 4.25% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment. Portion of this bond was refinanced with Series 2020 Bonds on October 6, 2020. Remaining debt on this bond matures March 1, 2023.</p>	Piper Jaffray	\$ -	\$ 730,000
<p>Series 2013-14A Note \$9,215,000 general obligation promissory note payable issued September 4, 2013 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	BMO Capital Markets	-	320,000
<p>Series 2013-14B Note \$9,285,000 general obligation promissory note payable issued January 29, 2014 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Piper Jaffray	-	390,000
<p>Series 2013-14C Note \$2,500,000 general obligation promissory note payable issued June 30, 2014 with interest at 1.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.</p>	Hutchinson, Shockey, Erley, & Co.	275,000	540,000
<p>Series 2014-15A Note \$8,000,000 general obligation promissory note payable issued August 26, 2014 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to acquire moveable equipment.</p>	Janney Montgomery Scott LLC	720,000	1,425,000
<p>Series 2014-15B Note \$8,500,000 general obligation promissory note payable issued January 29, 2015 with interest at 1.50 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Janney Montgomery Scott LLC	1,190,000	2,355,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2014-15A Bond

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

<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Piper Jaffray	\$ 6,555,000	\$ 7,095,000

Series 2015-16E Note

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

Fidelity Capital Markets	1,055,000	2,090,000
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Series 2015-16F Note

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

Piper Jaffray	2,090,000	3,100,000
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Series 2016-17E Note

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

Hutchinson, Shockey, Erley, & Co.	3,225,000	4,235,000
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Series 2016-17F Note

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

FTN Financial Capital Markets	3,210,000	4,225,000
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Series 2017-18B Note

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

Robert W. Baird & Co.	700,000	2,800,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2017 Bonds

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

<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Bank of America Merrill Lynch	\$ 43,740,000	\$ 48,085,000

Series 2017-18C Note

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

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

\$5,600,000 general obligation promissory note payable issued November 27, 2018 with interest at 3.00 to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

J.P. Morgan Securities LLC	375,000	2,500,000
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Series 2018-19D Note

\$5,600,000 general obligation promissory note payable issued March 27, 2019 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

UBS Financial Services Inc.	5,600,000	5,600,000
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Series 2018-19E Note

\$5,600,000 general obligation promissory note payable issued May 22, 2019 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	5,600,000	5,600,000
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Series 2019-20C Note

\$4,125,000 general obligation promissory note payable issued November 25, 2019 with interest at 2.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Hutchinson, Shockey, Erley, & Co.	-	1,125,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2019-20D Note	<u>Buyer</u>	<u>2023</u>	<u>2022</u>
<p>\$4,250,000 general obligation promissory note payable issued March 2, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	FHN Financial Capital Markets	\$ 3,250,000	\$ 4,250,000
<p>Series 2019-20E Note</p> <p>\$4,500,000 general obligation promissory note payable issued April 22, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	UMB Bank	4,500,000	4,500,000
<p>Series 2019-20F Note</p> <p>\$4,525,000 general obligation promissory note payable issued June 29, 2020 with interest at 1.625% to 1.75% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	4,525,000	4,525,000
<p>Series 2020 Bonds</p> <p>\$7,965,000 general obligation refunding bonds payable issued October 6, 2020 with interest at 1.30% to 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds used to refund portion of previously issued Series 2012-13A Bonds.</p>	BOK Financial Securities, Inc.	7,965,000	7,965,000
<p>Series 2020-21D Note</p> <p>\$3,500,000 general obligation promissory note payable issued December 15, 2020 with interest at 2.00% to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	-	2,350,000
<p>Series 2020-21E Note</p> <p>\$3,500,000 general obligation promissory note payable issued January 12, 2021 with interest at 1.00% to 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.</p>	Robert W. Baird & Co.	3,000,000	3,500,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2020-21F Note

\$3,500,000 general obligation promissory note payable issued February 9, 2021 with interest at .25% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Huntington Securities, Inc.	\$ 3,500,000	\$ 3,500,000

Series 2020-21G Note

\$3,500,000 general obligation promissory note payable issued March 16, 2021 with interest at 1.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	3,500,000	3,500,000
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Series 2020-21H Note

\$3,500,000 general obligation promissory note payable issued April 13, 2021 with interest at 1.00% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to construct a building addition and acquire moveable equipment.

Piper Sandler & Co.	3,500,000	3,500,000
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Series 2020-21I Note

\$3,500,000 general obligation promissory note payable issued May 11, 2021 with interest at 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

FHN Financial Capital Markets	3,500,000	3,500,000
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Series 2020-21J Note

\$3,500,000 general obligation promissory note payable issued June 15, 2021 with interest at 1.50% to 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2030. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	3,500,000	3,500,000
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Series 2021-22A Note

\$3,500,000 general obligation promissory note payable issued August 10, 2021 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to construct a building addition and acquire moveable equipment.

BNY Mellon Capital Markets LLC	-	1,000,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2021-22B Note

\$3,500,000 general obligation promissory note payable issued September 21, 2021 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Huntington Securities, Inc.	\$ -	\$ 1,000,000

Series 2021-22C Note

\$3,500,000 general obligation promissory note payable issued October 12, 2021 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2023. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Sandler & Co.	-	1,000,000
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Series 2021-22D Note

\$3,500,000 general obligation promissory note payable issued November 9, 2021 with interest at 2.00% to 2.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

BNY Mellon Capital Markets LLC	2,125,000	2,125,000
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Series 2021-22E Note

\$3,500,000 general obligation promissory note payable issued December 14, 2021 with interest at 1.50% to 1.75% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Huntington Securities, Inc.	3,500,000	3,500,000
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Series 2021-22F Note

\$3,500,000 general obligation promissory note payable issued January 11, 2022 with interest at 1.45% to 1.50% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Huntington Securities, Inc.	3,500,000	3,500,000
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Series 2021-22G Note

\$3,500,000 general obligation promissory note payable issued February 8, 2022 with interest at 1.50% to 1.75% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

J.P. Morgan Securities LLC	3,500,000	3,500,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2021-22H Note

\$3,500,000 general obligation promissory note payable issued March 15, 2022 with interest at 2.00% to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Piper Sandler & Co.	\$ 3,500,000	\$ 3,500,000

Series 2021-22I Note

\$3,500,000 general obligation promissory note payable issued May 10, 2022 with interest at 3.00% to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2030. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

The Baker Group LP	3,500,000	3,500,000
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Series 2021-22J Note

\$3,500,000 general obligation promissory note payable issued June 14, 2022 with interest at 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2031. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	3,500,000	3,500,000
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Series 2022-23A Note

\$3,500,000 general obligation promissory note payable issued August 9, 2022 with interest at 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Sandler & Co.	1,500,000	-
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Series 2022-23B Note

\$3,500,000 general obligation promissory note payable issued September 13, 2022 with interest at 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

TD Securities LLC	1,200,000	-
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Series 2022-23C Note

\$3,500,000 general obligation promissory note payable issued October 4, 2022 with interest at 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

FHN Financial Capital Markets	2,425,000	-
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2022-23D Note

\$3,500,000 general obligation promissory note payable issued November 8, 2022 with interest at 6.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

	<u>Buyer</u>	<u>2023</u>	<u>2022</u>
Huntington Securities, Inc.	\$	2,000,000	\$ -

Series 2022-23E Note

\$3,500,000 general obligation promissory note payable issued December 6, 2022 with interest at 4.00% to 5.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

Piper Sandler & Co.		3,500,000	-
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Series 2022-23F Note

\$3,500,000 general obligation promissory note payable issued January 3, 2023 with interest at 3.00% to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects, construct a building addition and acquire moveable equipment.

FHN Financial Capital Markets		3,500,000	-
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Series 2022-23G Note

\$7,000,000 general obligation promissory note payable issued February 7, 2023 with interest at 3.00% to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2030. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Sandler & Co.		7,000,000	-
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Series 2022-23H Note

\$7,000,000 general obligation promissory note payable issued May 2, 2023 with interest at 3.25% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2032. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

StoneX Financial Inc.		<u>7,000,000</u>	<u>-</u>
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Total General Obligation Debt

		<u>\$ 174,585,000</u>	<u>\$ 171,190,000</u>
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 4 - LONG TERM LIABILITIES (continued)

The debt service requirements for the District's bonds and notes are as follows:

Years Ending June 30	Notes/Bonds		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 26,995,000	\$ 5,052,763	\$ 32,047,763
2025	24,020,000	4,270,856	28,290,856
2026	23,790,000	3,590,106	27,380,106
2027	21,940,000	2,871,806	24,811,806
2028	21,005,000	2,228,644	23,233,644
2029-2033 (5 year total)	<u>56,835,000</u>	<u>3,581,054</u>	<u>60,416,054</u>
	<u>\$ 174,585,000</u>	<u>\$ 21,595,229</u>	<u>\$ 196,180,229</u>

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

	Fiscal Year Ending June 30	
	<u>2023</u>	<u>2022</u>
5% Limit	\$ 6,052,397,119	\$ 5,248,892,810
Aggregate Indebtedness	\$ 174,585,000	\$ 171,190,000
Debt Service Funds Available	\$ 3,634,085	\$ 1,515,679
Total Legal Debt Margin	\$ 5,881,446,204	\$ 5,079,218,489

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

	Fiscal Year Ending June 30	
	<u>2023</u>	<u>2022</u>
2% Limit	\$ 2,420,958,848	\$ 2,099,557,124
Aggregate Indebtedness	\$ 174,585,000	\$ 171,190,000
Debt Service Funds Available	\$ 3,634,085	\$ 1,515,679
Total Legal Debt Margin	\$ 2,250,007,932	\$ 1,929,882,803

NOTE 5 – RETIREMENT PLAN

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

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

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

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

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

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

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

The WRS also provides death and disability benefits for employees.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0

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

During the reporting period, the WRS recognized \$6,802,021 in contributions from the employer. All District employees covered by the WRS fall under the General category.

Contribution rates as of June 30, 2023 are:

Employee Category	Employee	Employer
General (including teachers)	6.50%	6.50%

Contribution rates as of June 30, 2022 are:

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

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

At June 30, 2023, the District reported a liability (asset) of \$31,160,798 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2021 rolled forward to December 31, 2022. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension liability (asset) was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

At December 31, 2022, the District's proportion was .5882%, which was a decrease of .0212% from its proportion measured as of December 31, 2021.

For the years ended June 30, 2023 and 2022, the District recognized pension expense/(revenue) of \$15,920,714 and (\$4,303,616), respectively.

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$49,629,496	\$65,202,014
Net differences between projected and actual earnings on pension plan investments	52,934,999	0
Changes in assumptions	6,127,502	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	562,404	136,436
Employer contributions subsequent to the measurement date	3,606,984	0
Total	\$112,861,385	\$65,338,450

The \$3,606,984 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction (an addition) to the net pension liability (asset) in the year ended June 30, 2024.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

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

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

The \$3,082,761 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date was recognized as a reduction (an addition) to the net pension liability (asset) in the year ended June 30, 2023.

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

Year ended June 30:	Net Outflows/(Inflows) of Resources
2024	\$1,884,461
2025	9,111,654
2026	9,392,088
2027	23,527,748
Thereafter	0

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

Actuarial assumptions. For the year ended June 30, 2023, the total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2021
Measurement Date of Net Pension Liability (Asset)	December 31, 2022
Experience Study	January 1, 2018-December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases: Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*	1.7%

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

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total Pension Liability for December 31, 2022 is based upon a roll-forward of the liability calculated from the December 31, 2021 actuarial valuation.

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

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

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

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

For the year ended June 30, 2023:

Asset Allocation Targets and Expected Returns*						
As of December 31, 2022						
Core Fund Asset Class	Asset Allocation %		Long-Term Expected Nominal Rate of Return %		Long-Term Expected Real Rate of Return %**	
Public Equity	48	%	7.6	%	5.0	%
Public Fixed Income	25		5.3		2.7	
Inflation Sensitive	19		3.6		1.1	
Real Estate	8		5.2		2.6	
Private Equity/Debt	15		9.6		6.9	
Total Core Fund***	115	%	7.4		4.8	
Variable Fund Asset Class						
U.S. Equities	70	%	7.2	%	4.6	%
International Equities	30		8.1		5.5	
Total Variable Fund	100	%	7.7	%	5.1	%
*Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations						
**New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%						
***The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%						

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2022:

Asset Allocation Targets and Expected Returns*			
As of December 31, 2021			
<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %**</u>
Global Equities	52	6.8	4.2
Fixed Income	25	4.3	1.8
Inflation Sensitive	19	2.7	0.2
Real Estate	7	5.6	3.0
Private Equity/Debt	12	9.7	7.0
Total Core Fund***	115	6.6	4.0
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.3	3.7
International Equities	30	7.2	4.6
Total Variable Fund	100	6.8	4.2
<i>*Asset Allocation are managed within established ranges; target percentages may differ from actual monthly allocations</i>			
<i>**New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%</i>			
<i>***The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.</i>			

Single Discount rate - A single discount rate of 6.8% was used to measure the Total Pension Liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 4.05% (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, 2022. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 5 – RETIREMENT PLAN (continued)

Sensitivity of the District's proportionate share of the net pension liability (asset) to changes in the discount rate - The following presents the District's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent as well as the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or a 1-percentage-point higher than the current rate:

For the year ended June 30, 2023:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
District's proportionate share of the net pension liability (asset)	\$103,421,672	\$31,160,798	(\$18,548,486)

For the year ended June 30, 2022:

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

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

NOTE 6 - OTHER POSTEMPLOYMENT BENEFITS (Health Insurance)

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

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

Participants retiring at age 57 with at least 20 years of service, or at age 60 with at least 15 years of service, are no longer allowed to remain on the College's health insurance plan effective with retirements on or after July 1, 2021. Such retirees will receive a Health Reimbursement Account (HRA) contribution of \$15,000 (increased to \$15,840 effective January 1, 2023) annually to age 65. Normal ("55 and 5") retirees can remain on the District's policy through June 30, 2022.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

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

	<u>2023</u>	<u>2022</u>
Inactive employees or beneficiaries currently receiving benefit payments	80	105
Inactive employees entitled to but not yet receiving benefit payments	0	0
Active employees	0	1063
Total	80	1168

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB. For the year ended June 30, 2023 the valuation date is June 30, 2022. For the year ended June 30, 2022 the valuation date is June 30, 2021. The measurement date is June 30, 2022, and June 30, 2021, respectively. The measurement is the date as of which the total OPEB liability is determined.

The total OPEB liability for the years ended June 30, 2023 and 2022 of \$2,079,258 and \$3,021,181 respectively, was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions and was then projected forward to the measurement date.

For the year ended June 30, 2023 and 2022, the District recognized OPEB expense/(benefit) of (\$580,552) and \$696,993, respectively for Health Insurance.

At June 30, 2023, the District reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following sources:

Deferred Outflows / Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 428,032	\$ -
Changes of assumptions	-	325,563
Contributions made subsequent to measurement date	700,963	-
Total	1,128,995	325,563

The \$700,963 reported as deferred outflows related to OPEB resulting from employer's contributions subsequent to the measurement date is recognized as a reduction of the OPEB liability in the year ended June 30, 2024.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

The \$917,930 reported as deferred outflows related to OPEB resulting from employer's contributions subsequent to the measurement date is recognized as a reduction of the OPEB liability in the year ended June 30, 2023.

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

Year ending June 30:	Net Deferred Outflows/Inflows of Resources
2024	\$ 69,451
2025	33,018
2026	0

Actuarial assumptions and other inputs. The actuarial assumptions that determined the total OPEB liability as of June 30, 2023 and June 30, 2022 were based on the results of actuarial experience studies dated 2018-2020, adopted for the Wisconsin Retirement System (WRS).

Actuarial Assumptions

Fiscal Year	June 30, 2023	June 30, 2022
Valuation date	June 30, 2022	June 30, 2021
Measurement date	June 30, 2022	June 30, 2021
Discount rate	3.54%	2.16%
20 Year Tax-Exempt Municipal Bond Yield	3.54%	2.16%
Healthcare cost trend	7.10%	5.40%
Salary increases including inflation	WRS: see actuarial assumptions for details	WRS: see actuarial assumptions for details
Mortality	WRS: see actuarial assumptions for details	WRS: see actuarial assumptions for details
Actuarial cost method	Entry Age Normal	Entry Age Normal

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Mortality rates were based on the following criteria:

- Pre-retirement: This assumption applies to death while in service. Rates are based on the 2020 Wisconsin Retirement System (WRS) Experience Table for Active Employees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.
- Post-retirement: This assumption applies to death of participants after retirement. Rates are based on the 2020 WRS Experience Table for Healthy Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.
- Post-Disability: This assumption applies to death after disablement. Rates are based on the 2020 WRS Experience Table for Disabled Retirees as the base table and projected with mortality improvements using 100% of the fully generational MP-2021 projection scale from a base year of 2010.

Changes in Total OPEB Health Liability	Increase (Decrease) Total OPEB Liability FY 2023	Increase (Decrease) Total OPEB Liability FY 2022
Beginning of Year Balances	\$ 3,021,181	\$ 3,821,970
Changes for the year:		
Service cost	14,246	65,402
Interest on total OPEB liability	53,391	72,783
Effect of plan changes	0	0
Effect of economic/demographic gains or losses	19,764	466,342
Effect of assumptions changes or inputs	104,026	(210,714)
Benefit payments	(1,133,350)	(1,194,602)
End of Year Balances	<u>\$ 2,079,258</u>	<u>\$ 3,021,181</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

	2022-23		
	1% Decrease	Discount Rate	1% Increase
	2.54%	3.54%	4.54%
Total OPEB Liability	\$ 2,116,578	\$ 2,079,258	\$ 2,043,399

	2021-22		
	1% Decrease	Discount Rate	1% Increase
	1.16%	2.16%	3.16%
Total OPEB Liability	\$ 3,074,610	\$ 3,021,181	\$ 2,969,466

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

	2022-23		
	1% Decrease	Trend Rate	1% Increase
	6.10%	7.10%	8.10%
Total OPEB Liability	\$ 2,053,794	\$ 2,079,258	\$ 2,105,237

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (Life Insurance)

Plan description. The Local Retiree Life Insurance Fund (LRLIF) is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible members. Contributions to the plan are not based on a measure of pay.

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

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

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

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

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

Contribution rates as of June 30, 2023 and 2022 are:

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2022 are listed below:

Life Insurance Employee Contribution Rates* For the Year Ended December 31, 2022		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57
*Disabled members under age 70 receive a waiver-of-premium benefit.		

During the reporting period, the LRLIF recognized \$82,433 in contributions from the employer.

OPEB Liabilities, OPEB Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEBs. At June 30, 2023, the District reported a liability (asset) of \$15,652,677 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2022, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2022 rolled forward to December 31, 2022. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net OPEB liability (asset) was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2022, the District's proportion was 4.1085%, which was a decrease of .2235% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the District recognized OPEB expense (benefit) of \$1,360,175 related to life insurance and an OPEB expense (benefit) of \$779,623 for all OPEB plans (LRLIF and Health).

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

At June 30, 2022, the District reported a liability (asset) of \$25,602,178 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2021 rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net OPEB liability (asset) was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2021, the District's proportion was 4.332%, which was a decrease of .0451% from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized OPEB expense of \$3,145,328 related to life insurance and an OPEB expense (benefit) of \$2,564,776 for all OPEB plans.

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to LRIF OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$0	\$1,531,871
Net differences between projected and actual earnings on OPEB plan investments	293,712	0
Changes in Assumptions	5,623,666	9,239,372
Changes in proportion and differences between employer contributions and proportionate share of contributions	140,667	1,341,847
Employer contributions subsequent to the measurement date	131,647	0
Total	\$6,189,692	\$12,113,090

\$131,647 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date will be recognized as a reduction (an addition) to the net OPEB liability (asset) in the year ended June 30, 2024.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

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

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

\$118,681 reported as deferred outflows related to OPEB resulting from the LRLIF Employer's contributions subsequent to the measurement date was recognized as a reduction of the net OPEB liability (asset) in the year ended June 30, 2023.

