

SALE DATE AND TIME:

**August 26, 2025
10:00 A.M. CDT**

**NEW ISSUE - BOOK-ENTRY ONLY
- NOT 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 shall not be “qualified tax-exempt obligations.” The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.

\$5,000,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2025-26B**

Dated: Date of Issuance

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

The General Obligation Promissory Notes, Series 2025-26B (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 March 1, 2026 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, (iii) paying the cost of site improvement projects, and (iv) 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 September 15, 2025.



The date of this Official Statement is August __, 2025.

⁺See “RATING” herein.

MATURITY SCHEDULE, AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS

\$5,000,000 General Obligation Promissory Notes, Series 2025-26B

Maturity (March 1)	Amount (\$)*	Rate (%)	Yield (%)	CUSIP ⁽¹⁾ <u>55844P</u>
2026	1,825,000			
2027	1,000,000			
2028	1,000,000			
2029	1,175,000			

*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.

The prices 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

Shiva Bidar-Sielaff, Chair
Donald D. Dantzler, Jr., Vice Chair
Melanie Lichtfeld, Secretary
Daniel Bullock, Treasurer
Christopher Canty
Shana Lewis
Ann M. McNeary
Dr. Tonya Olson
Korbey White

President

Dr. Jennifer Berne

Provost

Dr. Beth Giles-Klinker

Vice President, Human Resources

Rosemary Buschhaus

**Executive Vice President, Institutional Policy
and Strategy**

Dr. Mark Thomas Jr.

**Executive Vice President,
Student Affairs**

Dr. Timothy Casper

**Vice President, College Culture
and Climate**

Dr. Damira Grady

Associate Vice President, Finance/Controller

Laurie Grigg

**Executive Vice President Finance and
Administration**

Dr. Sylvia Ramirez

Vice President, Technology Services

Cory Chrisinger

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
322 North Broadway, 3rd Floor
Milwaukee, Wisconsin 53202

Underwriter

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Appendices:

- A. Form of Legal Opinion of Bond Counsel
- B. Annual Comprehensive Financial Report for the Year Ended June 30, 2024
- C. Form of Continuing Disclosure Certificate
- D. Official Notice of Sale and Bid Form

\$5,000,000
MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2025-26B

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 \$5,000,000 General Obligation Promissory Notes, Series 2025-26B (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 March 1, 2026.

The Notes are not subject to redemption prior to maturity.

The Notes 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 Notes 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 Notes 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 Notes 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 Notes for the purpose of receiving payment of, or on account of, the principal of and interest on the Notes and for all other purposes whatsoever.

The Notes are transferable only through the Register upon surrender of a Notes 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 Notes. The Registrar shall not be obliged to make any transfer of the Notes 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 Notes surrendered for transfer. The District shall cooperate in such transfer, and the District Chair and District Secretary are authorized to execute any new Notes or Notes necessary to affect any such transfer.

Authority and Summary of Resolutions

By way of a resolution adopted on July 14, 2025 (the “Authorizing Resolution”), the District Board (the “Board”) authorized the issuance of general obligation promissory notes (the “Notes”) in the amount of \$1,041,000 for the public purpose of paying the cost of building remodeling and improvement projects; \$3,500,000 for the public purpose of paying the cost of the acquisition of movable equipment, and \$459,000 for the public purpose of paying the cost of site improvement projects.

Notices to the Electors for the Authorizing Resolution were published in the Wisconsin State Journal on July 22, 2025. 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 August 21, 2025.

Parameters Resolution

By way of a resolution adopted by the Board on July 14, 2025 (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 August 26, 2025, 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 2026 through 2029 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 2026 through 2029 (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⁾	<u>-</u>
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 promissory notes issued by the District must be payable within 10 years and 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>
Shiva Bidar-Sielaff, Chair.....	Chief Diversity Officer, UW Hospital and Clinics.....	2027
Donald D. Dantzler, Jr., Vice Chair	Employee Member, Associate Research Scientist II, Socially Responsible Evaluating in Education Department (SREED), University of Wisconsin-Milwaukee	2028
Melanie Lichtfeld, Secretary	Employer Member, Plumber/Owner, Lichtfeld Plumbing	2028
Daniel Bullock, Treasurer.....	Member-At-Large, President, Holtz Companies/Holtz Builders, Inc	2028
Christopher Canty, Member.....	Member at-Large, Enterprise Account Director, LinkedIn ...	2026
Dr. Tonya Olson, Member	School District Administrator Member, District Administrator, Lake Mills Area School District.....	2027
Ann M. McNeary	Member at-Large, Employee Member, AFL-CIO Community Services Liaison at the United Way of Dane County.....	2027
Shana Lewis, Member	Member At Large, Attorney & Shareholder, Renning Lewis & Lacy	2026
Korbey White.....	Member at-Large, Elected Official Member, Health Program Manager, Wisconsin Employee Trust Funds.....	2026