As of June 30, 2023, other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:	Net Deferred Outflows/Inflows of Resources
2024	(\$525,366)
2025	(655,926)
2026	(446,746)
2027	(1,178,061)
2028	(1,696,496)
2029	(1,552,450)
Thereafter	0

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Actuarial Assumptions. The total LRIF OPEB liabilities in the January 1, 2023 and 2022 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year	June 30, 2023	June 30, 2022
Actuarial Valuation date	January 1, 2022	January 1, 2021
Measurement date of Net OPEB Liability	December 31, 2022	December 31, 2021
Experience Study	Jan 1, 2018-Dec 31, 2020 Published Nov 19, 2021	Jan 1, 2018-Dec 31, 2020 Published Nov 19, 2021
Actuarial cost method	Entry Age Normal	Entry Age Normal
20 year tax-exempt municipal bond yield*	3.72%	2.06%
Long-term expected rate of return	4.25%	4.25%
Discount rate	3.76%	2.17%
Salary increases:		
Wage Inflation	3.00%	3.00%
Seniority/Merit	0.1% - 5.6%	0.1% - 5.6%
Mortality	2020 WRS Experience Mortality Table	2020 WRS Experience Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total LRIF OPEB liability for December 31, 2022 is based upon a roll-forward of the liability calculated from the January 1, 2022 actuarial valuation.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The total OPEB liability for December 31, 2021 is based upon a roll-forward of the liability calculated from the January 1, 2021.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2022			
<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Intermediate Credit Bonds	Bloomberg US Intern Credit	50.00%	2.45%
US Mortgages	Bloomberg US MBS	50.00%	2.83%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

The long-term expected rate of return and expected inflation rate remained unchanged from the prior year at 4.25%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The expected inflation rate remained unchanged from the prior year at 2.30%.

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

Single Discount Rate. A single discount rate of 3.76% was used to measure the Total LRIF OPEB Liability for the current year, as opposed to a discount rate of 2.17% for the prior year. The significant change in the discount rate was primarily caused by the increase in the municipal bond rate from 2.06% as of December 31, 2021 to 3.72% as of December 31, 2022. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payments to the extent that the plan's fiduciary net position is projected to be insufficient.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

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

The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

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

Sensitivity of the District's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate. The following presents the District's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.76 percent, as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.76 percent) or 1-percentage-point higher (4.76 percent) than the current rate:

	2022-23		
	1% Decrease to Discount Rate 2.76%	Current Discount Rate 3.76%	1% Increase to Discount Rate 4.76%
District's proportionate share of the Net OPEB Liability (Asset)	\$21,340,770	\$15,652,677	\$11,293,417

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

NOTE 8 – LEASES

Lease Liability: Right-to-Use Asset Agreements

The District leases equipment, land as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2033 and provide for renewal options ranging from three months to six years, with interest rate ranging from 2-5%. The District has certain facility leases that provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 8 – LEASES (continued)

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

		Fiscal Year 2023		
Lease Liability		\$ 2,683,965		
		Principle	Interest	Total
	2024	\$ 571,030	\$ 24,384	\$ 595,414
	2025	320,462	21,712	342,174
	2026	192,019	19,401	211,420
	2027	166,914	17,351	184,265
	2028	151,503	15,444	166,947
	2029-2033	1,282,037	51,571	1,333,608
Total minimum lease payments		<u>\$2,683,965</u>	<u>\$ 149,863</u>	<u>\$2,833,828</u>

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

	<u>2023</u>	<u>2022</u>
Land	\$ 1,778,897	\$ 2,285,375
Buildings/Space	1,220,277	1,366,405
Equipment	1,529,801	1,734,091
Less: Accumulated Amortization	(1,838,122)	(2,206,458)
	<u>\$ 2,690,853</u>	<u>\$ 3,179,413</u>

Leases on District-Owned/Leased Space

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

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

During the year ended June 30, 2023, the District recognized \$611,712 and \$1,005,702 in lease revenue and interest revenue, respectively, compared to \$607,600 and \$992,773 in lease revenue and interest revenue, respectively, during the year ended June 30, 2022.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 8 – LEASES (continued)

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

	Lease Revenue	Interest	Total
2024	\$ 591,652	\$ 1,015,276	\$ 1,606,928
2025	559,496	1,025,349	1,584,845
2026	539,932	1,035,668	1,575,600
2027	520,789	1,046,351	1,567,140
2028	520,789	1,053,272	1,574,061
2029-2033	2,603,945	5,358,167	7,962,112
2034-2038	2,603,945	5,492,813	8,096,758
2039-2043	2,603,945	5,619,055	8,223,001
2044-2048	2,603,945	5,735,731	8,339,676
2049-2053	2,603,945	5,840,687	8,444,632
2054-2058	2,603,945	5,931,488	8,535,433
2059-2063	2,603,945	6,005,384	8,609,330
2064-2068	2,603,945	6,059,274	8,663,219
2069-2073	2,603,945	6,086,066	8,690,012
2074-2078	2,603,945	6,059,529	8,663,475
2079-2083	2,603,945	5,943,590	8,547,535
2084-2088	2,603,945	5,717,567	8,321,512
2089-2093	2,603,945	5,357,132	7,961,078
2094-2098	2,603,945	4,833,736	7,437,681
2099-2103	2,603,945	4,113,944	6,717,889
2104-2108	2,603,945	3,158,679	5,762,625
2109-2113	2,603,945	1,922,350	4,526,296
2114-2118	2,083,152	425,061	2,508,213
Total	\$ 49,082,882	\$ 94,836,167	\$ 143,919,050

NOTE 9 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The District has entered into subscription-based information technology arrangements (SBITAs) for various educational and security software. The SBITAs expire at various dates through 2027 and provide for renewal options, with interest rate ranging from 2-5%. However, most are only two to three years in term due to the evolving technology applications.

As of June 30, 2023, SBITA assets and the related accumulated amortization totaled \$5,537,861 and \$3,907,630, respectively. As of June 30, 2022, SBITA assets and the related accumulated amortization totaled \$5,225,719 and \$2,191,349, respectively.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 9 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (continued)

The future subscription payments under SBITA agreements are as follows:

		Fiscal Year 2023		
SBITA Liability		\$ 1,915,393		
	Principle	Interest	Total	
2024	\$ 677,573	\$ 26,829	\$ 704,402	
2025	596,747	13,812	610,559	
2026	609,887	670	610,557	
2027	31,186	-	31,186	
2028	-	-	-	
Total minimum payments		\$ 1,915,393	\$ 41,311	\$ 1,956,704

There were no SBITA agreements that required variable payments based on future performance of the District, usage of underlying IT assets, or number of user seats and are not included in the measurement of the SBITA liability. If there were, the variable payments would be recognized as outflows of resources in the periods in which the obligation for those payments is incurred. During the years ended June 30, 2023 and 2022, the District did not make variable payments as required by SBITAs.

In addition, there were no termination penalties, no commitments under SBITAs prior to the commencement of the SBITA term and no impairment related losses on SBITA assets.

NOTE 10 - RISK MANAGEMENT

Districts Mutual Insurance Company (DMI)

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 10 - RISK MANAGEMENT (continued)

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

For the year ended June 30, 2023 and 2022, the District paid DMI insurance premiums of \$1,066,899 and \$978,758 respectively. The worker compensation premiums are audited annually in October for the previous fiscal year.

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

Supplemental Insurance

In July 1997, the WTCS technical colleges formed the WTCS Insurance Trust to jointly purchase commercial insurance to provide coverage for losses from theft of, damages to, or destruction of assets.

The trust is organized under Wisconsin Statutes 66.0301 and is governed by a board of trustees consisting of one trustee from each member college. Member entities include all sixteen Wisconsin Technical College System districts.

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

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

Foreign Liability: \$5,000,000 aggregate general; \$1,000,000 auto per accident; \$1,000,000 employee benefits; includes benefit for accidental death and dismemberment, repatriation, and medical expenses; \$1,000 deductible for employee benefits.

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

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

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 10 - RISK MANAGEMENT (continued)

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

NOTE 11 – SELF-INSURANCE

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

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

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

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

<u>Fiscal</u> <u>Year</u>	<u>Beginning</u> <u>Balance</u>	<u>Plus:</u> <u>Claims</u>	<u>Less:</u> <u>Payments</u>	<u>Ending</u> <u>Balance</u>
2023	\$ 81,000	\$ 1,623,380	\$ 1,624,280	\$ 80,100
2022	\$ 77,700	\$ 1,584,097	\$ 1,580,797	\$ 81,000

NOTE 12 - CONTINGENCIES

The District receives regular program aids from the Wisconsin Technical College System Board based on aidable expenditures. This amount is subject to adjustment based on a state audit of the full-time equivalent students and cost allocation reports of the District and other districts of the state. The state audit for the year ended June 30, 2023 has not been completed. It is the belief of management of the District that audit adjustments, if any, will not materially affect the District's financial position.

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 13 - EXPENSES CLASSIFICATION

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

	<u>2023</u>	<u>2022</u>
Salaries and wages	\$ 110,937,740	\$ 106,163,173
Fringe benefits	43,821,024	26,552,299
Travel, memberships and subscriptions	3,441,582	2,779,549
Supplies	16,090,282	18,939,372
Postage	158,899	254,940
Contract services	29,978,507	28,110,993
Rentals	84,212	581,673
Credit/Collection Expenses	1,313,942	(156,066)
Insurance	1,119,771	1,002,288
Utilities	2,194,595	1,964,659
Depreciation and amortization	32,047,882	30,227,386
Student aid	<u>9,573,073</u>	<u>21,182,694</u>
 Total Operating Expenses	 <u>\$ 250,761,509</u>	 <u>\$ 237,602,960</u>

NOTE 14 - SUBSEQUENT EVENTS

Budget Revisions

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

Debt Issuance

On July 18, 2023, the District issued General Obligation Promissory Notes, Series 2023-24A, totaling \$10,000,000 with interest rates at 4.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2031. Proceeds will be used for paying the cost of the acquisition of moveable equipment, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On September 18, 2023, the District issued General Obligation Promissory Notes, Series 2023-24B, totaling \$1,500,000 with interest rates of 6.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2030. Proceeds will be used for paying the cost of site work and building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022**

NOTE 14 - SUBSEQUENT EVENTS (continued)

On October 17, 2023, the District issued General Obligation Promissory Notes, Series 2023-24C, totaling \$3,500,000 with interest rate of 5.0% payable March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds will be used for paying the cost of the acquisition of moveable equipment, site work, and building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

NOTE 15 – RESTATEMENT OF STATEMENT OF NET POSITION

During the year ended June 30, 2023, the District adopted GASB Statement No. 96 – *Subscription Based Information Technology Arrangements (SBITA)*. As part of the implementation of this statement, certain balances presented in the statement of net position for the year ended June 30, 2022, were restated for the implementation of GASB Statement No. 87, *SBITA*, to record the impact of recording right-to-use SBITA assets and related SBITA liabilities.

The impacted balances within statement of Net Position for the year ended June 30, 2022, have been restated for the impact of the restatements noted above. The details of the restatement are as follows:

	Balances as Previously Reported	Adoption of GASB Statement No. 96 - <i>SBITA</i>	Restated Balances
Assets:			
Other capital assets	\$ 535,678,932	\$ 4,053,304	\$ 539,732,236
Less accumulated depreciation and amortization	(250,309,837)	(1,038,738)	(251,348,575)
Liabilities			
Current portion of subscription liability	-	1,099,173	1,099,173
Long-term Subscription Liability	-	1,915,393	1,915,393

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

REQUIRED SUPPLEMENTARY INFORMATION

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

SCHEDULE OF DISTRICT'S PROPORTIONALTE SHARE OF THE NET PENSION LIABILITY (ASSET)									
Wisconsin Retirement System									
Last 10 Fiscal Years*									
	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.5882%	0.6095%	0.6226%	0.6444%	0.6444%	0.6467%	0.6471%	0.6633%	0.6846%
District's proportionate share of the net pension liability (asset)	31,160,798	(49,126,068)	(38,870,055)	(20,779,547)	22,926,533	(19,199,954)	5,333,502	10,778,119	(16,814,521)
District's covered payroll	104,637,894	101,274,691	98,817,617	102,455,176	97,563,127	97,331,263	92,244,957	90,934,540	91,871,959
District's proportionate share of the net pension liability/asset as a percentage of its covered payroll	29.8%	-48.5%	-39.3%	-20.3%	23.5%	-19.7%	5.8%	11.9%	18.3%
Plan fiduciary net position as a percentage of the total pension liability (asset)	95.7%	106.0%	105.3%	103.0%	96.5%	102.9%	99.1%	98.2%	102.7%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year and administered by the Employee Trust Fund (ETF).

SCHEDULE OF DISTRICT'S CONTRIBUTIONS									
Wisconsin Retirement System									
Last 10 Fiscal Years*									
	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	6,802,021	6,934,196	6,673,829	6,751,306	6,534,019	6,618,437	6,141,285	6,187,208	6,436,255
Contributions in relation to the contractually required contributions	6,802,021	6,934,196	6,673,829	6,751,306	6,534,019	6,618,437	6,141,285	6,187,208	6,436,255
Contribution deficiency (excess)	0	0	0	0	0	0	0	0	0
District's covered payroll	110,254,656	102,199,720	94,008,479	102,430,831	100,452,703	98,723,457	92,987,378	90,934,540	91,871,959
Contributions as a percentage of covered payroll	6.17%	6.78%	7.10%	6.59%	6.50%	6.70%	6.60%	6.80%	7.01%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year and administered by the Employee Trust Fund (ETF).

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

MADISON AREA TECHNICAL COLLEGE DISTRICT Schedule of Changes in the District's Total OPEB Health Insurance Liability and Related Ratios Last 10 Fiscal Years* June 30, 2023 (in 1,000s)						
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<i>Total OPEB Liability</i>						
Service cost	\$ 14	\$ 65	\$ 421	\$ 410	\$ 414	\$ 452
Interest on total OPEB liability	53	73	337	374	369	330
Changes in benefit terms	-	-	(9,067)	-	-	-
Effect of economic/demographic gains (losses)	20	467	2,870	1,504	-	-
Effect of assumption changes or inputs	104	(211)	678	(1,141)	(146)	(379)
Benefit payments	(1,133)	(1,195)	(1,219)	(1,189)	(1,352)	(1,934)
Net change in total OPEB liability	(942)	(801)	(5,980)	(42)	(715)	(1,531)
Total OPEB liability, beginning	3,021	3,822	9,802	9,845	10,560	12,091
Total OPEB liability, ending	<u>\$ 2,080</u>	<u>\$ 3,021</u>	<u>\$ 3,822</u>	<u>\$ 9,802</u>	<u>\$ 9,845</u>	<u>\$ 10,560</u>
Covered employee-payroll	<u>\$ 110,255</u>	<u>\$ 102,200</u>	<u>\$ 94,008</u>	<u>\$ 102,431</u>	<u>\$ 100,453</u>	<u>\$ 98,723</u>
Total OPEB as a % of covered-employee payroll	<u>1.9%</u>	<u>3.0%</u>	<u>4.1%</u>	<u>9.6%</u>	<u>9.8%</u>	<u>10.7%</u>
<p><i>*This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.</i></p> <p><i>*No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 7 for this plan in any years presented.</i></p>						

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

**SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY (ASSET)
Local Retiree Life Insurance Fund
Last 10 Fiscal Years***

	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability (asset)	4.11%	4.33%	4.38%	4.50%	4.58%	4.48%
District's proportionate share of the net OPEB liability (asset)	\$ 15,652,677	\$ 25,602,179	\$ 24,075,747	\$ 19,159,092	\$ 11,810,878	\$ 13,492,486
District's covered-employee payroll	\$ 76,213,000	\$ 79,415,000	\$ 78,886,000	\$ 79,772,000	\$ 80,274,000	\$ 188,593,160
District's collective Net OPEB Liability (Asset) as a percentage of the employer's covered-employee payroll	20.54%	32.24%	30.52%	24.02%	14.71%	7.15%
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	38.81%	29.57%	31.36%	37.58%	48.69%	44.81%

**SCHEDULE OF DISTRICTS CONTRIBUTIONS
Local Retiree Life Insurance Fund
Last 10 Fiscal Years***

	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 82,433	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165
Contributions in relation to the contractually required contributions	\$ 82,433	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 77,814,000	\$ 79,150,500	\$ 79,329,000	\$ 79,772,000	\$ 80,274,000	\$ 188,593,160
Contributions as a percentage of covered-employee payroll	0.11%	0.11%	0.11%	0.10%	0.11%	0.05%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year. The schedules above are intended to show information for ten years and additional years' information will be displayed as it becomes available. Contributions to the plan are not based on a measure of pay. Employees may elect Life Insurance but are not required.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

***Notes to Required Supplementary Information
for the Year Ended June 30, 2023:***

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

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

Changes of assumptions:

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

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

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

Notes to Required Supplementary Information for the Year Ended June 30, 2023:

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

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	
Valuation Date:	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012	December 31, 2011	
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	
Amortization Method:	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	Level Percent of Payroll-Closed Amortization Period	
Amortization Period:	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	
Asset Valuation Method:	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	Five Year Smoothed Market (Closed)	
Actuarial Assumptions											
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	
Weighted based on assumed rate for											
Pre-retirement:	7.0%	7.0%	7.0%	7.2%	7.2%	7.2%	7.2%	7.2%	7.2%	7.2%	
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	
Salary Increases											
Wage Inflation:	3.0%	3.0%	3.0%	3.2%	3.2%	3.2%	3.2%	3.2%	3.2%	3.2%	
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	
Post-retirement Benefit Adjustments*:	1.9%	1.9%	1.9%	2.1%	2.1%	2.1%	2.1%	2.1%	2.1%	2.1%	
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2009 valuation pursuant to an experience study of the period 2006-2008.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2009 valuation pursuant to an experience study of the period 2006-2008.
Mortality:	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements projected to 2017 with scale BB to all for future improvements (margin) in mortality.	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.	Wisconsin Projected Experience table - 2005 for women and 90% of the Wisconsin Projected Experience Table - 2005 for men.	Wisconsin Projected Experience table - 2005 for men.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2023**

Notes to Required Supplementary Information for the Year Ended June 30, 2023:

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

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

Changes of benefit terms for OPEB Health Benefits: Participants retiring at age 57 with at least 20 years of service, or at age 60 with at least 15 years of service, are no longer allowed to remain on the College's health insurance plan effective with retirements on or after July 1, 2021. Such retirees will receive a Health Reimbursement Account (HRA) contribution of \$1,320 per month to age 65 (disbursed bi-annually). The HRA benefit is not valued under GASB 75.

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

Changes of assumptions for OPEB Health Benefits:

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

The overall impact of the new assumptions is an increase in the benefit obligations.