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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. Jennifer Berne, who began serving as President of the District on July 1, 2025⁽¹⁾. Other members of the Administration are as follows:

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

(1) Prior to joining the District, Dr. Berne most recently served as Provost of Oakland Community College in Michigan for five years after more than 30 years in higher education as faculty and in various administrative roles.

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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	7,663
2024-25 ⁽²⁾	7,950
2025-26 ⁽²⁾	7,800
2026-27 ⁽²⁾	7,800
2027-28 ⁽²⁾	7,800
2028-29 ⁽²⁾	7,800

(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, 2024 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, 2024” 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 1,827 employees on a part-time basis (including student help) as of July 25, 2025.

<u>Department</u>	<u>Number of Employees</u>
Administrative.....	144
Faculty	432
Staff.....	524
Total	<u>1,100</u>

The District employees are represented by the following group:

<u>Organization</u>	<u>Employee Groups Represented</u>	<u>Contract Expiration</u>
Local 243, AFT, AFT-WI, AFL-CIO.....	Full-Time Faculty.....	June 30, 2026

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 (the “Act”). 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⁽¹⁾.

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. 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 authorized a base wage increase of 2.5% for fiscal year 2025-26 with its full-time faculty 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, 2022, June 30, 2023 and June 30, 2024 (“Fiscal Year 2024”) were \$6,934,196, \$6,802,201 and \$7,348,656, respectively.

(1) On July 3, 2024, a Wisconsin circuit court judge issued a decision in the case *Abbotsford Education Association vs. Wisconsin Employment Relations Commission, Case No. 2023CV3152*, denying the Wisconsin State Legislature’s intervening motion to dismiss the plaintiffs’ challenge to the different classifications the Act created regarding collective bargaining rights. The court’s order denying the motion to dismiss stated that the Act violates the equal protection clause of the Wisconsin Constitution and declared those provisions of the Act relating to collective bargaining modifications unconstitutional and void. The decision further instructed the parties to make additional filings to the court as to whether the court should issue judgment on the pleadings in light of the court’s order or take some other action to bring the case to a final judgment. On December 2, 2024, the court issued an order granting the plaintiffs’ motion for judgement on the pleadings and striking down substantial portions of the Act. The court’s decision has been appealed to the Wisconsin Court of Appeals. On January 23, 2025, the court granted a motion to stay the decision pending outcome of the appeal. No guarantee can be made regarding the outcome of the matter.

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, 2023, the total pension liability of the WRS was calculated as \$129.2 billion and the fiduciary net position of the WRS was calculated as \$127.7 billion, resulting in a net pension liability of \$1.5 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 2024, the District reported a liability of \$8,553,356 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2023 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 0.5753% of the aggregate WRS net pension liability as of December 31, 2023.

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, 2024" attached hereto.

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 70 retirees (or spouses of retirees) receiving benefits and 1,131 active plan members as of June 30, 2024, the date of the latest actuarial valuation. The plan provides health insurance coverage to qualified retired plan 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. Starting in 2024, the District began offering new options for early retirees to enroll in one District group health care plan 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. 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.

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 June 2025 with an actuarial valuation date of June 30, 2024.

For Fiscal Year 2024, benefit payments totaled \$833,694. 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, 2024, the plan’s total OPEB liability was \$7,103,837 and the plan’s fiduciary net position was \$0, resulting in a net OPEB liability of \$7,103,837.

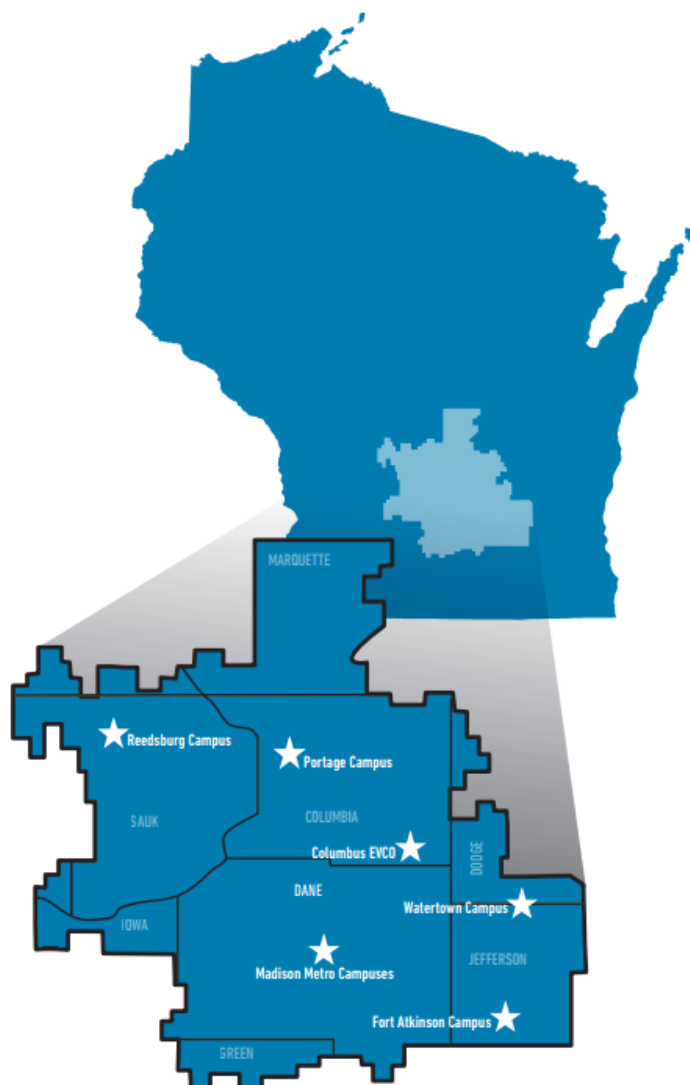
The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information regarding such actuarial assumptions, see Note 6 in “Appendix B – Annual Comprehensive Financial Report for the Year Ended June 30, 2024” attached hereto.

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 2024, the District’s portion of contributions to the LRLIF totaled \$85,698. For Fiscal Year 2024, the District reported a liability of \$19,347,416 for its proportionate share of the net OPEB liability of the LRLIF. The net OPEB liability was measured as of December 31, 2023 based on the District’s share of contributions to the LRLIF relative to the contributions of all participating employers. The District’s proportion was 4.2054% of the aggregate LRLIF net OPEB liability as of December 31, 2023.

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, 2024” attached hereto.

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 223 municipalities and 40 public school districts within the District's boundaries. The District contains 4,414 square miles and an estimated 2024 population of 836,366. 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, liberal arts transfer, adult basic education, and non-credit courses. The District offers associate degrees, technical diplomas, certificates, apprenticeships, professional and non-credit courses, digital badges and more that cover over 180 areas of study and offer many guaranteed paths to transfer. In addition to serving credit students, the District 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 its communities for fun and to meet lifelong

learning interests. The District also serves international students, offers study abroad options and is home to 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.

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
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
Estimate, 2024	599,930	291,037	86,855	22,862	67,022	12,893

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>
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
2023	73,001	93,286	81,986	70,814	60,156	64,764	64,901

Source: Wisconsin Department of Revenue

Income & Housing

The following data sets forth the comparative income and home value levels for the Madison-Janesville-Beloit CSA, the State and the United States.

	<u>Madison- Janesville- Beloit CSA</u>	<u>The State</u>	<u>United States</u>
Median Home Value.....	\$307,300	\$247,400	\$303,400
Median Household Income.....	83,545	75,670	78,538
Median Family Income.....	108,651	97,261	96,922
Per Capita Income.....	46,857	42,019	43,289

Source: U.S. Census Bureau, 2019-2023 American Community Survey 5-year Estimates

Unemployment Rate

	Madison- Janesville- Beliot CSA	The State
Average, 2020.....	5.6 %	6.4 %
Average, 2021.....	3.3	3.8
Average, 2022.....	2.4	2.8
Average, 2023.....	2.4	2.8
Average, 2024.....	2.5	3.0
May, 2024.....	2.5	2.8
May, 2025..... ⁽¹⁾	3.0	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	29,317
University of Wisconsin-Madison	University/college	26,755
UW Hospitals & Clinics	Hospital/healthcare	22,000
EPIC Systems	Software services	13,000
SSM Health.....	Hospital/healthcare	5,545
Madison Metropolitan School District	Elementary & secondary education	4,069
Unitypoint Health-Meriter	Hospital/healthcare	3,164
Exact Science Corp.....	Molecular diagnostic company.....	2,934
The District	Technical College	2,927 ⁽¹⁾
Dane County	County Government	2,834

(1) Includes full and part-time employees.