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

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

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

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

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

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

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

SUPPLEMENTARY INFORMATION

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

MADISON AREA TECHNICAL COLLEGE DISTRICT
GENERAL FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government	\$ 45,076,000	\$ 44,293,000	\$ 44,292,166	\$ -	\$ 44,292,166	\$ (834)
Intergovernmental revenue						
State	80,820,000	81,340,000	81,339,313	-	81,339,313	(687)
Federal	540,000	1,022,100	1,021,879	-	1,021,879	(221)
Tuition and fees						
Statutory program fees	31,477,000	31,265,100	31,264,410	-	31,264,410	(690)
Material fees	1,044,000	1,009,700	1,009,103	-	1,009,103	(597)
Other student fees	896,000	962,700	962,117	-	962,117	(583)
Institutional	960,000	3,404,100	3,403,411	-	3,403,411	(689)
	<u>160,813,000</u>	<u>163,296,700</u>	<u>163,292,399</u>	<u>-</u>	<u>163,292,399</u>	<u>(4,301)</u>
Total revenues						
Expenditures						
Instruction	111,870,000	110,742,400	110,740,281	-	110,740,281	2,119
Instructional resources	3,261,000	3,156,000	3,155,787	-	3,155,787	213
Student services	18,525,000	18,003,000	18,002,119	-	18,002,119	881
General institutional	18,839,000	18,918,000	18,917,629	-	18,917,629	371
Physical plant	10,743,000	11,859,000	11,858,391	-	11,858,391	609
Public service	629,000	616,000	615,768	-	615,768	232
	<u>163,867,000</u>	<u>163,294,400</u>	<u>163,289,975</u>	<u>-</u>	<u>163,289,975</u>	<u>4,425</u>
Total expenditures						
Excess (deficiency) of revenues over expenditures	<u>(3,054,000)</u>	<u>2,300</u>	<u>2,424</u>	<u>-</u>	<u>2,424</u>	<u>124</u>
Other financing sources/uses						
Transfers in	650,000	188,000	187,747	-	187,747	(253)
Transfers out	-	-	-	-	-	-
	<u>(2,404,000)</u>	<u>190,300</u>	<u>190,171</u>	<u>-</u>	<u>190,171</u>	<u>(129)</u>
Net change in fund balance						
Fund balance at July 1, 2022	<u>53,837,700</u>	<u>52,594,013</u>	<u>52,594,013</u>	<u>-</u>	<u>52,594,013</u>	<u>-</u>
Fund balance at June 30, 2023	<u>\$ 51,433,700</u>	<u>\$ 52,784,313</u>	<u>\$ 52,784,184</u>	<u>\$ -</u>	<u>\$ 52,784,184</u>	<u>\$ (129)</u>
Fund balance						
Nonspendable - prepaid items and advances			\$ 480,720			
Nonspendable - noncurrent assets			2,340			
Assigned for compensated absences			7,501,443			
Assigned for state aid fluctuations			1,342,300			
Assigned for subsequent year			671,150			
Assigned for subsequent years			2,013,450			
Assigned for operations			40,772,781			
			<u>\$ 52,784,184</u>			

MADISON AREA TECHNICAL COLLEGE DISTRICT
SPECIAL REVENUE AIDABLE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ 1,566,000	\$ 1,149,000	\$ 1,148,258	\$ -	\$ 1,148,258	\$ (742)
Intergovernmental revenue						
State	1,178,000	1,990,000	1,989,299	-	1,989,299	(701)
Federal	10,298,000	7,666,000	7,665,999	-	7,665,999	(1)
Tuition and fees						
Program fees	154,000	81,000	80,723	-	80,723	(277)
Material fees	20,000	14,000	13,007	-	13,007	(993)
Other student fees	564,000	473,000	472,505	-	472,505	(495)
Institutional	<u>4,123,000</u>	<u>4,880,000</u>	<u>4,879,200</u>	<u>-</u>	<u>4,879,200</u>	<u>(800)</u>
Total revenues	<u>17,903,000</u>	<u>16,253,000</u>	<u>16,248,991</u>	<u>-</u>	<u>16,248,991</u>	<u>(4,009)</u>
Expenditures						
Instruction	12,261,000	11,333,000	11,332,085	-	11,332,085	915
Instructional resources	189,000	121,000	120,810	-	120,810	190
Student services	3,402,000	3,641,000	3,640,990	-	3,640,990	10
General institutional	1,321,000	1,183,000	1,182,910	-	1,182,910	90
Physical plant	79,000	239,000	238,095	-	238,095	905
Public Service	511,000	-	-	-	-	-
Auxiliary Services	<u>140,000</u>	<u>248,000</u>	<u>247,643</u>	<u>-</u>	<u>247,643</u>	<u>357</u>
Total expenditures	<u>17,903,000</u>	<u>16,765,000</u>	<u>16,762,533</u>	<u>-</u>	<u>16,762,533</u>	<u>2,467</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(512,000)</u>	<u>(513,542)</u>	<u>-</u>	<u>(513,542)</u>	<u>(1,542)</u>
Other financing sources						
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>(512,000)</u>	<u>(513,542)</u>	<u>-</u>	<u>(513,542)</u>	<u>(1,542)</u>
Fund balance at July 1, 2022	<u>470,613</u>	<u>1,599,178</u>	<u>1,599,178</u>	<u>-</u>	<u>1,599,178</u>	<u>-</u>
Fund balance at June 30, 2023	<u>\$ 470,613</u>	<u>\$ 1,087,178</u>	<u>\$ 1,085,636</u>	<u>\$ -</u>	<u>\$ 1,085,636</u>	<u>\$ (1,542)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
SPECIAL REVENUE NON-AIDABLE FUND SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ 193,259	\$ 211,375	\$ 211,001	\$ -	\$ 211,001	\$ (374)
Intergovernmental revenue						
State	2,126,509	3,574,963	3,574,189	-	3,574,189	(774)
Federal	28,869,823	29,837,071	29,836,277	-	29,836,277	(794)
Other Student Fees	1,378,000	1,658,000	1,657,485	-	1,657,485	(515)
Institutional	1,306,500	3,173,300	3,172,749	-	3,172,749	(551)
 Total revenues	 33,874,091	 38,454,709	 38,451,701	 -	 38,451,701	 (3,008)
Expenditures						
Student services	34,913,953	39,365,209	39,364,531	-	39,364,531	678
 Excess (deficiency) of revenues over expenditures	 (1,039,862)	 (910,500)	 (912,830)	 -	 (912,830)	 (2,330)
Other financing sources						
Transfers in	-	-	-	-	-	-
 Net change in fund balance	 (1,039,862)	 (910,500)	 (912,830)	 -	 (912,830)	 (2,330)
Fund balance at July 1, 2022	3,184,220	2,996,410	2,996,410	-	2,996,410	-
Fund balance at June 30, 2023	<u>\$ 2,144,358</u>	<u>\$ 2,085,910</u>	<u>\$ 2,083,580</u>	<u>\$ -</u>	<u>\$ 2,083,580</u>	<u>\$ (2,330)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue						
State	-	1,000	64	-	64	(936)
Federal	1,691,123	174,123	173,453	-	173,453	(670)
Institutional	-	799,000	798,655	-	798,655	(345)
	<u>1,691,123</u>	<u>974,123</u>	<u>972,172</u>	<u>-</u>	<u>972,172</u>	<u>(1,951)</u>
Expenditures						
Capital outlay						
Instruction	5,468,123	4,944,123	5,923,695	(980,053)	4,943,642	481
Instructional resources	9,451,202	8,593,202	10,597,456	(2,004,923)	8,592,533	669
Student services	1,250,000	86,000	100,210	(14,366)	85,844	156
General institutional	-	574,000	573,237	-	573,237	763
Physical plant	20,521,798	14,478,798	14,173,666	304,221	14,477,887	911
Auxiliary service	-	78,000	77,636	(449)	77,187	813
Public service	-	225,000	226,825	(2,198)	224,627	373
	<u>36,691,123</u>	<u>28,979,123</u>	<u>31,672,725</u>	<u>(2,697,768)</u>	<u>28,974,957</u>	<u>4,166</u>
Excess (deficiency) of revenues over expenditures	<u>(35,000,000)</u>	<u>(28,005,000)</u>	<u>(30,700,553)</u>	<u>2,697,768</u>	<u>(28,002,785)</u>	<u>6,117</u>
Other financing sources						
Debt issued	35,000,000	35,000,000	35,000,000	-	35,000,000	-
Transfers in	-	-	-	-	-	-
	<u>35,000,000</u>	<u>35,000,000</u>	<u>35,000,000</u>	<u>-</u>	<u>35,000,000</u>	<u>-</u>
Net change in fund balance	-	6,995,000	4,299,447	2,697,768	6,997,215	2,215
Fund balance at July 1, 2022	<u>2,059,491</u>	<u>6,106,306</u>	<u>6,106,306</u>	<u>(10,609,730)</u>	<u>(4,503,424)</u>	<u>(10,609,730)</u>
Fund balance at June 30, 2023	<u>\$ 2,059,491</u>	<u>\$ 13,101,306</u>	<u>\$ 10,405,753</u>	<u>\$ (7,911,962)</u>	<u>\$ 2,493,791</u>	<u>\$ (10,607,515)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
DEBT SERVICE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues						
Local government - tax levy	\$ 36,798,692	\$ 37,798,692	\$ 37,798,692	\$ -	\$ 37,798,692	\$ -
Institutional	636,245	1,109,245	1,109,011	-	1,109,011	(234)
Total revenues	37,434,937	38,907,937	38,907,703	-	38,907,703	(234)
Expenditures						
Physical plant	36,838,859	36,597,191	36,597,015	-	36,597,015	176
Excess (deficiency) of revenues over expenditures	596,078	2,310,746	2,310,688	-	2,310,688	(58)
Other financing sources						
Refunding Debt issued	-	-	-	-	-	-
Payments to Escrow	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balance	596,078	2,310,746	2,310,688	-	2,310,688	(58)
Fund balance at July 1, 2022	2,828,957	3,008,827	3,008,827	-	3,008,827	-
Fund balance at June 30, 2023	<u>\$ 3,425,035</u>	<u>\$ 5,319,573</u>	<u>\$ 5,319,515</u>	<u>\$ -</u>	<u>\$ 5,319,515</u>	<u>\$ (58)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
ENTERPRISE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenues						
Local government - tax levy	\$ 361,000	\$ 361,000	\$ 361,000	\$ -	\$ 361,000	\$ -
Intergovernmental revenue						
Federal	4,000	21,000	20,175	-	20,175	(825)
Auxiliary revenue	<u>8,047,748</u>	<u>8,392,748</u>	<u>8,391,848</u>	<u>-</u>	<u>8,391,848</u>	<u>(900)</u>
Total revenues	8,412,748	8,774,748	8,773,023	-	8,773,023	(1,725)
Operating expenses						
Auxiliary services	<u>11,566,122</u>	<u>10,619,122</u>	<u>10,618,342</u>	<u>-</u>	<u>10,618,342</u>	<u>780</u>
Excess (deficiency) of revenues over expenses	(3,153,374)	(1,844,374)	(1,845,319)	-	(1,845,319)	(945)
Non-operating revenues (expenses)						
Transfers in	-	-	-	-	-	-
Transfers out	<u>-</u>	<u>(188,000)</u>	<u>(187,747)</u>	<u>-</u>	<u>(187,747)</u>	<u>253</u>
Total non-operating revenues (expenses)	<u>-</u>	<u>(188,000)</u>	<u>(187,747)</u>	<u>-</u>	<u>(187,747)</u>	<u>253</u>
Net change in net position	(3,153,374)	(2,032,374)	(2,033,066)	-	(2,033,066)	(692)
Fund balance at July 1, 2022	<u>4,626,169</u>	<u>5,862,466</u>	<u>5,862,466</u>	<u>-</u>	<u>5,862,466</u>	<u>-</u>
Fund balance at June 30, 2023	<u>\$ 1,472,795</u>	<u>\$ 3,830,092</u>	<u>\$ 3,829,400</u>	<u>\$ -</u>	<u>\$ 3,829,400</u>	<u>\$ (692)</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
INTERNAL SERVICE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
Year Ended June 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
Operating revenues						
Auxiliary revenue	\$ 15,401,224	\$ 15,770,224	\$ 15,769,578	\$ -	\$ 15,769,578	\$ (646)
Total revenues	15,401,224	15,770,224	15,769,578	-	15,769,578	(646)
Operating expenses						
Auxiliary services	<u>16,830,972</u>	<u>16,537,972</u>	<u>16,537,204</u>	<u>-</u>	<u>16,537,204</u>	<u>768</u>
Excess (deficiency) of revenues over expenses	<u>(1,429,748)</u>	<u>(767,748)</u>	<u>(767,626)</u>	<u>-</u>	<u>(767,626)</u>	<u>122</u>
Non-operating revenues						
Transfer out/(Other Uses)	<u>(650,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating revenues	<u>(650,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in net position	(2,079,748)	(767,748)	(767,626)	-	(767,626)	122
Fund balance at July 1, 2022	<u>3,539,151</u>	<u>3,753,604</u>	<u>3,753,604</u>	<u>-</u>	<u>3,753,604</u>	<u>-</u>
Fund balance at June 30, 2023	<u>\$ 1,459,403</u>	<u>\$ 2,985,856</u>	<u>\$ 2,985,978</u>	<u>\$ -</u>	<u>\$ 2,985,978</u>	<u>\$ 122</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
 FIDUCIARY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2023**

	Balance 7/1/2022	Additions	Deductions	Balance 6/30/2023
<u>MARKETING CONSORTIUM</u>				
ASSETS				
Cash and cash equivalents	\$ 311,957	\$ 1,127,492	\$ 1,088,968	\$ 350,481
Accounts receivable	24,500	516,465	534,840	6,125
Prepaid Items	-	2,468	1,302	1,167
TOTAL ASSETS	<u>336,457</u>	<u>1,646,425</u>	<u>1,625,110</u>	<u>357,773</u>
LIABILITIES				
Accounts payable	23,205	342,477	310,929	54,753
Accrued liabilities	3,751	172,080	170,879	4,952
TOTAL LIABILITIES	<u>26,956</u>	<u>514,557</u>	<u>481,808</u>	<u>59,705</u>
NET POSITION	<u>\$ 309,501</u>	<u>\$ 1,131,868</u>	<u>\$ 1,143,301</u>	<u>\$ 298,068</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2023

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling Items	Statement of Revenues, Expenses and Changes in Net Position	Fiduciary Fund
Revenues											
Local government - tax levy	\$ 44,292,166	\$ 1,148,258	\$ 211,001	\$ -	\$ 37,798,692	\$ 361,000	\$ -	\$ 83,811,117	\$ -	\$ 83,811,117	\$ -
Intergovernmental revenue											
State	81,339,313	1,989,299	3,574,189	64	-	-	-	86,902,865	-	86,902,865 (1)	-
Federal	1,021,879	7,665,999	29,836,277	173,453	-	20,175	-	38,717,783	(14,217,530)	24,500,253 (2)	-
Tuition and fees											
Program fees	31,264,410	80,723	-	-	-	-	-	31,345,133	(4,935,700)	26,409,433	-
Material fees	1,009,103	13,007	-	-	-	-	-	1,022,110	(133,093)	889,017	-
Other student fees	962,117	472,505	1,657,485	-	-	-	-	3,092,107	(373,552)	2,718,555	-
Institutional	3,403,411	4,879,200	3,172,749	798,655	1,109,011	-	-	13,363,026	(1,563,594)	11,799,432 (3)	573,983
Auxiliary revenue	-	-	-	-	-	8,391,848	15,769,578	24,161,426	(15,769,578)	8,391,848	-
Total revenues	163,292,399	16,248,991	38,451,701	972,172	38,907,703	8,773,023	15,769,578	282,415,567	(36,993,047)	245,422,520	573,983
Expenditures											
Instruction	110,740,281	11,332,085	-	4,943,642	-	-	-	127,016,008	(7,352,901)	119,663,107	-
Instructional resources	3,155,787	120,810	-	8,592,533	-	-	-	11,869,130	1,279,962	13,149,092	-
Student services	18,002,119	3,640,990	39,364,531	85,844	-	-	-	61,093,484	(33,075,233)	28,018,251	-
General institutional	18,917,629	1,182,910	-	573,237	-	-	-	20,673,776	(1,631,781)	19,041,995	585,416
Physical plant	11,858,391	238,095	-	14,477,887	36,597,015	-	-	63,171,388	(39,702,342)	23,469,046 (4)	-
Public service	615,768	-	-	224,627	-	-	-	840,395	(49,133)	791,262	-
Auxiliary services	-	247,643	-	77,187	-	10,618,342	16,537,204	27,480,376	(18,804,683)	8,675,693	-
Depreciation and amortization	-	-	-	-	-	-	-	-	32,047,882	32,047,882	-
Student aid	-	-	-	-	-	-	-	-	9,573,073	9,573,073	-
Total expenditures	163,289,975	16,762,533	39,364,531	28,974,957	36,597,015	10,618,342	16,537,204	312,144,557	(57,715,156)	254,429,401	585,416
Excess (deficiency) of revenues over expenditures	2,424	(513,542)	(912,830)	(28,002,785)	2,310,688	(1,845,319)	(767,626)	(29,728,990)	20,722,109	(9,006,881)	(11,433)
Other financing sources (uses)											
Transfers in	187,747	-	-	-	-	-	-	187,747	(187,747)	-	-
Transfers out	-	-	-	-	-	(187,747)	-	(187,747)	187,747	-	-
Gain (loss) on the sale of assets	-	-	-	-	-	-	-	-	70,948	70,948	-
Payments to Escrow	-	-	-	-	-	-	-	-	-	-	-
Debt issued	-	-	-	35,000,000	-	-	-	35,000,000	(35,000,000)	-	-
Refunding debt issued	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	190,171	(513,542)	(912,830)	6,997,215	2,310,688	(2,033,066)	(767,626)	5,271,010	(14,206,943)	(8,935,933)	(11,433)
Fund balance/Net position at July 1, 2022	52,594,013	1,599,178	2,996,410	(4,503,424)	3,008,827	5,862,466	3,753,604	65,311,074	142,321,369	207,632,443	309,501
Fund balance/Net position at June 30, 2023	\$ 52,784,184	\$ 1,085,636	\$ 2,083,580	\$ 2,493,791	\$ 5,319,515	\$ 3,829,400	\$ 2,985,978	\$ 70,582,084	\$ 128,114,426	\$ 198,696,510 (5)	\$ 298,068

(1), (2) - Please see page 103 for additional details
(3), (4), (5) - Please see page 104 for additional details