Source: The District, Dane County's Final Official Statement dated September 5, 2024 for its General Obligation Promissory Notes, Series 2024A, dated October 2, 2024 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	2024 Equalized Valuation ⁽¹⁾
Epic Systems Corporation.....	Medical Software.....	\$ 1,395,707,929
University Research Park.....	Research and Technology.....	288,887,898
Promega Corporation.....	Biotechnology.....	277,504,354
AX Madison Greenway LP.....	Office Building.....	220,309,428
CG Growth LLC.....	Commercial.....	219,796,008
University of Wisconsin.....	University Health.....	202,498,472
American Family Insurance.....	Insurance.....	130,736,616
CMFG Life Insurance Co.....	Insurance.....	114,552,960
Madison Malls Ground LLC.....	Shopping Center.....	111,390,702
Core Campus Madison LLC.....	Student Housing Development.....	108,218,568
	Total.....	<u>\$ 3,069,602,935</u>
2024 Equalized Valuation of Dane County (TID IN).....		\$ 107,504,867,100
Percentage of 2024 Equalized Valuation of Dane County (TID IN).....		2.87%
2024 Equalized Valuation of the District (TID IN).....		\$ 146,867,638,440
Percentage of 2024 Equalized Valuation of the District (TID IN).....		2.10%

(1) Calculated by dividing the 2024 Assessed Values by the 2024 Aggregate Ratio of assessment for the City of Madison.

Taxpayer information is not yet available for 2025.

Source: Dane County and the City of Madison

TAX LEVIES, RATES AND COLLECTIONS

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. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax has been replaced with a payment from the State intended to replace the amount of property taxes imposed on personal property for the property tax assessments as of January 1, 2023. 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 2020 through 2024.

Levy Year	Collection Year	District Tax Rate	District Levy	Uncollected Taxes as of August 20 Each Year	Percent of Levy Collected
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	-	100%
2024	2025	0.63	88,135,384	In process of collection	

Source: Wisconsin Department of Public Instruction and the District

PROPORTIONATE LEVY AMOUNTS

County	2024 Equalized Valuation (TID OUT) ⁽¹⁾	Percent of Levy (%)	Amount of Levy
Adams County.....	\$ 603,657,982	0.434156	\$ 382,645
Columbia County.....	9,050,308,589	6.509056	5,736,782
Dane County.....	101,144,582,306	72.744015	64,113,217
Dodge County.....	2,039,132,722	1.466561	1,292,559
Green County.....	1,338,234,502	0.962469	848,276
Iowa County.....	523,929,178	0.376814	332,107
Jefferson County.....	10,164,048,246	7.310067	6,442,756
Juneau County.....	360,675,528	0.259401	228,624
Marquette County.....	2,708,858,485	1.948233	1,717,083
Richland County.....	136,466,898	0.098148	86,503
Rock County.....	38,882,322	0.027964	24,647
Sauk County.....	10,933,014,682	7.863114	6,930,186
Total.....	<u>\$ 139,041,791,440</u>	<u>100.000000%</u>	<u>\$ 88,135,384</u>

(1) Some municipalities located within the District have Tax Increment Districts ("TIDs") under Wisconsin Statutes 66.1105. TID valuations, totaling \$7,825,847,000 for these municipalities, have been excluded from the District's 2024 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.

Year	Equalized Valuation (TID In)	Year-Over- Year Change	Equalized Valuation (TID Out)	Year-Over- Year Change
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%
2024	146,867,638,440	8.26%	139,041,791,440	8.29%

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 Issue</u>	<u>Current Amount Outstanding</u>	<u>Final Maturity Date</u>
G.O. School Improvement Bonds, Series 2014-15.....	6/30/2015	\$ 10,070,000	\$ 5,425,000	3/1/2033
G.O. Promissory Notes, Series 2016-17E.....	4/25/2017	4,235,000	1,105,000	3/1/2026
G.O. Promissory Notes, Series 2016-17F.....	6/27/2017	4,225,000	1,095,000	3/1/2026
G.O. Refunding Bonds, Series 2017.....	12/21/2017	53,120,000	34,315,000	3/1/2031
G.O. Promissory Notes, Series 2017-18C.....	5/23/2018	8,260,000	4,565,000	3/1/2027
G.O. Promissory Notes, Series 2018-19D.....	3/27/2019	5,600,000	1,550,000	3/1/2026
G.O. Promissory Notes, Series 2018-19E.....	5/22/2019	5,600,000	5,600,000	3/1/2028
G.O. Promissory Notes, Series 2019-20E.....	4/22/2020	4,500,000	3,900,000	3/1/2027
G.O. Promissory Notes, Series 2019-20F.....	6/29/2020	4,525,000	4,525,000	3/1/2029
Taxable G.O. Refunding Bonds, Series 2020.....	10/6/2020	7,965,000	6,490,000	3/1/2031
G.O. Promissory Notes, Series 2020-21F.....	2/9/2021	3,500,000	1,750,000	3/1/2026
G.O. Promissory Notes, Series 2020-21G.....	3/16/2021	3,500,000	2,500,000	3/1/2027
G.O. Promissory Notes, Series 2020-21H.....	4/13/2021	3,500,000	3,500,000	3/1/2028
G.O. Promissory Notes, Series 2020-21I.....	5/11/2021	3,500,000	3,500,000	3/1/2029
G.O. Promissory Notes, Series 2020-21J.....	6/15/2021	3,500,000	3,500,000	3/1/2030
G.O. Promissory Notes, Series 2021-22F.....	1/11/2022	3,500,000	3,500,000	3/1/2027
G.O. Promissory Notes, Series 2021-22G.....	2/8/2022	3,500,000	3,500,000	3/1/2028
G.O. Promissory Notes, Series 2021-22H.....	3/15/2022	3,500,000	3,500,000	3/1/2029
G.O. Promissory Notes, Series 2021-22I.....	5/10/2022	3,500,000	3,500,000	3/1/2030
G.O. Promissory Notes, Series 2021-22J.....	6/14/2022	3,500,000	3,500,000	3/1/2031
G.O. Promissory Notes, Series 2022-23C.....	10/4/2022	3,500,000	1,000,000	3/1/2026
G.O. Promissory Notes, Series 2022-23D.....	11/8/2022	3,500,000	1,000,000	3/1/2026
G.O. Promissory Notes, Series 2022-23E.....	12/6/2022	3,500,000	3,500,000	3/1/2027
G.O. Promissory Notes, Series 2022-23F.....	1/3/2023	3,500,000	3,500,000	3/1/2029
G.O. Promissory Notes, Series 2022-23G.....	2/7/2023	7,000,000	6,750,000	3/1/2030
G.O. Promissory Notes, Series 2022-23H.....	5/2/2023	7,000,000	7,000,000	3/1/2032
G.O. Promissory Notes, Series 2023-24A.....	8/8/2023	10,000,000	6,000,000	3/1/2031
G.O. Promissory Notes, Series 2023-24B.....	10/10/2023	1,500,000	550,000	3/1/2030
G.O. Promissory Notes, Series 2023-24C.....	11/7/2023	3,500,000	1,590,000	3/1/2033
G.O. Promissory Notes, Series 2023-24D.....	1/2/2024	10,000,000	9,650,000	3/1/2033
G.O. Promissory Notes, Series 2023-24E.....	3/5/2024	3,500,000	3,170,000	3/1/2033
G.O. Promissory Notes, Series 2023-24F.....	4/9/2024	3,500,000	3,175,000	3/1/2033
G.O. Promissory Notes, Series 2023-24G.....	6/4/2024	3,000,000	2,720,000	3/1/2033
G.O. Promissory Notes, Series 2024-25A.....	8/6/2024	3,500,000	1,000,000	3/1/2026
G.O. Promissory Notes, Series 2024-25B.....	9/3/2024	3,000,000	1,000,000	3/1/2026
G.O. Promissory Notes, Series 2024-25C.....	10/8/2024	3,000,000	1,100,000	3/1/2026
G.O. Promissory Notes, Series 2024-25D.....	11/5/2024	3,000,000	2,000,000	3/1/2027
G.O. Promissory Notes, Series 2024-25E.....	12/3/2024	3,000,000	3,000,000	3/1/2029
G.O. Promissory Notes, Series 2024-25F.....	2/4/2025	3,000,000	3,000,000	3/1/2030
G.O. Promissory Notes, Series 2024-25G.....	3/11/2025	3,000,000	3,000,000	3/1/2031
G.O. Promissory Notes, Series 2024-25H.....	4/8/2025	3,000,000	3,000,000	3/1/2032
G.O. Promissory Notes, Series 2024-25I.....	5/6/2025	3,000,000	3,000,000	3/1/2032
G.O. Promissory Notes, Series 2024-25J.....	6/10/2025	3,000,000	3,000,000	3/1/2032
G.O. Promissory Notes, Series 2025-26A.....	8/5/2025	6,000,000	6,000,000	3/1/2030
The Notes*.....	9/15/2025	5,000,000	5,000,000	3/1/2029
Total			<u>\$ 184,525,000</u>	*