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2023

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling Items	Statement of Net Assets	Fiduciary Fund
ASSETS											
Current Assets											
Cash and cash equivalents	\$ 35,127,687	\$ (1,809,048)	\$ 2,004,713	\$ 11,604,135	\$ 4,530,103	\$ 3,242,322	\$ 2,897,242	\$ 57,597,154	\$ (16,087,406)	\$ 41,509,748	\$ 350,481
Restricted cash and cash equivalents	-	-	-	-	-	-	46,832	46,832	5,505,696	5,552,528	-
Restricted investments	-	-	-	1,666,199	789,412	-	-	2,455,611	10,581,710	13,037,321	-
Accounts receivable	1,326,672	3,058,844	145,471	-	-	112,645	18	4,643,650	-	4,643,650	6,125
Property taxes receivable	19,560,245	-	-	-	-	-	-	19,560,245	-	19,560,245	-
Federal and state aid receivable	417,345	3,195,622	130,063	100,613	-	-	-	3,843,643	-	3,843,643	-
Student fee receivable	6,702,519	-	-	-	-	-	-	6,702,519	-	6,702,519	-
Inventories	47,978	-	-	-	-	416,003	22,383	486,364	-	486,364	-
Prepaid items	478,220	31,487	3,931	-	-	3,250	279,390	796,278	1,524,768	2,321,046	1,167
Total current assets	63,660,666	4,476,905	2,284,178	13,370,947	5,319,515	3,774,220	3,245,865	96,132,296	1,524,768	97,657,064	357,773
Non-current Assets											
Employee advances	2,500	-	-	-	-	-	-	2,500	-	2,500	-
Lease receivable	-	-	-	-	-	-	-	-	51,423,222	51,423,222	-
Net pension asset	-	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	7,019,891	7,019,891	-
Construction in progress	-	-	-	-	-	-	-	-	30,919,878	30,919,878	-
Other capital assets	-	-	17,500	-	-	1,729,952	5,437,212	7,184,664	558,692,941	565,877,605	-
Less accumulated depreciation and amortization	-	-	-	-	-	(839,024)	(5,098,290)	(5,937,314)	(275,947,486)	(281,884,800)	-
Total non-current assets	2,500	-	17,500	-	-	890,928	338,922	1,249,850	372,108,446	373,358,296	-
TOTAL ASSETS	63,663,166	4,476,905	2,301,678	13,370,947	5,319,515	4,665,148	3,584,787	97,382,146	373,633,214	471,015,360	357,773
DEFERRED OUTFLOWS OF RESOURCES											
Deferred outflows of resources related to pensions	-	-	-	-	-	-	-	-	112,861,385	112,861,385	-
Deferred outflows of resources related to OPEB	-	-	-	-	-	-	-	-	7,318,687	7,318,687	-
Loss on refunding of bonds	-	-	-	-	-	-	-	-	3,057,975	3,057,975	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	123,238,047	123,238,047	-
LIABILITIES											
Current Liabilities											
Accounts payable	1,954,577	3,010,742	117,406	2,965,192	-	526,605	439,382	9,013,904	(244)	9,013,660	54,753
Accrued payroll	5,044,361	209,640	18,071	-	-	64,023	159,427	5,495,522	2,896,419	8,391,941	4,952
Accrued interest	-	-	-	-	-	-	-	-	1,685,430	1,685,430	-
Unearned program and material fees	3,880,044	170,887	82,621	-	-	245,120	-	4,378,672	(1,479,399)	2,899,273	-
Current portion of lease liability	-	-	-	-	-	-	-	-	571,030	571,030	-
Current portion of subscription liability	-	-	-	-	-	-	-	-	677,572	677,572	-
Current portion of compensated absences	-	-	-	-	-	-	-	-	6,052,186	6,052,186	-
Current portion of OPEB - Health Plan	-	-	-	-	-	-	-	-	700,963	700,963	-
Reserve for Encumbrance	-	-	-	7,911,964	-	-	-	7,911,964	(7,911,964)	-	-
Current portion of long-term obligations	-	-	-	-	-	-	-	-	26,995,000	26,995,000	-
Total current liabilities	10,878,982	3,391,269	218,098	10,877,156	-	835,748	598,809	26,800,062	30,186,993	56,987,055	59,705
Long-term Liabilities											
Accrued compensated absences	-	-	-	-	-	-	-	-	3,616,292	3,616,292	-
General obligation notes payable	-	-	-	-	-	-	-	-	147,590,000	147,590,000	-
Lease liability	-	-	-	-	-	-	-	-	2,112,935	2,112,935	-
Subscription liability	-	-	-	-	-	-	-	-	1,237,821	1,237,821	-
Net pension liability	-	-	-	-	-	-	-	-	31,160,798	31,160,798	-
Other long term liabilities	-	-	-	-	-	-	-	-	8,961,039	8,961,039	-
Other postemployment benefits	-	-	-	-	-	-	-	-	17,030,972	17,030,972	-
Total long-term liabilities	-	-	-	-	-	-	-	-	211,709,857	211,709,857	-
TOTAL LIABILITIES	10,878,982	3,391,269	218,098	10,877,156	-	835,748	598,809	26,800,062	241,896,850	268,696,912	59,705
DEFERRED INFLOWS OF RESOURCES											
Deferred inflows of resources related to pensions	-	-	-	-	-	-	-	-	65,338,450	65,338,450	-
Deferred inflows of resources related to OPEB	-	-	-	-	-	-	-	-	12,438,653	12,438,653	-
Deferred inflows of resources related to leases	-	-	-	-	-	-	-	-	49,082,882	49,082,882	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	126,859,985	126,859,985	-
NET POSITION											
Net investment in capital assets	-	-	-	2,493,791	-	890,928	338,922	3,723,641	143,527,264	147,250,905	-
Restricted for debt service	-	-	-	-	5,319,515	-	-	5,319,515	(1,685,430)	3,634,085	-
Restricted for net pension asset	-	-	-	-	-	-	-	-	-	-	-
Restricted for student organizations	-	-	-	-	-	-	-	-	1,479,157	1,479,157	-
Unrestricted	52,784,184	1,085,636	2,083,580	-	-	2,938,472	2,647,056	61,538,928	(15,206,565)	46,332,363	298,068
TOTAL NET POSITION	\$ 52,784,184	\$ 1,085,636	\$ 2,083,580	\$ 2,493,791	\$ 5,319,515	\$ 3,829,400	\$ 2,985,978	\$ 70,582,084	\$ 128,114,426	\$ 198,696,510	\$ 298,068

**MADISON AREA TECHNICAL COLLEGE DISTRICT
 SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
 STATEMENTS TO BASIC FINANCIAL STATEMENTS
 Year Ended June 30, 2023**

BUDGETS AND BUDGETARY ACCOUNTING

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

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

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

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

State		
Operating	\$	5,728,801
Non-operating		81,174,064
		\$ 86,902,865

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

Federal		
Operating	\$	18,089,385
Non-operating (Gifts, grants and bequest)		6,410,868
		\$ 24,500,253

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2023**

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

Institutional revenue	
Business and industry contract revenue	\$ 3,785,661
School District contract revenue	168,331
Miscellaneous revenue	3,497,061
Gifts, grants and bequest	2,125,384
Cost reimbursements	118,985
Investment income earned	2,104,010
	<u>\$ 11,799,432</u>

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

Interest expense	
Physical plant	\$ 19,801,154
Interest expense	3,667,892
	<u>\$ 23,469,046</u>

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

Budgetary Basis fund balance	\$ 70,582,084
General capital assets capitalized	\$ 596,632,710
Accumulated depreciation on general capital assets	(275,947,486)
Lease receivables	51,423,222
Deferred inflows related to lease receivables	(49,082,882)
General obligation notes payable	(174,585,000)
Accrued AP liability for Arbitrage	244
Premiums on notes payable	(8,961,039)
Lease liability	(2,683,965)
Subscription liability	(1,915,393)
Compensated absences	(9,668,478)
Accrued interest on bonds	(1,685,430)
Summer school tuition earned	1,479,399
Summer school instructor wages paid	(1,371,651)
Encumbrances outstanding at year-end	7,911,964
Net Pension assets (obligations)	16,362,137
Net OPEB obligations	(22,851,901)
Refunding Loss	3,057,975
Net position per basic financial statements	<u>\$ 198,696,510</u>

STATISTICAL SECTION

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

Contents

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Net investment in capital assets	\$147,250,905	\$146,332,643	\$143,218,101	\$130,131,569	\$127,549,799	\$113,911,774	\$104,751,403	\$ 91,226,801	\$ 89,235,589	\$ 83,024,787
Restricted for capital acquisitions	-	-	-	-	-	9,849,335	-	-	-	-
Restricted for debt service	3,634,085	1,515,679	860,981	2,417,605	3,450,698	3,057,209	2,283,377	2,119,451	1,754,739	1,041,837
Restricted for net pension asset	-	49,126,068	38,870,055	20,779,547	-	19,199,954	-	-	16,814,521	-
Restricted for student organizations	1,479,157	2,244,636	1,994,920	1,290,450	982,063	-	-	-	-	-
Unrestricted	46,332,363	8,413,417	9,292,259	10,967,746	23,667,255	10,638,613	50,597,493	52,699,407	41,152,900	27,311,530
Total Net Position	\$198,696,510	\$207,632,443	\$194,236,316	\$165,586,917	\$155,649,815	\$156,656,885	\$157,632,273	\$146,045,659	\$148,957,749	\$111,378,154

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Operating revenues										
Student program fees, net of scholarship	\$ 26,409,433	\$ 28,445,959	\$ 29,388,965	\$ 29,482,201	\$ 29,059,402	\$ 29,928,213	\$ 30,703,618	\$ 32,589,460	\$ 32,509,912	\$ 32,150,441
Student material fees, net of scholarship	889,017	754,997	978,370	1,071,396	1,131,737	1,281,266	1,189,908	1,248,436	1,213,961	1,456,100
Other student fees, net of scholarship	2,718,555	3,138,876	2,702,300	2,872,177	3,438,105	2,184,923	2,144,304	2,368,872	2,200,736	1,739,035
Federal grants	18,089,385	17,108,233	17,291,500	17,915,177	19,724,619	19,515,611	19,621,514	21,762,419	22,648,311	22,444,775
State grants	5,728,801	4,801,593	4,196,577	4,360,701	4,591,351	4,482,074	4,977,457	6,447,173	5,363,910	3,656,319
Business and industry contract revenue	3,785,661	3,064,065	2,138,942	2,429,108	2,630,612	2,361,112	2,122,728	2,095,590	1,769,275	1,597,989
School District contract revenue	168,331	164,191	173,658	142,904	145,765	130,288	153,476	153,258	196,181	178,302
Auxiliary enterprise revenues	8,391,848	7,423,040	5,149,993	8,353,954	11,302,136	8,936,361	8,660,085	8,493,314	9,690,781	9,447,586
Cost reimbursements	118,985	85,141	69,789	50,044	78,243	84,196	82,491	81,750	83,019	79,975
Miscellaneous	3,497,061	2,507,478	3,873,182	4,174,008	1,658,358	1,601,715	1,775,781	2,122,492	1,988,004	1,767,401
Total operating revenues	69,797,077	67,493,573	65,963,276	70,851,670	73,760,328	70,505,759	71,431,362	77,362,764	77,664,090	74,517,923
Operating expenses										
Instruction	119,663,107	104,011,632	95,307,213	110,296,025	111,461,111	109,283,605	111,372,469	111,211,738	110,963,880	112,485,244
Instructional resources	13,149,092	10,249,649	12,970,822	11,544,875	9,050,430	8,375,947	7,932,980	8,570,509	6,112,871	5,680,423
Student services	28,018,251	22,276,456	19,593,411	20,088,031	17,689,933	15,665,290	17,617,800	14,290,392	14,347,102	13,534,202
General institutional	19,041,995	15,751,089	13,809,982	13,728,207	13,063,949	15,010,440	14,362,871	13,998,775	18,280,779	16,792,372
Physical plant	19,801,154	28,151,848	21,042,238	20,151,735	26,775,708	21,266,611	10,796,326	27,561,679	13,511,787	14,985,883
Public service	791,262	1,050,155	352,392	534,963	473,379	415,723	365,999	664,045	348,639	395,696
Auxiliary enterprise services	8,675,693	4,702,051	4,741,108	7,261,915	11,952,319	10,557,217	12,160,275	9,547,330	9,681,632	9,220,930
Depreciation and amortization	32,047,882	30,227,386	26,309,522	24,844,391	22,132,771	20,735,136	20,028,875	19,326,838	19,538,063	19,057,163
Student aid	9,573,073	21,182,694	11,453,074	9,369,253	9,654,314	9,848,889	10,089,249	11,519,141	12,327,451	13,352,446
Total operating expenses	250,761,509	237,602,960	205,579,762	217,819,395	222,253,914	211,158,858	204,726,844	216,690,447	205,112,204	205,504,359
Operating loss	(180,964,432)	(170,109,387)	(139,616,486)	(146,967,725)	(148,493,586)	(140,653,099)	(133,295,482)	(139,327,683)	(127,448,114)	(130,986,436)
Non-operating revenues (expenses)										
Property taxes	83,811,117	80,599,875	82,244,534	79,900,104	77,764,670	74,990,662	73,676,951	66,583,533	64,950,704	124,164,039
State appropriations	81,174,064	78,944,724	74,916,404	73,957,246	73,147,052	72,586,126	72,221,737	73,750,761	74,196,729	12,956,208
Federal COVID-19 Grants	6,410,868	24,689,272	10,333,481	1,182,717	-	-	-	-	-	-
Gifts, grants and bequests	2,125,384	1,593,854	3,298,659	5,110,356	5,784,420	15,688,206	3,524,425	967,842	721,743	825,229
Gain (loss) on disposal of capital assets	70,948	5,107	(7,029)	(283,507)	(8,234,206)	(27,035)	(144,957)	(158,325)	(262,602)	(13,792)
Investment income earned	2,104,010	926,076	1,039,573	1,192,878	1,999,259	1,141,119	544,505	182,589	91,664	80,534
Interest expense	(3,667,892)	(3,253,394)	(3,559,737)	(4,154,967)	(4,369,669)	(3,731,754)	(4,940,565)	(4,910,807)	(4,968,421)	(5,246,353)
Total non-operating revenues	172,028,499	183,505,514	168,265,885	156,904,827	146,091,526	160,647,324	144,882,096	136,415,593	134,729,817	132,765,865
INCREASE (DECREASE) IN NET POSITION	\$ (8,935,933)	\$ 13,396,127	\$ 28,649,399	\$ 9,937,102	\$ (2,402,060)	\$ 19,994,225	\$ 11,586,614	\$ (2,912,090)	\$ 7,281,703	\$ 1,779,429

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

Calendar Year	Residential	Commercial	Manufacturing	Agriculture and Ag Forest	Undeveloped	Forest	Other	Personal Property	Total	District Equalized Valuation (2)	Total Direct Tax Rate
2013	46,555,092,100	15,985,403,100	1,448,938,000	595,947,100	284,204,800	339,549,500	1,725,196,900	1,738,021,200	68,672,352,700	67,791,393,219	1.84099
% of Total	67.8%	23.3%	2.1%	0.9%	0.4%	0.5%	2.5%	2.5%			
2014	47,981,951,300	16,693,971,200	1,485,495,900	579,806,800	308,763,300	338,305,000	1,756,427,600	1,778,041,400	70,922,762,500	70,029,189,137	0.93374
% of Total	67.7%	23.5%	2.1%	0.8%	0.4%	0.5%	2.5%	2.5%			
2015	49,870,622,600	17,514,445,200	1,510,717,750	580,292,700	298,031,400	315,470,800	1,814,528,400	1,832,634,000	73,736,742,850	72,808,813,990	0.92735
% of Total	67.6%	23.8%	2.0%	0.8%	0.4%	0.4%	2.5%	2.5%			
2016	52,029,720,700	18,303,215,900	1,541,017,050	590,511,900	313,717,600	329,516,500	1,824,890,700	1,855,908,100	76,788,498,450	75,829,290,803	0.96574
% of Total	67.8%	23.8%	2.0%	0.8%	0.4%	0.4%	2.4%	2.4%			
2017	54,946,447,700	20,282,777,900	1,623,403,550	600,387,000	294,925,000	343,866,300	1,765,246,200	1,935,287,300	81,792,340,950	80,798,164,912	0.94179
% of Total	67.2%	24.8%	2.0%	0.7%	0.4%	0.4%	2.2%	2.4%			
2018	58,694,289,500	22,033,315,800	1,689,224,600	610,892,400	305,505,400	348,576,700	1,772,242,200	1,411,606,500	86,865,653,100	85,825,747,469	0.90960
% of Total	67.6%	25.4%	1.9%	0.7%	0.4%	0.4%	2.0%	1.6%			
2019	62,690,733,400	23,732,506,700	1,905,558,900	636,357,400	314,786,200	357,597,100	1,811,069,500	1,454,162,000	92,902,771,200	91,793,895,745	0.88328
% of Total	67.5%	25.5%	2.1%	0.7%	0.3%	0.4%	1.9%	1.6%			
2020	65,914,658,000	25,577,550,000	2,069,590,000	669,649,000	325,081,200	373,268,500	1,825,152,600	1,527,057,000	98,282,006,300	97,125,722,313	0.86410
% of Total	67.1%	26.0%	2.1%	0.7%	0.3%	0.4%	1.9%	1.6%			
2021	70,374,548,073	25,300,045,803	2,141,831,500	707,281,400	342,865,000	397,580,900	1,839,277,200	1,562,489,300	102,665,919,176	101,397,501,979	0.80676
% of Total	68.5%	24.6%	2.1%	0.7%	0.3%	0.4%	1.8%	1.5%			
2022	80,715,090,000	29,546,986,000	2,244,818,600	785,618,500	381,851,100	456,720,100	2,053,415,100	1,562,578,100	117,747,077,500	116,879,717,820	0.72152
% of Total	68.5%	25.1%	1.9%	0.7%	0.3%	0.4%	1.7%	1.3%			

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

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

DIRECT AND OVERLAPPING ⁽²⁾ PROPERTY TAX RATES

Last Ten Years

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

	Calendar Year Taxes are Payable									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District direct rates										
Operational (1)	0.39201	0.44988	0.49545	0.49806	0.50348	0.51343	0.51176	0.50821	0.50028	1.39401
Debt Service	0.32951	0.35688	0.36865	0.38522	0.40612	0.42836	0.45398	0.41914	0.43346	0.44698
Total Direct Rate	0.72152	0.80676	0.86410	0.88328	0.90960	0.94179	0.96574	0.92735	0.93374	1.84099
Adams County										
T Dell Prairie	14.32	16.45	16.24	17.37	18.11	17.57	17.87	17.71	18.09	18.90
T Jackson	13.60	16.49	16.78	17.25	18.07	18.24	18.58	18.89	19.08	20.45
T New Haven	15.07	17.33	17.17	18.32	19.10	18.57	19.24	18.62	19.37	20.17
T Springville	13.49	16.38	17.09	16.86	18.05	18.55	18.96	19.37	19.39	20.94
C Wisconsin Dells	21.37	24.28	24.79	25.32	26.44	25.50	26.06	25.74	26.99	27.82
Columbia County										
T Arlington	17.13	19.14	19.69	20.12	19.94	20.28	20.61	21.28	21.48	22.88
T Caledonia	12.78	14.49	15.20	15.74	16.33	16.50	16.82	17.44	17.48	18.09
T Columbus	15.14	17.14	17.98	16.84	17.54	18.16	19.03	19.88	20.47	21.74
T Courtland	18.50	20.03	20.11	20.70	21.27	21.73	21.47	21.08	19.18	20.75
T Dekorra	15.41	17.24	17.61	17.99	17.31	17.78	17.82	18.51	18.55	20.43
T Fort Winnebago	12.91	14.69	15.50	16.32	17.02	17.20	17.62	18.21	18.30	18.95
T Fountain Prairie	15.50	17.03	18.01	19.03	19.48	21.13	21.45	21.04	21.37	22.34
T Hampden	15.36	17.50	18.32	17.31	17.91	18.59	19.26	20.18	20.55	21.86
T Leeds	16.94	19.04	20.03	20.37	19.36	19.83	20.37	20.84	21.00	22.29
T Lewiston	12.91	14.67	15.52	16.30	16.99	17.15	17.54	18.11	18.19	18.78
T Lodi	15.78	17.67	18.19	18.31	18.61	18.80	19.59	19.67	20.01	20.63
T Lowville	15.67	17.60	17.86	18.69	18.57	19.31	19.13	19.71	19.35	20.53
T Marcellon	13.20	15.12	16.52	17.45	18.09	18.89	17.81	18.77	18.83	20.29
T Newport	13.74	15.61	16.12	16.95	17.32	16.71	17.28	17.28	17.04	17.77
T Otsego	16.92	19.12	19.45	20.47	20.81	22.02	21.85	22.14	21.08	21.44
T Pacific	10.71	11.62	12.04	13.12	13.67	13.96	13.53	13.85	14.44	16.22
T Randolph	16.92	18.43	18.29	18.94	19.51	19.68	19.35	18.54	17.06	19.18
T Scott	15.25	17.16	18.07	17.87	18.62	18.99	18.48	18.04	17.75	19.92
T Springvale	16.51	18.43	18.65	19.53	20.11	20.69	19.86	19.66	18.86	20.23
T West Point	14.89	16.66	17.26	17.25	17.53	17.79	18.25	18.80	19.04	19.62
T Wyocena	13.81	15.73	16.90	17.53	18.11	18.95	18.05	18.64	18.50	19.52
V Arlington	17.54	19.57	20.92	21.48	20.71	21.08	20.64	21.60	21.34	23.22
V Cambria	23.29	25.97	25.93	27.62	28.32	27.71	27.70	26.03	25.46	28.48
V Doylestown	15.70	17.68	17.91	18.78	19.10	20.24	20.06	20.22	19.21	19.38
V Fall River	15.83	17.25	18.31	19.39	19.79	21.55	22.12	21.70	21.33	22.48

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	Calendar Year Taxes are Payable									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
V Friesland	19.92	21.69	22.05	22.61	23.77	22.99	22.91	21.45	20.74	23.71
V Pardeeville	17.12	18.26	19.85	20.52	21.25	22.14	21.20	22.53	22.46	24.26
V Poynette	20.08	22.64	22.99	24.08	23.78	24.56	24.92	25.74	25.69	28.07
V Randolph	24.13	26.44	27.65	27.48	27.56	29.49	29.45	30.12	26.58	27.51
V Rio	19.98	22.86	22.95	24.33	25.28	26.65	26.80	26.53	25.76	25.68
V Wycena	17.11	19.74	21.61	22.68	23.67	23.81	22.60	23.50	23.21	24.33
C Columbus	19.65	22.19	23.11	22.16	22.70	23.41	24.39	25.19	25.85	27.15
C Lodi	20.46	23.11	23.62	23.91	24.28	24.17	25.19	25.15	25.27	26.28
C Portage	19.30	21.74	22.63	23.39	24.16	24.38	24.59	25.10	25.12	25.58
C Wisconsin Dells	19.69	22.27	22.46	23.30	24.18	23.20	23.64	23.36	24.51	25.10
Dane County										
T Albion	14.91	16.41	17.86	17.98	17.99	17.94	18.23	18.08	17.63	18.95
T Berry	16.17	17.58	18.16	17.26	17.57	18.37	18.66	19.43	19.02	19.74
T Black Earth	17.80	19.09	19.66	19.02	19.43	19.50	19.99	20.16	19.51	20.44
T Blooming Grove	14.91	17.34	17.55	17.68	18.26	18.88	19.71	19.89	21.59	22.08
T Blue Mounds	13.38	14.76	15.22	15.96	16.22	17.25	16.18	16.56	17.54	18.08
T Bristol	15.50	16.75	17.99	18.23	17.50	17.83	18.33	18.69	18.84	20.14
T Burke	15.19	16.97	18.12	18.36	17.12	17.52	18.34	18.66	18.70	19.82
T Christiana	12.55	13.40	13.77	14.58	14.94	16.34	17.25	17.19	17.12	18.58
T Cottage Grove	16.90	18.56	19.50	20.36	20.27	21.11	21.85	21.05	21.90	23.04
T Cross Plains	14.68	16.06	16.61	16.51	16.85	18.03	17.86	18.30	18.43	18.70
T Dane	15.45	17.19	17.34	17.48	17.44	17.73	18.02	18.18	18.28	18.92
T Deerfield	15.00	16.44	16.84	17.70	17.88	18.97	19.95	20.12	20.50	21.17
T Dunkirk	14.04	16.46	17.83	18.34	18.13	18.97	19.03	19.25	19.16	20.06
T Dunn	14.39	16.34	17.29	17.58	18.23	18.67	18.89	19.05	19.22	20.22
T Madison	0.00	18.74	21.28	21.71	22.05	22.21	22.88	22.93	22.65	24.32
T Mazomanie	15.58	17.00	17.46	16.48	17.22	17.78	18.02	18.33	17.73	18.61
T Medina	17.43	15.87	18.58	18.41	18.64	20.11	18.68	20.53	20.52	21.77
T Middleton	14.49	16.15	16.77	16.65	16.33	17.33	17.81	18.85	18.78	19.43
T Montrose	16.23	17.45	17.79	18.00	18.18	19.61	18.74	18.95	18.85	19.75
T Oregon	15.75	16.68	17.43	17.67	17.93	18.50	18.93	19.23	18.96	20.18
T Perry	14.91	16.81	17.55	18.05	18.42	19.21	18.30	18.61	19.08	19.87
T Pleasant Springs	12.81	15.25	16.02	16.83	17.54	17.69	17.32	17.40	17.33	18.39
T Primrose	15.73	16.89	17.32	17.60	17.69	18.62	18.23	18.53	18.77	18.99
T Roxbury	14.53	16.08	16.50	16.36	16.41	16.50	16.66	17.61	17.73	18.16
T Rutland	14.57	16.26	17.50	17.83	18.10	18.84	18.96	19.23	19.12	20.33
T Springdale	14.02	15.52	15.96	16.35	16.62	17.36	16.47	16.70	17.31	17.96
T Springfield	14.39	16.06	16.58	16.34	16.11	16.97	17.39	18.34	17.82	18.45

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

		Calendar Year Taxes are Payable									
		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
T	Sun Prairie	16.35	17.64	18.99	19.40	18.67	19.15	19.56	20.12	20.08	21.31
T	Vermont	15.58	16.86	17.44	17.16	17.70	18.59	18.62	18.92	18.87	19.74
T	Verona	18.30	20.02	20.32	20.23	20.41	20.87	20.34	20.41	20.32	21.51
T	Vienna	15.71	17.41	17.89	18.08	17.59	18.32	19.08	19.30	19.14	20.10
T	Westport	15.24	17.01	17.23	17.06	17.06	17.79	18.15	18.47	18.21	19.05
T	Windsor	0.00	0.00	0.00	0.00	0.00	0.00	0.00	20.97	21.28	22.26
T	York	14.85	15.89	16.77	17.47	17.07	17.87	18.03	19.08	19.30	20.47
V	Belleville	22.04	23.70	22.87	23.49	22.86	24.79	23.99	24.08	24.05	24.72
V	Black Earth	19.19	20.87	22.56	20.74	21.10	22.70	23.53	24.25	23.28	21.66
V	Blue Mounds	17.11	18.27	18.92	19.64	21.11	22.47	21.76	22.14	22.26	23.08
V	Brooklyn	20.22	22.06	23.60	23.55	24.02	24.44	24.79	25.63	25.82	26.38
V	Cambridge	18.54	19.87	19.86	21.17	21.72	23.66	25.01	25.15	24.70	26.25
V	Cottage Grove	20.36	21.80	22.68	23.36	23.07	23.64	24.10	23.12	23.66	23.86
V	Cross Plains	19.67	21.72	22.18	21.75	21.32	21.85	22.06	22.79	22.67	23.17
V	Dane	19.09	21.13	21.70	21.76	21.95	23.10	23.81	23.96	24.11	24.88
V	Deerfield	17.44	19.18	19.74	20.53	21.29	23.10	24.08	23.85	24.67	24.37
V	Deforest	18.89	21.05	22.07	22.19	20.93	21.41	22.41	22.70	22.64	23.76
V	Maple Bluff	20.08	21.86	22.09	20.93	21.39	22.14	22.86	23.10	23.34	23.36
V	Marshall	19.58	18.77	21.73	22.90	22.13	23.98	23.60	25.78	25.61	26.28
V	Mazomanie	20.20	21.66	22.87	21.57	22.75	23.36	23.88	23.87	23.30	24.57
V	McFarland	17.95	20.25	20.84	21.24	22.67	22.81	23.63	23.14	23.86	24.95
V	Mount Horeb	17.02	18.58	19.55	20.50	20.81	21.35	20.39	20.37	21.27	22.06
V	Oregon	19.00	19.63	20.21	20.41	20.62	21.08	21.50	22.07	21.80	23.23
V	Rockdale	15.94	17.03	17.55	18.51	17.93	20.48	21.75	21.73	21.69	23.36
V	Shorewood Hills	18.65	20.42	20.47	20.49	20.59	21.18	21.42	21.67	21.50	22.46
V	Waunakee	18.40	20.27	20.35	20.28	20.74	21.57	21.98	22.15	22.09	23.36
V	Windsor	17.19	18.94	19.86	19.92	18.70	19.34	20.54	0.00	0.00	0.00
C	Edgerton	17.23	18.68	20.31	21.10	21.75	22.10	22.55	22.59	22.43	23.84
C	Fitchburg	21.42	23.03	23.28	23.27	23.68	24.64	24.54	24.42	24.06	25.07
C	Madison	20.71	23.06	22.77	23.08	23.38	24.54	25.16	25.25	25.11	26.04
C	Middleton	17.46	19.05	19.71	19.54	19.25	20.36	20.91	22.48	22.32	22.51
C	Monona	19.90	21.70	22.61	23.39	23.05	23.73	24.42	23.26	23.71	24.94
C	Stoughton	18.04	20.64	22.14	22.58	22.96	23.87	23.96	24.34	24.20	25.17
C	Sun Prairie	20.27	22.13	23.47	24.05	23.40	23.99	24.71	25.26	25.51	26.69
C	Verona	19.08	21.06	21.12	21.25	21.67	22.05	21.95	22.80	22.91	24.12
Dodge County											
T	Calamus	14.94	16.65	17.41	17.74	18.33	18.97	18.42	18.52	18.65	19.76
T	Clyman	14.31	17.12	18.63	17.74	19.09	20.08	20.90	21.05	21.15	22.04

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	Calendar Year Taxes are Payable									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
T Elba	15.41	17.38	18.73	17.47	17.86	18.42	19.27	19.82	20.20	21.59
T Emmet	14.04	16.71	17.33	17.44	17.72	17.92	18.50	18.41	18.87	20.30
T Fox Lake	15.08	16.93	18.25	18.91	19.43	19.91	19.50	20.23	19.81	21.22
T Lebanon	15.73	17.86	18.84	19.03	19.10	19.41	20.05	20.01	19.84	21.45
T Lowell	14.37	17.55	18.90	18.59	19.88	20.71	21.03	21.41	21.25	22.57
T Portland	14.18	16.87	18.23	18.88	18.88	18.80	19.07	20.20	20.12	21.28
T Shields	14.70	17.35	18.14	18.16	18.52	18.47	18.89	18.75	19.18	20.56
T Westford	15.05	16.49	17.45	17.61	18.16	19.02	18.30	18.45	17.40	18.27
V Randolph	24.26	26.90	28.10	30.01	30.61	32.32	31.84	33.00	29.01	30.08
C Watertown	20.07	23.46	23.81	23.98	24.39	24.93	25.54	25.40	25.62	26.81
Green County										
T Adams	17.05	16.86	18.92	19.86	21.32	22.57	21.95	20.30	21.14	22.22
T Brooklyn	19.39	21.00	21.76	22.43	22.65	23.45	23.28	23.92	23.90	23.24
T Exeter	17.68	18.75	19.20	19.61	19.51	20.82	20.30	20.58	20.82	21.83
T New Glarus	20.20	21.61	22.39	22.73	22.93	23.10	23.25	23.70	23.54	24.55
T Washington	16.30	17.26	19.18	20.02	20.92	20.80	21.08	21.53	22.29	23.72
T York	16.85	18.89	20.05	20.78	20.80	21.15	21.01	21.27	21.95	23.14
V Belleville	22.59	24.72	24.94	25.92	25.27	27.03	26.26	26.44	26.51	27.28
V Brooklyn	21.83	24.25	26.30	25.96	26.33	26.56	26.98	27.98	28.30	28.97
V New Glarus	23.73	25.12	25.72	25.91	26.17	26.75	27.34	27.92	28.31	29.34
Iowa County										
T Arena	16.12	17.98	18.54	19.01	18.56	18.92	19.85	19.46	19.90	20.75
T Clyde	17.20	20.11	20.34	21.13	20.90	21.22	21.61	21.07	21.38	22.44
T Dodgeville	16.95	18.94	19.15	19.99	20.67	21.01	21.69	20.05	20.67	22.84
T Moscow	19.96	22.84	24.07	25.53	25.29	23.98	23.37	23.04	24.37	25.25
T Ridgeway	18.40	20.69	21.20	22.22	22.73	23.23	23.99	22.54	23.21	25.45
T Wyoming	16.70	18.31	18.65	19.57	19.40	19.48	20.36	19.58	20.19	22.24
V Arena	23.65	25.82	26.13	27.19	26.13	26.84	28.43	28.08	27.59	28.42
Jefferson County										
T Aztalan	15.01	16.11	16.39	16.65	18.36	19.01	19.77	19.72	20.04	20.25
T Cold Spring	16.17	17.39	17.52	18.01	18.43	18.50	18.88	18.82	19.23	19.87
T Concord	14.56	15.94	16.29	16.36	16.93	17.20	17.71	17.88	18.11	18.99
T Farmington	15.93	16.59	16.76	16.70	17.81	17.70	18.16	17.81	17.87	17.35
T Hebron	17.68	18.58	18.80	18.63	18.63	18.60	19.82	19.73	20.02	21.12
T Ixonia	15.02	16.35	16.92	17.35	17.76	17.03	17.50	17.90	18.04	19.30
T Jefferson	16.75	18.44	18.04	18.50	19.37	18.48	19.40	19.47	19.45	20.26

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

		Calendar Year Taxes are Payable									
		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
T	Koshkonong	16.66	17.85	17.36	17.23	16.99	17.19	17.94	17.84	17.90	19.19
T	Lake Mills	13.40	14.73	14.90	16.07	16.20	16.91	17.90	17.94	17.82	19.04
T	Milford	13.46	14.78	14.91	15.68	15.99	16.65	17.94	18.40	18.01	18.98
T	Oakland	16.05	17.06	17.12	17.91	18.59	19.71	20.77	20.58	20.62	22.14
T	Palmyra	12.47	14.69	16.42	16.76	17.92	17.94	18.20	18.76	19.25	19.67
T	Sullivan	15.12	16.85	17.69	17.88	18.95	18.68	19.25	19.48	19.93	20.64
T	Sumner	16.63	17.36	18.02	17.82	17.91	17.95	18.76	18.83	18.72	19.86
T	Waterloo	13.58	15.67	16.57	17.64	17.58	17.78	18.05	19.07	19.25	20.10
T	Watertown	12.97	14.89	15.01	15.16	15.56	15.75	16.23	16.21	16.55	17.50
V	Cambridge	19.45	20.82	20.84	21.84	22.61	24.94	26.46	26.61	26.06	27.57
V	Johnson Creek	20.08	21.40	21.77	22.01	23.38	23.86	24.45	24.72	24.50	22.98
V	Sullivan	20.99	22.21	21.85	21.98	23.45	22.82	23.39	23.33	23.95	24.89
C	Fort Atkinson	22.53	22.94	23.27	23.50	23.74	23.94	25.17	24.75	24.50	26.04
C	Jefferson	21.06	22.50	23.41	23.62	25.24	24.53	25.75	25.44	26.03	26.51
C	Lake Mills	18.66	20.41	20.80	22.04	22.11	22.87	24.01	24.12	23.68	25.37
C	Waterloo	18.68	21.44	22.98	23.92	24.42	24.66	24.80	26.21	26.78	28.05
C	Watertown	19.55	22.71	22.66	22.89	23.22	23.83	24.45	24.28	24.57	25.61
C	Whitewater	19.76	21.66	22.16	22.93	23.28	22.94	22.89	22.50	23.01	23.31
Juneau County											
T	Lindina	16.56	17.64	19.65	19.88	20.72	20.45	20.94	21.94	22.23	24.23
T	Lyndon	15.81	17.32	17.42	18.07	18.75	18.43	18.93	19.11	19.57	20.62
T	Seven Mile Creek	19.74	21.23	23.07	23.29	24.19	24.11	24.54	25.60	26.14	27.90
T	Summit	18.65	20.95	22.50	21.52	22.69	23.96	24.53	25.45	26.65	27.71
T	Wonewoc	18.07	20.11	21.12	20.77	21.53	23.07	23.72	24.74	25.06	26.96
V	Union Center	18.96	21.64	22.84	20.98	22.37	24.96	25.32	26.15	27.40	28.28
V	Wonewoc	20.02	23.07	25.05	23.75	25.47	27.29	28.28	28.65	29.64	31.19
C	Wisconsin Dells	21.85	24.42	23.81	24.64	25.65	24.86	25.22	25.04	26.27	26.70
Marquette County											
T	Buffalo	13.68	15.86	17.38	18.42	19.19	19.74	20.58	19.11	18.58	19.67
T	Crystal Lake	14.01	16.10	17.54	17.78	17.99	18.36	18.10	19.21	19.11	20.25
T	Douglas	15.29	17.68	18.54	19.28	19.58	19.11	19.29	19.62	19.61	20.35
T	Harris	14.03	16.66	18.08	18.36	18.78	19.54	19.17	20.48	20.16	20.56
T	Mecan	14.42	16.52	17.83	18.74	19.35	19.64	20.18	19.39	18.61	19.67
T	Montello	13.66	15.87	17.37	18.38	19.11	19.68	20.48	19.09	18.58	19.59
T	Moundville	15.83	18.22	19.38	20.11	20.45	20.26	20.50	20.55	20.11	20.78
T	Neshkoro	13.87	16.62	17.91	18.09	18.39	18.86	18.43	19.60	19.12	20.30
T	Newton	14.26	16.60	17.98	18.12	18.50	18.92	18.91	20.24	20.05	21.23

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

		Calendar Year Taxes are Payable									
		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
T	Oxford	14.04	16.59	17.95	18.27	18.46	18.83	18.99	20.21	19.69	20.80
T	Packwaukee	14.34	16.49	17.91	18.92	19.67	20.18	21.05	19.72	19.07	20.30
T	Shields	15.11	16.33	17.85	18.84	19.62	20.23	21.06	19.56	19.01	20.04
T	Springfield	13.17	15.69	17.00	17.25	17.63	18.04	17.99	19.18	18.98	20.14
T	Westfield	14.64	16.32	17.40	17.68	17.60	17.99	17.98	19.18	18.94	19.85
V	Endeavor	19.48	22.41	24.00	24.89	26.34	26.62	26.48	26.73	26.10	26.41
V	Neshkoro	17.02	20.23	22.09	22.33	22.78	23.09	22.95	24.14	24.01	24.99
V	Oxford	17.33	20.13	21.73	22.26	22.63	23.19	23.45	24.81	24.53	25.83
V	Westfield	18.98	22.81	24.33	24.80	25.37	25.82	25.96	27.17	27.00	28.12
C	Montello	20.40	23.78	25.75	26.99	27.60	27.97	29.68	28.27	26.84	26.53
Richland County											
T	Buena Vista	17.11	18.93	19.11	18.86	19.07	19.23	18.66	19.08	19.28	19.96
T	Ithaca	20.16	22.42	24.14	24.25	24.57	23.86	22.55	23.82	23.31	25.03
T	Westford	20.35	22.16	18.36	22.85	24.71	24.13	23.13	24.90	23.82	25.11
V	Lone Rock	18.52	21.35	22.32	22.04	21.92	22.21	22.07	22.25	22.84	23.99
Rock County											
T	Porter	15.29	18.11	20.08	20.38	20.09	20.65	21.11	21.75	21.75	22.28
T	Union	15.92	18.76	20.61	21.51	21.51	22.15	22.66	24.04	24.32	23.85
Sauk County											
T	Baraboo	15.15	16.92	17.57	17.16	17.10	17.34	17.30	17.27	17.68	18.14
T	Bear Creek	16.75	18.77	19.63	20.56	20.43	20.50	21.47	21.74	22.25	22.84
T	Dellona	13.19	14.35	14.98	15.67	15.78	15.54	16.12	15.43	16.41	17.08
T	Delton	13.93	15.51	16.13	16.47	16.32	16.31	16.34	16.32	16.84	16.59
T	Excelsior	13.93	14.64	15.57	16.09	16.30	17.05	17.04	17.45	18.36	19.28
T	Fairfield	14.38	16.00	16.77	16.91	16.70	16.98	16.92	16.93	17.26	17.67
T	Franklin	16.30	18.02	19.18	19.86	19.75	20.40	21.15	20.87	21.60	21.49
T	Freedom	17.20	18.51	19.50	19.93	20.27	20.79	20.59	21.03	21.65	22.45
T	Greenfield	14.59	16.25	17.01	17.20	17.12	17.43	17.37	17.34	17.58	17.98
T	Honey Creek	16.29	17.82	18.77	18.80	19.07	19.36	19.57	20.30	21.16	21.42
T	Ironton	16.13	17.07	16.90	18.89	20.11	20.61	20.74	21.57	21.90	22.84
T	La Valle	16.05	16.47	17.58	17.98	17.46	17.70	17.94	18.42	19.31	20.36
T	Merrimac	13.93	15.26	15.93	15.82	15.92	16.15	16.38	17.11	17.45	17.76
T	Prairie Du Sac	13.95	15.24	16.15	16.06	16.17	16.41	16.66	17.51	17.91	18.22
T	Reedsburg	13.95	14.35	15.31	15.91	15.53	16.37	16.45	17.04	17.97	19.04
T	Spring Green	14.89	16.35	17.43	18.15	18.61	19.24	19.52	19.65	19.74	20.89
T	Sumpter	15.60	16.86	18.20	17.74	17.89	18.12	18.70	19.15	19.84	19.97

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	Calendar Year Taxes are Payable									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
T Troy	15.59	17.17	18.06	18.23	18.26	18.59	19.01	20.11	20.67	21.03
T Washington	17.23	19.23	15.56	21.23	23.07	22.63	22.45	24.02	23.15	23.98
T Westfield	15.80	16.34	17.28	17.83	18.45	19.22	19.21	19.79	21.14	22.31
T Winfield	13.32	13.65	14.59	15.16	15.74	16.64	16.62	17.23	18.11	19.25
T Woodland	14.28	16.30	17.76	16.87	17.85	19.54	19.77	20.48	21.86	22.92
V Ironton	16.36	17.33	18.85	19.69	20.36	21.37	21.21	21.98	22.94	23.54
V Lake Delton	13.73	15.18	15.67	16.34	16.56	16.02	16.17	16.07	17.10	17.59
V La Valle	18.95	20.06	21.36	22.24	23.05	22.60	22.78	23.15	23.44	24.63
V Loganville	20.58	21.70	23.23	23.91	23.63	26.15	25.47	25.30	26.10	26.58
V Merrimac	16.02	17.47	18.67	18.04	18.16	18.44	18.72	19.54	20.27	20.45
V North Freedom	18.33	20.56	21.31	21.69	20.77	21.16	21.06	20.80	21.12	20.37
V Plain	21.24	24.10	25.26	25.08	26.48	25.53	26.22	25.63	25.80	26.11
V Prairie Du Sac	18.68	20.37	20.81	20.83	21.49	21.93	22.24	23.46	23.21	23.45
V Rock Springs	18.66	19.66	19.86	20.38	21.38	22.53	22.86	23.66	24.50	23.48
V Sauk City	17.96	19.74	20.71	20.71	20.63	21.07	21.25	22.29	23.13	23.38
V Spring Green	18.59	20.54	21.43	22.14	21.60	22.34	23.38	23.43	24.59	25.21
V West Baraboo	19.30	21.69	22.89	24.59	24.81	25.14	24.87	24.64	24.90	24.92
C Baraboo	20.94	23.66	24.71	25.37	24.95	25.68	25.40	25.21	25.51	25.81
C Reedsburg	20.11	21.12	22.01	22.75	24.04	24.81	25.06	25.95	27.20	27.84
C Wisconsin Dells	19.51	21.69	22.10	22.95	23.72	22.74	23.23	22.97	24.37	24.72

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

Notes:

- (1) The operational property tax includes tax levies for all district funds except the debt service fund. By state statutes, the operational rate may not exceed \$1.50 for fiscal years prior to 2013-2014. Beginning in fiscal year 2013-2014, the mill rate unit was changed to cap operation levy at 2013 levels with increases only allowed for net new construction. For fiscal year 2014-2015, as a result of 2013 the Wisconsin Act 145, the District now receives a greater portion of its non-operating revenue directly from state appropriations in lieu of the operating property tax levy.
- (2) Tax rates shown for overlapping governments are the Gross Tax Rate. This rate is the total property tax divided by the full value of all taxable general property in the municipality, excluding tax incremental financing (TIF) districts. Total property tax includes state taxes and special charges on counties and tax districts, state trust fund loans, general county and county special purpose taxes, local taxes, county special charges, special purpose district taxes, and school taxes (elementary, secondary, and technical college). It reflects the amount of surplus funds applied (if any) by a tax district to reduce any of the above apportionments or charges. It does not include special assessments and charges to individuals, delinquent taxes, omitted taxes, forest crop taxes, managed forest land taxes, or occupational taxes.

MADISON AREA TECHNICAL COLLEGE DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	124,121,753	88,198,137	71.06	35,923,616	124,121,753	100.00
2015	64,954,697	48,877,745	75.25	16,076,952	64,954,697	100.00
2016	66,685,505	50,064,943	75.08	16,620,562	66,685,505	100.00
2017	72,728,318	54,736,684	75.26	17,991,634	72,728,318	100.00
2018	74,965,346	57,158,226	76.25	17,807,120	74,965,346	100.00
2019	77,216,449	58,199,665	75.37	19,016,784	77,216,449	100.00
2020	79,872,879	60,025,363	75.15	19,847,516	79,872,879	100.00
2021	82,237,736	62,528,698	76.03	19,709,038	82,237,736	100.00
2022	80,021,085	61,007,898	76.24	19,013,187	80,021,085	100.00
2023	82,766,651	63,206,406	76.37	19,560,245	82,766,651	100.00

Tax Levies, Rates, and Collections

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

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

PRINCIPAL PROPERTY TAX PAYERS
Current Year and Nine Years Ago

Name of Business	Type of Business	2022			2013		
		Equalized Valuation	Rank	Percent of MATC Total Equalized Valuation	Equalized Valuation	Rank	Percent of MATC Total Equalized Valuation
Epic Systems Corporation	Medical Software	\$ 1,238,239,700	1	1.08 %	\$ 478,083,559	1	0.71 %
Promega Corporation	Biotechnology	229,677,200	2	0.20	71,004,310	7	0.11
University Research Park Inc	Research & Technology Park	212,001,500	3	0.18	74,258,956	6	0.11
CG Growth LLC	Medical	202,656,000	4	0.18			
American Family Insurance	Insurance	137,701,700	5	0.12	145,384,442	3	0.22
Ax Madison Greenway LLC	Property Management	128,405,300	6	0.11			
Madison Malls Ground LLC	Shopping Centers	101,272,000	7	0.09			
Core Campus Madison LLC	Property Development	93,975,000	8	0.08			
Goldleaf Fitchburg LLC	Property Management	85,184,800	9	0.07			
Core Campus Madison II LLC	Property Development	80,535,000	10	0.07			
Madison Joint Venture	Shopping Center				192,330,604	2	0.29
Greenway Office Center LLC	Property Management				116,987,959	4	0.17
Covance Laboratories, Inc.	Research				81,459,570	5	0.12
777 University Ave LLC	Property Management				53,245,650	8	0.08
CMFG Life Insurance Co	Insurance				52,341,351	9	0.08
Pickney Investment Group LLC	Property Development				45,152,508	10	0.07
		<u>Totals \$ 2,509,648,200</u>		<u>2.19 %</u>	<u>\$ 1,310,248,909</u>		<u>1.94 %</u>
		<u>MATC Total Equalized Valuation \$ 114,711,182,484</u>			<u>\$ 67,454,400,159</u>		

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

ENROLLMENT STATISTICS
Last Ten Fiscal Years

Student Enrollment (a)							
Year	Aidable					Non-Aidable	Grand Total
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Community Service	
2014	10,870	14,474	3,309	9,383	6,647	4,853	36,714
2015	10,362	13,862	3,326	8,460	6,481	4,796	34,405
2016	10,304	16,040	3,407	9,323	6,061	4,652	37,351
2017	9,633	15,327	3,072	7,837	5,886	3,426	33,466
2018	9,183	15,177	2,841	8,533	6,128	3,474	34,145
2019	8,672	15,138	2,721	7,490	5,860	4,094	33,360
2020	8,449	14,434	2,679	6,190	5,017	3,915	31,139
2021	7,572	13,114	2,133	2,894	2,381	1,350	22,872
2022	7,254	13,192	2,300	4,465	3,420	1,181	24,722
2023	7,022	14,011	2,252	5,316	3,685	1,313	26,647

Full-time Equivalents (b)								
Year	Aidable					Non-Aidable		Total
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Total Aidable	Community Service	
2014	3,690	4,660	893	197	554	9,994	88	10,081
2015	3,616	4,614	869	206	561	9,866	86	9,952
2016	3,586	4,804	837	217	508	9,951	81	10,033
2017	3,335	4,588	712	167	461	9,262	69	9,331
2018	3,236	4,487	698	191	500	9,112	70	9,182
2019	3,106	4,488	639	161	467	8,862	74	8,936
2020	3,077	4,400	631	138	415	8,662	61	8,723
2021	2,780	3,982	480	86	271	7,599	19	7,618
2022	2,538	3,978	535	121	379	7,551	20	7,572
2023	2,549	4,141	540	137	430	7,797	25	7,822

Notes:

- (a) Student enrollment represents the unduplicated count of citizens enrolled in District courses. A student may be enrolled in more than one program, but is counted only once in the Grand Total. Therefore, the Grand Total column does not equal the sum of the individual programs.
- (b) A full-time equivalent (FTE) is basically equal to 30 annual student credits based on a mathematical calculation, which varies somewhat by program and which is subject to state approval and audit of student and course data.

SCHEDULE OF PER CREDIT PROGRAM FEES CHARGED
Last Ten Fiscal Years

Year	College Transfer		Post Secondary Vocational Adult		Non-Aidable	
	Resident	(1)	Resident	(1)	Under Age 60*	60 and Over*
2013-14	165.40	248.10	122.20	183.30	187.82	150.26
2014-15	170.35	255.55	125.85	188.80	210.00	168.00
2015-16	173.75	260.63	128.40	192.60	260.00	208.00
2016-17	176.35	264.53	130.35	195.53	260.00	208.00
2017-18	178.80	268.20	132.20	198.30	260.00	208.00
2018-19	181.50	272.25	134.20	201.30	260.00	208.00
2019-20	184.60	276.90	136.50	204.75	300.00	240.00
2020-21	187.85	281.78	138.90	208.35	340.00	272.00
2021-22	188.90	283.35	141.00	211.50	380.00	304.00
2022-23	188.90	283.35	143.45	215.18	400.00	320.00

Additional Per Credit Fees

Material Fees

Fees for instructional materials consumed by students and instructors are required by s.38.24(1)(c), Wisconsin Statutes. These material fees are to be charged to all students on a uniform basis unless exempted by state statute, administrative code, or State Board action. There are material fee categories ranging from \$4.50 per credit to \$70 per credit. Courses are assigned to one of the material fee categories based on the amount of instructional materials required for the course. The minimum fee that is to be charged for any non-exempt enrollment is \$4.50, regardless of the credit value.

Supplemental Fee

A supplemental fee is charged to all students enrolling in post-high school courses at Madison campus locations. This fee is charged per s.38.14(9), Wisconsin Statutes and provides access to the MATC Fitness Center and supports co-curricular activities and programming, including student newspapers, athletics, performing arts, Student Senate, leadership programs, clubs and associations, the Programs and Activities Council, and the Student Life Office. For Madison Campuses, the fee was set at \$9.19 per credit for all Postsecondary & Vocational Adult credit courses and \$11.24 per credit for all College Parallel credit courses. For Regional Campuses, the fee is \$2.25 per credit for Fall and Spring semesters.

Textbook Rental Program Fee

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

Commuter Supplemental Fee

There is also a commuter supplemental fee charged to students taking at least one degree class at a Madison location during the Fall/Spring semesters to cover the costs of the Madison Bus and Paratransit program. The Fall 2022 fee and Spring 2023 fee was \$27.00 each. \$5.09 fee was charged for the Summer 2022 semester.

Academic Achievement Fee

The Academic Achievement Fee is \$1.41 per credit for all Postsecondary and Vocational Adult credit courses and \$1.89 per credit for all College Parallel credit courses. These fees provide expanded service hours, personnel and self-service and online resources that support academic success at all campuses.

MADISON AREA TECHNICAL COLLEGE DISTRICT

RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	District Population ⁽¹⁾	Equalized Valuation - TID In	General Obligation Notes and Bonds	Premiums on Notes and Bonds	Lease Liability ⁽³⁾	Subscription Liability ⁽⁴⁾	Capital Lease	Net Total Debt ⁽²⁾		
								Amount	Percent of Equalized Valuation	Per Capita
2014	744,676	70,405,217,759	167,705,000	7,584,224	N/A	N/A	58,912	175,348,136	0.25	235
2015	749,725	72,677,959,625	174,145,000	8,122,006	N/A	N/A	53,799	182,320,805	0.25	243
2016	756,312	75,522,264,359	174,310,000	8,386,753	N/A	N/A	48,973	182,745,726	0.24	242
2017	775,673	78,612,374,268	171,125,000	8,368,585	N/A	N/A	44,417	179,538,002	0.23	231
2018	783,061	83,702,047,239	166,755,000	13,081,161	N/A	N/A	40,117	179,876,278	0.21	230
2019	790,521	88,862,705,893	165,650,000	12,356,173	N/A	N/A	36,058	178,042,231	0.20	225
2020	798,053	94,997,912,017	162,890,000	11,385,396	N/A	N/A	32,227	174,307,623	0.18	218
2021	805,658	100,506,585,126	166,645,000	10,165,989	3,595,410	N/A	N/A	180,406,399	0.18	224
2022	813,326	104,977,856,204	171,190,000	9,306,364	3,364,503	3,014,566	N/A	186,875,433	0.18	230
2023	827,810	121,047,942,384	174,585,000	8,961,039	2,683,965	1,915,393	N/A	188,145,397	0.16	227

Notes:

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

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

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

(4) The District implemented GASB 96, *Subscription-based IT Arrangements* in 2023, and presented retrospectively as of July 1, 2022. Earlier periods do not reflect this standard.

MADISON AREA TECHNICAL COLLEGE DISTRICT

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
For Year ended June 30, 2023

Name of Entity ⁽¹⁾	Net Debt		Percent Applicable to District ⁽²⁾	Outstanding Debt Applicable to District
	Outstanding			
Adams County	\$ 8,030,000		15.85%	\$ 1,272,755
Columbia County	44,100,000		99.91%	44,060,310
Dane County	510,960,000		99.98%	510,857,808
Dodge County	26,405,000		18.53%	4,892,847
Green County	32,940,000		25.40%	8,366,760
Iowa County	25,040,000		15.60%	3,906,240
Jefferson County	52,270,000		87.76%	45,872,152
Juneau County	16,369,313		9.16%	1,499,429
Marquette County	11,345,911		98.08%	11,128,070
Richland County	21,865,000		7.30%	1,596,145
Rock County	56,270,000		0.19%	106,913
Sauk County	50,085,000		98.45%	49,308,683
Total Cities	1,091,861,818		Varies	1,067,331,777
Total Villages	381,092,155		100.00%	381,092,155
Total Towns	20,716,585		Varies	17,184,530
Total School Districts	2,131,934,041		Varies	1,818,112,693
Madison Metropolitan Sewerage District	147,153,614		100.00%	147,153,614
Subtotal, overlapping debt				4,113,742,881
District Direct Debt				
General Obligation Notes				116,325,000
General Obligation Bonds				58,260,000
Premiums on Notes and Bonds				8,961,039
Lease Liability				2,683,965
Subscription Liability				1,915,393
Subtotal, District direct debt				188,145,397
Total direct and overlapping debt				<u>\$ 4,301,888,278</u>

Statistical Summary

2022 Equalized Valuation - TID In	<u>\$ 121,047,942,384</u>
Direct District Indebtedness	188,145,397
Overlapping and Underlying Bonded Indebtedness	<u>4,113,742,881</u>
Total Direct, Overlapping and Underlying Indebtedness	<u>\$ 4,301,888,278</u>
Direct, Overlapping and Underlying Indebtedness as a Percentage of Equalized Valuation	3.55%
Population of District	827,810
Direct, Overlapping and Underlying Indebtedness - Per Capita	<u>\$ 5,196.71</u>

Source: PMA, Inc

Notes:

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

LEGAL DEBT MARGIN INFORMATION

Legal Debt Margin Calculation for Fiscal Year 2023	<u>5%</u> <u>Debt Limit</u>	<u>2%</u> <u>Debt Limit</u>
2022 Equalized Valuation - TID In	\$ 121,047,942,384	\$ 121,047,942,384
	<u> x 5%</u>	<u> x 2%</u>
Total debt limit - 5% of equalized valuation	6,052,397,119	2,420,958,848
Debt applicable to limit:		
General obligation notes	116,325,000	116,325,000
General obligation bonds	58,260,000	58,260,000
Less: debt service funds available (GAAP Basis)	<u>(3,634,085)</u>	<u>(3,634,085)</u>
Total amount of debt applicable to debt limit	<u>170,950,915</u>	<u>170,950,915</u>
Legal total debt margin	<u><u>\$ 5,881,446,204</u></u>	<u><u>\$ 2,250,007,933</u></u>

Legal Debt Margin, Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total net debt applicable to the limit</u>	<u>Legal debt margin</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2014	3,520,260,888	166,663,163	3,353,597,725	4.73
2015	3,633,897,981	172,390,261	3,461,507,720	4.74
2016	3,776,113,218	172,190,549	3,603,922,669	4.56
2017	3,930,618,713	168,841,623	3,761,777,090	4.30
2018	4,185,102,362	163,697,791	4,021,404,571	3.91
2019	4,443,135,295	162,199,302	4,280,935,992	3.65
2020	4,749,895,601	160,472,395	4,589,423,206	3.38
2021	5,025,329,256	165,784,019	4,859,545,237	3.30
2022	5,248,892,810	169,674,321	5,079,218,489	3.23
2023	6,052,397,119	170,950,915	5,881,446,204	2.82

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

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

Year	District Population ⁽³⁾	County Population ⁽²⁾			Personal Income ⁽⁵⁾	Per Capita Personal Income ⁽⁴⁾			Unemployment Rate ⁽⁶⁾		
		Dane	Jefferson	Sauk		Dane	Jefferson	Sauk	Dane	Jefferson	Sauk
2014	744,676	502,251	83,974	62,092	32,515,843	51,523	39,495	40,745	4.1	6.1	4.9
2015	749,725	508,384	84,255	62,207	34,354,201	53,705	40,761	43,763	3.3	4.2	3.7
2016	756,312	518,537	84,262	62,187	35,688,394	55,232	41,698	44,037	2.8	3.9	3.1
2017	775,673	524,775	84,412	62,240	37,800,986	58,100	43,637	45,847	2.6	3.2	2.9
2018	783,061	530,519	84,352	62,822	40,292,607	61,304	46,241	48,365	2.4	3.0	2.3
2019	790,521	537,156	84,579	63,281	42,318,134	64,071	47,152	51,115	2.9	3.4	3.0
2020	798,053	543,398	84,692	63,343	44,291,831	66,094	49,591	55,166	7.4	7.3	10.3
2021	805,658	551,849	85,187	64,048	48,633,867	71,062	53,863	60,631	3.6	3.9	4.7
2022	813,326	582,165	86,576	66,497	(7)	(7)	(7)	(7)	2.7	3.2	3.3
2023	827,810	590,056	86,598	66,495	(7)	(7)	(7)	(7)	2.8	3.1	2.8

Notes:

- (1) Dane, Jefferson and Sauk Counties are the most populous counties in the district. The majority of these counties are within the district. The district includes almost all of five (5) counties and parts of seven (7) other counties. These three counties comprise 89% of the district's total equalized valuation.
- (2) Source: Wisconsin Department of Administration, Demographic Services Center.
- (3) Calculated by District staff from information supplied by ESRI GIS software.
- (4) Source: US Department of Commerce, Bureau of Economic Analysis.
- (5) Source: US Department of Commerce, Bureau of Economic Analysis. Total includes Dane, Jefferson, and Sauk counties only. Amounts in thousands.
- (6) Source: Wisconsin Department of Workforce Development. 2023 Unemployment rates are as of June 2023.
- (7) Information not yet available.

MADISON AREA TECHNICAL COLLEGE DISTRICT

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

Name of Business	County	Type of Business	2023 ⁽¹⁾			2014 ⁽²⁾		
			Number of Employees	Rank	Percent of District Population	Number of Employees	Rank	Percent of District Population
State of Wisconsin	Dane	State Government	35,877	1	4.33 %	16,300	2	2.17 %
University of Wisconsin-Madison	Dane	University/College	24,398	2	2.95	21,727	1	2.90
UW Hospitals and Clinics	Dane	Hospital/healthcare	18,000	3	2.17	8,397	3	1.12
EPIC Systems	Dane	Software Services	10,000	4	1.21	6,800	4	0.91
Madison Metropolitan School District	Dane	Elementary & Secondary Education	3,715 ⁽³⁾	5	0.45	3,903	7	0.52
Wisconsin Physicians Service Insurance	Dane	Health Benefits/Insurance	3,500	6	0.42			
Unitypoint Health-Meriter	Dane	Hospital/healthcare	3,500	6	0.42	3,300	9	0.44
American Family Insurance	Dane	Insurance	3,400	8	0.41	3,400	8	0.45
Madison College District	Dane	Technical College	2,832 ⁽⁴⁾	9	0.34			
Dane County	Dane	County Government	2,467	10	0.30			
SSM Health Care of WI	Dane	Hospital/healthcare				6,611	5	0.88
U.S. Government	Dane	Government				4,990	6	0.67
St. Mary's Hospital	Dane	Hospital/healthcare				2,800	10	0.37
Total			<u>107,689</u>		<u>13.01 %</u>	<u>78,228</u>		<u>10.43 %</u>

Notes:

(1) Source: PMA, Inc. via Madison Area Technical College General Obligation Promissory Notes, Series 2022-23H, dated 5/2/23

(2) Source: Madison College's Comprehensive Annual Financial Report for year ended June 30, 2014

(3) FTE Equivalent

(4) Includes full and part-time employees

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	Full Time Employees as of June 30									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<u>District Total:</u>										
Administrative	135	120	113	106	104	95	103	86	81	98
Faculty Instructors	454	458	467	447	451	454	470	473	474	440
Professional Non-faculty	39	41	37	40	38	26	22	18	16	3
Clerical/Secretarial	134	134	127	123	120	130	130	130	131	116
Technicians/Para-professional	255	255	244	239	242	235	222	216	194	218
Service/Maintenance	67	63	65	68	68	68	66	59	57	54
	<u>1,084</u>	<u>1,071</u>	<u>1,053</u>	<u>1,023</u>	<u>1,023</u>	<u>1,008</u>	<u>1,013</u>	<u>982</u>	<u>953</u>	<u>929</u>

Source: Equal Opportunity/Affirmative Action Program data

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

Year	Operational Expenditures ⁽³⁾ (General and Special Revenue-Aidable Funds)		Student Enrollments		MATC Operational Expenditures per Student		Statewide Operational Costs per Student	
	Amount (in thousands)	Percent Increase/ (Decrease)	Full-Time Equivalent Students	Percent Increase/ (Decrease)	Per FTE Students	Percent Increase/ (Decrease)	Per FTE Students	Rank (1)
2014	155,763	(0.2)	10,081	(3.5)	15,451	3.5	14,926	9
2015	158,985	2.1	9,952	(1.3)	15,975	3.4	15,618	9
2016	159,699	0.4	10,033	0.8	15,918	(0.4)	15,635	9
2017	157,671	(1.3)	9,331	(7.0)	16,898	6.2	16,181	13
2018	161,141	2.2	9,182	(1.6)	17,550	3.9	16,568	13
2019	164,929	2.4	8,936	(2.7)	18,456	5.2	16,756	13
2020	166,948	1.2	8,723	(2.4)	19,139	3.7	17,115	13
2021	162,332	(2.8)	7,618	(12.7)	21,309	11.3	18,868	13
2022	175,554	8.1	7,572	(0.6)	23,186	8.8	19,665	14
2023	180,053	2.6	7,822	3.3	23,019	(0.7)	(2)	(2)

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

(2) Not yet available.

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

<u>Year</u>	<u>Number of Graduates</u>	<u>Total Number Available for Employment</u>	<u>Percent Employed</u>	<u>Percent Employed in Related Occupations</u>	<u>Percent Employed in District</u>	<u>Average Monthly Salary</u>	<u>Graduates Satisfied or Very Satisfied w/Training</u>
2013	3,640	1,779	89	64	74	2,827	97
2014	3,177	1,511	92	71	76	2,944	98
2015	3,231	1,665	92	74	71	3,229	98
2016	3,154	1,885	92	73	65	3,244	96
2017	3,190	1,771	93	74	76	3,332	97
2018	3,703	1,637	95	75	77	3,392	97
2019	3,842	1,806	92	73	80	3,484	98
2020	3,634	1,495	89	71	76	3,645	97
2021	3,389	1,513	92	79	72	3,903	97
2022	3,332	1,298	92	78	74	4,185	97

Notes:

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

SQUARE FOOTAGE OF DISTRICT FACILITIES
Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
MC-Madison										
District Administration (1)	-	-	-	-	-	-	-	14,265	14,265	14,265
Truax Campus										
Main Building	1,132,641	1,041,634	1,032,634	1,023,434	1,023,434	1,023,434	1,023,434	1,009,169	1,009,169	1,009,169
Health Education Building	176,933	176,933	176,933	176,933	176,933	176,933	176,933	176,933	176,933	176,933
Protective Services Building	81,410	81,410	81,410	81,410	81,410	81,410	81,410	81,410	81,410	81,410
Animal Holding	7,894	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577	5,577
Downtown Education Center	-	-	-	-	-	204,158	204,158	204,158	204,158	204,158
Goodman South	83,385	83,385	83,385	83,385	-	-	-	-	-	-
Commercial Avenue Education Center										
Building A	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838	72,838
Building B	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240	37,240
Fire Training Facilities	-	-	-	-	-	-	-	-	-	14,265
Goodman Recreation Facilities										
Softball	4,591	4,065	4,065	4,065	4,065	4,065	-	-	-	-
Soccer	1,099	909	909	909	909	909	-	-	-	-
MC-North Property Storage Building										
North Court	122,849	118,000	118,000	118,000	118,000	118,000	118,000	118,000	118,000	118,000
Penske Building	-	-	10,663	19,163	19,163	19,163	19,163	19,163	19,163	19,163
Early Learning Campus (formerly Penske Bldg)	17,072	19,163	8,500	-	-	-	-	-	-	-
Sub-Total	1,737,952	1,641,154	1,632,154	1,622,954	1,539,569	1,743,727	1,738,753	1,738,753	1,738,753	1,753,018
MC-Fort Atkinson Campus	45,871	41,540	41,540	36,840	36,840	36,840	36,840	36,840	36,840	36,840
MC-Portage Campus	20,047	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982
MC-Reedsburg Campus	34,250	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559
MC-Watertown Campus	41,733	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441
Columbus - Protective Services Training Facility	13,752	12,357	12,357	12,357	12,357	12,357	-	-	-	-
Sub-Total	155,653	138,879	138,879	134,179	134,179	134,179	121,822	121,822	121,822	121,822
Other (Leased)										
Village Family Dental, 1250 Prairie St, Sun Prairie	-	2,000	-	-	-	-	-	-	-	-
Foundation Centre, 3591 Anderson Street	34,135	34,135	34,135	34,135	34,135	34,135	34,135	34,135	34,135	34,135
McAllen Center, 1802 Wright St	-	-	-	-	-	-	-	-	-	12,000
McAllen Center, 3513 Anderson, Suite 112	-	-	-	-	-	-	-	-	-	1,580
McAllen Center, 3513 Anderson, Suite 108	-	-	-	-	-	-	-	-	-	2,385
Portage Enterprise Center	8,750	7,650	3,750	3,750	3,750	3,750	3,750	3,750	3,750	2,500
Portage Enterprise Center Suite A Addition	-	-	3,900	3,900	3,900	3,900	3,900	3,900	3,900	-
Renewal Unlimited	-	1,380	1,380	1,380	1,380	1,380	1,380	1,380	1,380	1,380
Sauk County W. Square Ctr	-	-	-	-	-	-	-	-	-	378
South Madison Center (Village on Park)	-	-	-	-	12,287	12,287	12,287	12,287	12,287	12,287
MC West-Old (Gammon Address)	-	-	-	-	-	-	-	-	101,379	101,379
MC West-New (Excelsior Address)	-	-	17,504	17,504	17,504	12,843	12,843	12,843	-	-
Village of Plain, 510 Green Blvd	-	-	-	-	-	-	-	-	1,490	1,490
Sub-Total	42,885	45,165	60,669	60,669	72,956	68,295	68,295	68,295	158,699	169,514
Total Square Footage	1,936,490	1,825,198	1,831,702	1,817,802	1,746,704	1,946,201	1,928,870	1,928,870	2,019,274	2,044,354

Source: Madison College Office of Facility Services Director.

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

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
LEGAL DESCRIPTION**

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

Madison Area Technical College - Madison

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

Goodman South Campus, 2429 Perry Street
Madison, Wisconsin 53713

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

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

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

Madison Area Technical College – Columbus

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

Madison Area Technical College - Fort Atkinson

827 Banker Road, Fort Atkinson, Wisconsin, 53538

Madison Area Technical College - Portage

330 Collins Street, Portage, Wisconsin 53901

Madison Area Technical College - Reedsburg

300 Alexander Avenue, Reedsburg, Wisconsin 53959

Madison Area Technical College - Watertown

1300 West Main Street, Watertown, Wisconsin 53098



MADISON

AREA | TECHNICAL

COLLEGE

Form of Continuing Disclosure Certificate

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Madison Area Technical College District, Adams, Columbia, Dane, Dodge, Green, Iowa, Jefferson, Juneau, Marquette, Richland, Rock and Sauk Counties, Wisconsin (the "Issuer") in connection with the issuance of \$3,000,000 General Obligation Promissory Notes, Series 2023-24G, dated June 4, 2024 (the "Securities"). The Securities are being issued pursuant to resolutions adopted on April 3, 2024, as supplemented by a Certificate Approving the Preliminary Official Statement and Details of General Obligation Promissory Notes, Series 2023-24G (collectively, the "Resolution") and delivered to _____ (the "Purchaser") on the date hereof. Pursuant to the Resolution, the Issuer has covenanted and agreed to provide continuing disclosure of certain financial information and operating data and timely notices of the occurrence of certain events. In addition, the Issuer hereby specifically covenants and agrees as follows:

Section 1(a). Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the holders of the Securities in order to assist the Participating Underwriters within the meaning of the Rule (defined herein) in complying with SEC Rule 15c2-12(b)(5). References in this Disclosure Certificate to holders of the Securities shall include the beneficial owners of the Securities. This Disclosure Certificate constitutes the written Undertaking required by the Rule.

Section 1(b). Filing Requirements. Any filing under this Disclosure Certificate must be made solely by transmitting such filing to the MSRB (defined herein) through the Electronic Municipal Market Access ("EMMA") System at www.emma.msrb.org in the format prescribed by the MSRB. All documents provided to the MSRB shall be accompanied by the identifying information prescribed by the MSRB.

Section 2. Definitions. In addition to the defined terms set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Report" means any annual report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Audited Financial Statements" means the Issuer's annual financial statements, which are currently prepared in accordance with generally accepted accounting principles (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and which the Issuer intends to continue to prepare in substantially the same form.

"Final Official Statement" means the Official Statement dated May 14, 2024 delivered in connection with the Securities, which is available from the MSRB.

"Financial Obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

"Fiscal Year" means the fiscal year of the Issuer.

"Governing Body" means the District Board of the Issuer or such other body as may hereafter be the chief legislative body of the Issuer.

"Issuer" means the Madison Area Technical College District, Adams, Columbia, Dane, Dodge, Green, Iowa, Jefferson, Juneau, Marquette, Richland, Rock and Sauk Counties, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the Chief Financial Officer/Controller of the Issuer who can be contacted at 1701 Wright Street, Madison, Wisconsin 53704, phone (608) 246-6033, fax (608) 246-6047.

"Listed Event" means any of the events listed in Section 5(a) of this Disclosure Certificate.

"MSRB" means the Municipal Securities Rulemaking Board.

"Participating Underwriter" means any of the original underwriter(s) of the Securities (including the Purchaser) required to comply with the Rule in connection with the offering of the Securities.

"Rule" means SEC Rule 15c2-12(b)(5) promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time, and official interpretations thereof.

"SEC" means the Securities and Exchange Commission.

Section 3. Provision of Annual Report and Audited Financial Statements.

(a) The Issuer shall, not later than 270 days after the end of the Fiscal Year, commencing with the year ending June 30, 2024, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 270 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

(b) If the Issuer is unable or fails to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send in a timely manner a notice of that fact to the MSRB in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements and updates of the following sections of the Final Official Statement to the extent such financial information and operating data are not included in the Audited Financial Statements:

1. TAX LEVIES, RATES AND COLLECTIONS
2. EQUALIZED VALUATIONS
3. INDEBTEDNESS OF THE DISTRICT - Direct Long-Term Indebtedness

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which are available to the public on the MSRB's Internet website or filed with the SEC. The Issuer shall clearly identify each such other document so incorporated by reference.

Section 5. Reporting of Listed Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Securities:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
7. Modification to rights of holders of the Securities, if material;
8. Securities calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Securities, if material;
11. Rating changes;
12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the

ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

For the purposes of the event identified in subsection (a)12. above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

(b) When a Listed Event occurs, the Issuer shall, in a timely manner not in excess of ten business days after the occurrence of the Listed Event, file a notice of such occurrence with the MSRB. Notwithstanding the foregoing, notice of Listed Events described in subsections (a) (8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Securities pursuant to the Resolution.

(c) Unless otherwise required by law, the Issuer shall submit the information in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under the Resolution and this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all the Securities.

Section 7. Issuer Contact; Agent. Information may be obtained from the Issuer Contact. Additionally, the Issuer may, from time to time, appoint or engage a dissemination agent to assist it in carrying out its obligations under the Resolution and this Disclosure Certificate, and may discharge any such agent, with or without appointing a successor dissemination agent.

Section 8. Amendment; Waiver. Notwithstanding any other provision of the Resolution or this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if the following conditions are met:

(a) (i) The amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the Issuer, or the type of business conducted; or

(ii) This Disclosure Certificate, as amended or waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of beneficial owners of the Securities, as determined and certified to the Issuer by an underwriter, financial advisor, bond counsel or trustee.

In the event this Disclosure Certificate is amended for any reason other than to cure any ambiguities, inconsistencies, or typographical errors that may be contained herein, the Issuer agrees the next Annual Report it submits after such amendment shall include an explanation of the reasons for the amendment and the impact of the change, if any, on the type of financial statements or operating data being provided.

If the amendment concerns the accounting principles to be followed in preparing financial statements, then the Issuer agrees that it will give an event notice and that the next Annual Report it submits after such amendment will include a comparison between financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10. Default. (a) Except as described in the Final Official Statement, in the previous five years, the Issuer has not failed to comply in all material respects with any previous undertakings under the Rule to provide annual reports or notices of events.

(b) In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any holder of the Securities may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under the Resolution and this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default with respect to the Securities and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Participating Underwriters and holders from time to time of the Securities, and shall create no rights in any other person or entity.

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 4th day of June, 2024.

Donald D. Dantzler, Jr.
Chairperson

(SEAL)

Melanie Lichtfeld
Secretary

Official Notice of Sale and Bid Form

OFFICIAL NOTICE OF SALE

AND

BID FORM

FOR

MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN

\$3,000,000* GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2023-24G

DATE AND TIME:

May 14, 2024
10:00 a.m.
Central Daylight Saving Time

PLACE:

PMA Securities, LLC
770 N. Jefferson Street, Suite 200
Milwaukee, Wisconsin 53202
Attention: Phil Hohlweck
Phone: (414) 436-1943
E-Mail: compbidWI@pmanetwork.com

FORM OF BIDDING:

Electronic or via e-mail, as described herein.

* Preliminary, subject to change.

OFFICIAL NOTICE OF SALE

MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN \$3,000,000* GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2023-24G

NOTICE IS HEREBY GIVEN that the Madison Area Technical College District, Wisconsin (the “District”), will receive bids either (i) electronically via **Parity**® or (ii) sent via e-mail to compbidWI@pmanetwork.com (each as more fully described below), for the purchase of its \$3,000,000* General Obligation Promissory Notes, Series 2023-24G (the “Notes”), on an all or none basis at the following time and place:

DATE AND TIME: 10:00 a.m.
Central Daylight Saving Time
May 14, 2024

PLACE: Offices of the District’s Municipal Advisor:
PMA Securities, LLC (the “Municipal Advisor”)
770 N. Jefferson Street, Suite 200
Milwaukee, Wisconsin 53202

AWARD OF NOTES: Bids will be publicly announced at the above time and place. Unless all bids are rejected, award will be made by a notification of sale to the bidder offering the lowest true interest cost (“TIC”) to the District.

The Notes

Proceeds of the Notes will be used for the public purpose of (i) paying the cost of building remodeling and improvement projects, (ii) paying the cost of the acquisition of movable equipment, and (iii) paying certain costs associated with the issuance of the Notes.

The Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes, an authorizing resolution adopted by the District Board (the “Board”) on April 3, 2024 and a parameters resolution adopted by the Board on April 3, 2024, as supplemented by a Certificate Approving the Preliminary Official Statement and Details of General Obligation Promissory Notes, Series 2023-24G to be executed on May 14, 2024 (the “Parameters Resolution”). The Notes will be general obligations of the District for which its full faith and credit and taxing powers are pledged which taxes may, under current law, be levied without limitation as to rate or amount. The District is authorized and required by law to levy on all property taxable by the District such ad valorem taxes as may be necessary to pay the Notes and the interest thereon. See “THE NOTES” and “CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS CONCERNING THE DISTRICT’S POWER TO INCUR INDEBTEDNESS” in the Preliminary Official Statement for further information on the authorization and security for the Notes.

* Preliminary, subject to change.

Bidding Instructions

Each proposal must be submitted on the Official Bid Form without alteration or change no later than 10:00 a.m. Central Daylight Saving Time on May 14, 2024 either:

(i) via **Parity**® in accordance with this Official Notice of Sale. To the extent any instructions or directions set forth in **Parity**® conflict with this Official Notice of Sale, the terms of this Official Notice of Sale shall control. For further information about **Parity**®, potential bidders may contact the Municipal Advisor or i-Deal LLC at 1359 Broadway, New York, NY 10018, telephone (212) 849-5021; or

(ii) via e-mail to compbidWI@pmanetwork.com.

The Bidder (“Bidder”) bears all risk of transmission failure.

Any Bidder intending to bid via e-mail shall notify the Municipal Advisor of such intention no later than the close of business on Monday, May 13, 2024.

Determination of Winning Bid

The Notes will be awarded to the single and best Bidder (the “Underwriter”) whose bid will be determined upon the basis of the **lowest TIC** at the rates designated in said bid from the dated date to the maturity dates after deducting the bid premium or adding the bid discount, if any. The TIC will be calculated as the rate which, when used in computing the present value of all principal and interest to be paid on the Notes (commencing on September 1, 2024 and semiannually on each March 1 and September 1 thereafter), produces an amount on the date of issuance of the Notes (expected to be June 4, 2024) equal to the purchase price set forth in the bid. In the event of more than one proposal specifying the lowest TIC, the Notes will be awarded to the Bidder whose proposal is selected by lot from among all such proposals. If the requirements set forth in the Parameters Resolution are not satisfied, the Notes will not be awarded.

Terms of the Notes

The Notes will be dated the date of issuance thereof, will mature on the dates and in the amounts, and not more than one rate should be specified for each maturity as described in the Official Bid Form attached hereto.

The Notes are not subject to optional redemption prior to maturity.

Any Bidder electing to designate any maturities as term bonds shall so specify on the affirmed bid form. The term bonds shall be subject to mandatory sinking fund redemption by lot in the amounts currently specified for the serial bonds, at a redemption price of 100% of the principal amount thereof.

Bidding Parameters

The interest rates must be in multiples of one-eighth or one-twentieth of one percent (1/8 or 1/20 of 1%), and not more than one rate for a single maturity shall be specified. The rate bid for each maturity shall not exceed 5.00%. All bids must be for all of the Notes and must be for not less than 100.00% and not more than 105.00% of the par amount thereof.

Attorneys' fees, Municipal Advisor fees, rating agency fees, paying agent fees, the cost of distributing the Official Notice of Sale, the Preliminary Official Statement and the final Official Statement and miscellaneous expenses of said District incurred in connection with the offering and delivery of the Notes shall all be the obligation of the Underwriter. The total of these fees is \$50,682.

A good faith deposit will not be required prior to bid opening. The Underwriter is required to submit a certified or cashier's check on a solvent bank or trust company or a wire transfer for \$30,000 payable to the District as evidence of good faith of the bidder (the "Deposit") not later than 3:30 P.M. Central Daylight Saving Time on the sale date. The Deposit of the Underwriter will be retained by the District pending delivery of the Notes. The District may hold the proceeds of any Deposit or invest the same (at the District's risk) in obligations that mature at or before the delivery of the Notes, until disposed of, as follows: (a) at the delivery of the Notes and upon compliance with the Underwriter's obligation to take up and pay for the Notes, the full amount of the Deposit held by the District, without adjustment for interest, shall be applied toward the purchase price of the Notes at that time, and the full amount of any interest earnings thereon shall be retained by the District; and (b) if the Underwriter fails to take up and pay for the Notes when tendered, the full amount of the Deposit plus any interest earnings thereon will be forfeited to the District as liquidated damages.

The Underwriter shall provide Bond Counsel, within 48 hours of the award, the required issue statistics to complete parts II-V of Department of Treasury Form 8038-G.

The District will furnish to the Underwriter the approving legal opinion of Bond Counsel. After delivery, the District will furnish to the Underwriter a complete certified transcript of all proceedings in connection with the issuance of the Notes which shall include a non-litigation certificate showing that there is no litigation pending or threatened as to the validity or security of the Notes.

Establishment of Issue Price

(a) The winning bidder (the "Purchaser") shall assist the District in establishing the issue price of the Notes and shall execute and deliver to the District at closing an "issue price" or similar certificate setting forth the reasonably expected initial offering price to the Public (as hereinafter defined) or the sales price or prices of the Notes, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Exhibit A, with such modifications as may be appropriate or necessary, in the reasonable judgment of the Purchaser, the District and Bond Counsel. All actions to be taken by the District under this Official Notice of Sale to establish the issue price of the Notes may be taken on behalf of the District by the District's Municipal Advisor, identified herein, and any notice or report to be provided to the

District may be provided to the District's Municipal Advisor. Within one hour of the award, the Purchaser will provide the District and its Municipal Advisor the expected initial offering price of the Notes, which the Purchaser used to formulate its bid.

(b) The District intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Notes) will apply to the initial sale of the Notes (the "Competitive Sale Requirements") because:

- (1) the District will disseminate this Official Notice of Sale to potential Underwriters in a manner that is reasonably designed to reach potential Underwriters;
- (2) all bidders will have an equal opportunity to bid;
- (3) the District may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (4) the District anticipates awarding the sale of the Notes to the bidder who submits a firm offer to purchase the Notes at the lowest TIC, as set forth in this Official Notice of Sale.

Any bid submitted pursuant to this Official Notice of Sale shall be considered a firm offer for the purchase of the Notes, as specified in the bid.

(c) In the event that the Competitive Sale Requirements are not satisfied, the District shall so advise the Purchaser. In such event, any bid proposal submitted will not be subject to cancellation or withdrawal, and the District agrees to use the rule selected by the Purchaser on its bid form to determine the issue price for the Notes. On the bid form, each bidder must select one of the following rules to establish the issue price of the Notes: (i) the first price at which 10% of a maturity of the Notes (the "10% Test") is sold to the Public as the issue price of that maturity, or (ii) the initial offering price of that maturity (the "Hold-the-Offering-Price Rule"), in each case applied on a maturity-by-maturity basis. The Purchaser shall advise the District if any maturity of the Notes satisfies the 10% Test as of the date and time of the award of the Notes. The Purchaser shall promptly advise the District, at or before the time of award of the Notes, which maturities of the Notes shall be subject to the 10% Test or shall be subject to the Hold-the-Offering-Price Rule. ***Bidders should prepare their bids on the assumption that some or all of the maturities of the Notes will be subject to the Hold-the-Offering-Price Rule or the 10% Test, as selected on the bid form, in order to establish the issue price of the Notes.*** In addition, if the 10% Test has not been satisfied with respect to any maturity of the Notes prior to closing, then the Purchaser shall provide the District with a representation as to the price or prices as the date of closing at which the Purchaser reasonably expects to sell the remaining Notes of such maturity.

(d) **If the Competitive Sale Requirements are not satisfied and the Purchaser selects the Hold-the-Offering-Price Rule**, then the Purchaser shall (i) confirm that the Underwriters (as hereinafter defined) have offered or will offer the Notes to the Public (as hereinafter defined) on or before the date of award at the offering price or prices (the "Initial

Offering Price”), or at the corresponding yields set forth in the bid submitted by the Purchaser and (ii) agree, on behalf of the Underwriters participating in the purchase of the Notes, that the Underwriters will neither offer nor sell unsold Notes of any maturity to which the Hold-the-Offering-Price Rule shall apply to any person at a price that is higher than the Initial Offering Price to the Public during the period starting on the Sale Date (as hereinafter defined) and ending on the earlier of the following:

- (1) the close of the fifth (5th) business day after the Sale Date; or
- (2) the date on which the Underwriters have sold at least 10% of that maturity of the Notes to the Public at a price that is no higher than the Initial Offering Price to the Public.

The Purchaser will advise the District promptly after the close of the fifth (5th) business day after the Sale Date whether it has sold 10% of that maturity of the Notes to the Public at a price that is no higher than the Initial Offering Price to the Public. Within one hour of the award, the Purchaser will inform the District of the Initial Offering Price for each maturity of the Notes.

(e) If the Competitive Sale Requirements are not satisfied and the Purchaser selects the 10% Test, then until the 10% Test has been satisfied as to each maturity of the Notes, the Purchaser agrees to promptly report to the District the prices at which the unsold Notes of that maturity have been sold to the Public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all Notes of that maturity have been sold or (ii) the 10% Test has been satisfied as to the Notes of that maturity, provided that, the Purchaser’s reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the District or Bond Counsel. In addition, if the 10% test has not been satisfied with respect to any maturity of the Notes prior to closing, then the Purchaser shall provide the District with a representation as to the price or prices as of the date of closing at which the Purchaser reasonably expects to sell the remaining Notes of such maturity.

(f) The District acknowledges that, in making the representations set forth above, the Purchaser will rely on (i) the agreement of each Underwriter to comply with requirements for establishing the issue price of the Notes, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Notes, as set forth in an agreement among Underwriters and the related pricing wires, (ii) in the event a selling group has been created in connection with the initial sale of the Notes to the Public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Notes, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Notes, as set forth in a selling group agreement and the related pricing wires, and (iii) in the event that an Underwriter is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Notes to the Public, the agreement of each broker-dealer that is a party to such agreement to comply with the requirements for establishing the issue price of the Notes including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Notes, as set forth in the third-party distribution agreement and the related pricing wires. The District further acknowledges that each Underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing the issue price of the Notes, including, but not limited to, its

agreement to comply with the Hold-the-Offering-Price Rule, if applicable to the Notes, and that no Underwriter shall be liable for the failure of any other Underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing the issue price of the Notes, including, but not limited to, its agreement to comply with the Hold-the-Offering-Price Rule if applicable to the Notes.

(g) By submitting a bid, each bidder confirms that:

(i) any agreement among Underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Notes to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such third-party distribution agreement, as applicable:

(A)(i) to report the prices at which it sells to the Public the unsold Notes of each maturity allocated to it whether or not the closing date has occurred, until either all Notes of that maturity allocated to it have been sold or it is notified by the Purchaser that the 10% Test has been satisfied as to the Notes of that maturity, provided that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the Purchaser and (ii) to comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the Purchaser and as set forth in the related pricing wires, which shall be until the 10% Test has been satisfied as to the Notes of that maturity or until the close of business on the fifth (5th) business day following the date of award,

(B) to promptly notify the Purchaser of any sales of Notes that, to its knowledge, are made to a purchaser who is a related party to an Underwriter participating in the initial sale of the Notes to the Public (each such term being used as defined below), and

(C) to acknowledge that, unless otherwise advised by the Underwriter, the Purchaser shall assume that each order submitted by the Underwriter is a sale to the Public.

(ii) any agreement among Underwriters or selling group agreement relating to the initial sale of the Notes to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Notes to the Public to require each broker-dealer that is a party to such third-party distribution agreement to (A) report the prices at which it sells to the Public the unsold Notes of each maturity allocated to it, whether or not the closing date has occurred, until either all Notes of that maturity allocated to it have been sold or until it is notified by the Purchaser or such Underwriter that the 10% Test has been satisfied as to the Notes of that maturity, provided

that, the reporting obligation after the closing date may be at reasonable periodic intervals or otherwise upon request of the Purchaser or such Underwriter and (B) comply with the Hold-the-Offering-Price Rule, if applicable, if and for so long as directed by the Purchaser or the Underwriter and as set forth in the related pricing wires, which shall be at least until the 10% Test has been satisfied as to the Notes of that maturity or until the close of business on the fifth (5th) business day following the date of the award.

(h) Sales of any Notes to any person that is a Related Party to an Underwriter participating in the initial sale of the Notes to the Public shall not constitute sales to the Public for purposes of this Official Notice of Sale. Further, for purposes of this Official Notice of Sale:

- (i) “Public” means any person other than an Underwriter or a Related Party,
- (ii) “Underwriter” means (A) any person that agrees pursuant to a written contract with the District (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Notes to the Public),
- (iii) a purchaser of any of the Notes is a “Related Party” to an Underwriter if the Underwriter and the Purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- (iv) “Sale Date” means the date that the Notes are awarded by the District to the Purchaser.

Tax Status

Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel, will deliver a legal opinion with respect to the federal income tax status applicable to the interest on the Notes under existing law substantially in the form attached to the Preliminary Official Statement as Appendix A.

Not Qualified Tax-Exempt Obligations

The Notes are not “qualified tax-exempt obligations” under the small issuer exception provided under Section 265(b)(3) of the Internal Revenue Code of 1986, as amended (the “Code”), which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

Book-Entry Only

The Notes will be issued as fully-registered Notes without coupons and, when issued, will be registered in the name of CEDE & Co., as nominee for The Depository Trust Company, New York, New York (“DTC”). DTC will act as securities depository of the Notes. A single Note certificate for each maturity will be issued to DTC and immobilized in its custody. Individual purchases may be made in book-entry-only form only through DTC participants, in the principal amount of \$5,000 or any integral multiple thereof. Individual purchasers will not receive certificates evidencing their ownership of the Notes purchased. The Underwriter shall be required to deposit the Note certificates with DTC as a condition to delivery of the Notes. The District will make payments of principal and interest on the Notes to DTC or its nominee as registered owner of the Notes in same-day funds. Transfer of those payments to participants of DTC will be the responsibility of DTC; transfer of the payments to beneficial owners by DTC participants will be the responsibility of such participants and other nominees of beneficial owners all as required by DTC rules and procedures. No assurance can be given by the District that DTC, its participants and other nominees of beneficial owners will make prompt transfer of the payments as required by DTC rules and procedures. The District assumes no liability for failures of DTC, its participants or other nominees to promptly transfer payments to beneficial owners of the Notes.

In the event that the securities depository relationship with DTC for the Notes is terminated and the District does not appoint a successor depository, the District will prepare, authenticate and deliver, at its expense, fully-registered certificate Notes in the denominations of \$5,000 or any integral multiple thereof in the aggregate principal amount of the Notes of the same maturities and interest rate then outstanding to the beneficial owners of the Notes.

CUSIP Numbers

It is intended that CUSIP numbers will be printed on the Notes, but neither the failure to print or type such numbers on any Notes nor any error with respect thereto shall constitute cause for a failure or refusal by the Underwriter to accept delivery of and make payment for the Notes. All expenses in relation to the printing of CUSIP numbers, including CUSIP Service Bureau charges for the assignment of said numbers, shall be the responsibility of and shall be paid by the Underwriter.

Continuing Disclosure

The District covenants and agrees to enter into a written agreement or contract, constituting an undertaking (the “Undertaking”) to provide ongoing disclosure about the District for the benefit of the beneficial owners of the Notes on or before the date of delivery of the Notes as required under Section (b)(5) of Rule 15c2-12 (the “Rule”) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended. The form of the Undertaking is set forth in Appendix C in the Preliminary Official Statement. Please see the section entitled “CONTINUING DISCLOSURE” in the Preliminary Official Statement for a description of the District’s compliance over the last five years with undertakings previously entered into by it pursuant to the Rule.

The Underwriter’s obligation to purchase the Notes shall be conditional upon the District delivering the Undertaking on or before the date of delivery of the Notes.

Official Statement

The District declares the Preliminary Official Statement provided in connection with the sale of the Notes to be final as of its date for purposes of the Rule, except for the omission of the offering prices or yields, the interest rates, any other terms or provisions required by the District specified in the bid, ratings, other terms of the Notes depending on such matters, and the identity of the Underwriter. Upon the sale of the Notes, the District will publish an Official Statement in substantially the same form as the Preliminary Official Statement, subject to minor additions, deletions and revisions as required to complete the Preliminary Official Statement. By submission of its bid, the Underwriter will be deemed to have certified that it has obtained and reviewed the Preliminary Official Statement. Promptly after the sale date, but in no event later than seven business days after the sale date, the District will provide the Underwriter with an electronic copy of the final Official Statement. The Underwriter agrees to supply to the District all information necessary to complete the Official Statement within 24 hours after the award of the Notes.

Conditions of Closing

The District reserves the right to reject any or all bids and to determine the best bid in its sole discretion, and to waive any irregularity in any bid. Additionally, the District reserves the right to modify or amend this Official Notice of Sale; however, any such modification or amendment shall not be made less than twenty-four (24) hours prior to the date and time for receipt of bids on the Notes and any such modification or amendment will be announced on the Amendments Page of the **Parity**® webpage and through *Thompson Municipal News*.

By submitting a bid, any bidder makes the representation that it understands Bond Counsel represents the District in the Note transaction and, if such bidder has retained Bond Counsel in an unrelated matter, such bidder represents that the signatory to the bid is duly authorized to, and does consent to and waive for and on behalf of such bidder any conflict of interest of Bond Counsel arising from any adverse position to the District in this matter; such consent and waiver shall supersede any formalities otherwise required in any separate understandings, guidelines or contractual arrangements between the bidder and Bond Counsel.

The Notes will be delivered to the Underwriter against full payment in immediately available funds as soon as they can be prepared and executed, which is expected to be June 4, 2024. Should delivery, however, be delayed beyond forty-five (45) days from the date of sale for any reason beyond the control of the District except failure of performance by the Underwriter, the District may cancel the award or the Underwriter may withdraw the Deposit and thereafter the Underwriter's interest in and liability for the Notes will cease.

Additional Information

The Preliminary Official Statement and the Official Bid Form, together with other pertinent information, may be obtained from the District, Attention: Laurie Grigg, Chief Financial Officer/Controller, 1701 Wright Street, Madison, Wisconsin 53704, telephone: 608-258-2401, or from the Municipal Advisor, Attention: Phil Hohlweck, 770 N. Jefferson Street, Suite 200, Milwaukee, Wisconsin 53202, telephone: (414) 436-1943.

By order of the District Board of the District, dated this ____ day of May, 2024.

/s/ Laurie Grigg

Chief Financial Officer/Controller

Madison Area Technical College District, Wisconsin

OFFICIAL BID FORM

District Board
Madison Area Technical College District, Wisconsin

May 14, 2024

Ladies and Gentlemen:

Subject to all the provisions of the Official Notice of Sale, which is expressly made a part of this bid, we offer to purchase the General Obligation Promissory Notes, Series 2023-24G (the "Notes") as described below:

Par amount of Notes:	\$3,000,000*
Dated date:	Date of issuance
Purchase price:	\$ _____
(not less than 100.00% and not more than 105.00% of the par amount of the Notes)	

The Notes shall bear interest as follows (each rate (i) a multiple of 1/8 or 1/20 of 1% and (ii) not exceeding 5.00%):

<u>Maturity</u> <u>(March 1)</u>	<u>Amount (\$)*</u>	<u>Rate (%)</u>	<u>Term</u> <u>Bond (Years)</u>
2025	280,000	—	—
2026	295,000	—	—
2027	305,000	—	—
2028	320,000	—	—
2029	330,000	—	—
2030	345,000	—	—
2031	360,000	—	—
2032	375,000	—	—
2033	390,000	—	—

Net Interest Cost:	\$ _____
True Interest Cost:	_____ %

If the net interest cost or the true interest cost stated above is incorrectly computed, the undersigned agrees that the purchase price and interest rates shall prevail.

Any Bidder electing to designate any maturities as term bonds shall so specify on the affirmed bid form. The term bonds shall be subject to mandatory sinking fund redemption by lot in the amounts currently specified for the serial bonds, at a redemption price of 100% of the principal amount thereof.

* Preliminary, subject to change. The District reserves the right to increase or decrease the principal amount of the individual maturities of the Notes on the day of sale in increments of \$5,000. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per \$1,000 bond.

The Notes are not subject to optional redemption prior to maturity.

The Notes are to be accompanied by the unqualified approving legal opinion of Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel, and a certificate evidencing that no litigation is pending against the District, which will affect the validity or security of these Notes.

Attorneys' fees, Rating Agency fees, Municipal Advisor fees, paying agent fees, the cost of distributing the Official Notice of Sale, the Preliminary Official Statement and the final Official Statement and miscellaneous expenses of said District incurred in connection with the offering and delivery of the Notes shall all be the obligation of the Underwriter. The total of these fees is \$50,682.

This bid is a firm offer for the purchase of the Notes identified in the Official Notice of Sale, on the terms set forth in this bid form and the Official Notice of Sale, and is not subject to any conditions, except as permitted by the Official Notice of Sale. If the Competitive Sale Requirements are not met, the bidder selects the following rule to establish the issue price of maturities of the Notes for which 10% is not sold to the Public on the date hereof applied on a maturity-by-maturity basis (mark one):

_____ 10% Test: the first price at which 10% of a maturity of the Notes is sold to the Public for the following maturities: _____

_____ Hold-the-Offering-Price Rule: the initial offering price of that maturity for the following maturities: _____

By submitting this bid, we confirm that we have an established industry reputation for underwriting new issuances of municipal bonds. *[If the bidder cannot confirm an established industry reputation for underwriting new issuances of municipal bonds, the preceding sentence should be crossed out.]*

We understand that if we are the winning bidder that we will deposit with the District not later than 3:30 P.M. Central Daylight Saving Time on the sale date a certified or cashier's check or wire transfer in the amount of \$30,000 payable to said District as a guarantee of good faith, to be applied in accordance with the Official Notice of Sale.

Managing Underwriter Signature

Name of Firm: _____

Direct Contact: _____

Address: _____

Phone Number: _____

E-Mail Address: _____

—PLEASE ATTACH A LIST OF ACCOUNT MEMBERS—

The foregoing offer is hereby accepted this May 14, 2024 by the Madison Area Technical College District, Wisconsin, and in recognition therefore is signed by the official of the District empowered and authorized to make such acceptance.

Name: _____

Title: _____

Madison Area Technical College District, Wisconsin

Form of Issue Price Certificate

Madison Area Technical College District, Wisconsin ("District")
\$3,000,000
General Obligation Promissory Notes, Series 2023-24G,
dated June 4, 2024

UNDERWRITER'S CERTIFICATE

The undersigned, on behalf of _____
("_____"), hereby certifies as set forth below with respect to the sale of the above-
captioned obligations (the "Notes").

1. ***Reasonably Expected Initial Offering Price.***

(a) As of the Sale Date, the reasonably expected initial offering prices of the Notes to the Public by _____ are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Notes used by _____ in formulating its bid to purchase the Notes. Attached as Schedule B is a true and correct copy of the bid provided by _____ to purchase the Notes.

(b) _____ was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by _____ constituted a firm offer to purchase the Notes.

2. ***Defined Terms.***

(a) "Maturity" means Notes with the same credit and payment terms. Notes with different maturity dates, or Notes with the same maturity date but different stated interest rates, are treated as separate Maturities.

(b) "Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term "related party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(c) "Sale Date" means the first day on which there is a binding contract in writing for the sale of a Maturity of the Notes. The Sale Date of the Notes is May 14, 2024.

(d) "Underwriter" means (i) any person that agrees pursuant to a written contract with the District (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Notes to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Notes to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Notes to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents _____'s interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. _____ understands that the foregoing information will be relied upon by the District with respect to certain of the representations set forth in the Tax Exemption Certificate and compliance with the federal income tax rules affecting the Notes, and by Quarles & Brady LLP, Bond Counsel, in connection with rendering its opinion that the interest on the Notes is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G and other federal income tax advice that it may give to the District from time to time relating to the Notes.

By: _____

Name: _____
Dated: June 4, 2024

SCHEDULE A
TO
UNDERWRITER'S CERTIFICATE

EXPECTED OFFERING PRICES

(See Attached)

SCHEDULE B
TO
UNDERWRITER'S CERTIFICATE

COPY OF UNDERWRITER'S BID

(See Attached)