*Preliminary, subject to change.

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 Year	Outstanding Debt	The Notes*	Total Principal*	Cumulative Amount*	Retirement Percent*
2026	\$ 31,760,000	\$ 1,825,000	\$ 33,585,000	\$ 33,585,000	18.20%
2027	29,385,000	1,000,000	30,385,000	63,970,000	34.67%
2028	28,030,000	1,000,000	29,030,000	93,000,000	50.40%
2029	26,490,000	1,175,000	27,665,000	120,665,000	65.39%
2030	24,250,000	-	24,250,000	144,915,000	78.53%
2031	21,300,000	-	21,300,000	166,215,000	90.08%
2032	12,825,000	-	12,825,000	179,040,000	97.03%
2033	5,485,000	-	5,485,000	184,525,000	100.00%
	<u>\$179,525,000</u>	<u>\$ 5,000,000</u>	<u>\$184,525,000</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 anticipates issuing approximately \$20 million of additional general obligation debt for capital borrowing for the 2025-26 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 2024 Sinking Funds)	Percent Allocable to the District	Outstanding Debt Allocable to the District ⁽²⁾
Adams County.....	\$ 4,515,000	13.67%	\$ 617,201
Columbia County.....	38,700,000	99.90%	38,661,300
Dane County.....	763,690,000	99.98%	763,537,262
Dodge County.....	20,040,000	18.93%	3,793,572
Green County.....	27,585,000	26.22%	7,232,787
Iowa County.....	28,069,697	15.30%	4,294,664
Jefferson County.....	44,194,216	87.54%	38,687,617
Juneau County.....	13,130,000	9.12%	1,197,456
Marquette County.....	14,430,000	98.01%	14,142,843
Richland County.....	26,220,000	6.83%	1,790,826
Rock County.....	138,780,000	0.19%	263,682
Sauk County.....	44,555,000	98.41%	43,846,576
Total Cities.....	1,099,595,867	Varies	1,074,733,437
Total Villages.....	441,873,477	100.00%	441,873,477
Total Towns.....	54,127,830	Varies	47,052,516
Total School Districts.....	2,250,216,692	Varies	1,916,523,551
Madison Metropolitan Sewerage District..	136,451,675	100.00%	136,451,675
Total.....			<u>\$ 4,534,700,440</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 2024.

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.....	\$179,525,000
The Notes.....	\$5,000,000
Total General Obligation Debt (Direct Debt).....	\$184,525,000
Overlapping Debt.....	\$4,534,700,440
General Obligation Debt and Overlapping Debt.....	\$4,719,225,440
2024 Equalized Valuation (TID IN).....	146,867,638,440
Statutory Debt Limit (5% of Equalized Valuation).....	\$7,343,381,922
Statutory Debt Margin.....	\$7,158,856,922

Debt Ratios

(As of the Closing of the Notes)

2024 Equalized Valuation (TID IN).....	\$146,867,638,440
2024 Estimated Population.....	836,366
General Obligation Debt to Equalized Valuation (TID IN).....	0.13%
General Obligation Debt and Overlapping Debt to Equalized Valuation (TID IN).....	3.21%
General Obligation Debt Per Capita.....	\$220.63
General Obligation Debt and Overlapping Debt Per Capita.....	\$5,642.54

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>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Receipts.....	\$ 156,880,054	\$ 156,637,364	\$ 156,479,497	\$ 163,292,399	\$ 167,453,752
Disbursements.....	<u>155,461,144</u>	<u>148,889,321</u>	<u>156,194,718</u>	<u>163,289,975</u>	<u>167,161,351</u>
Net Surplus (Deficit).....	1,418,910	7,748,043	284,779	2,424	292,401
Other Financing Sources.....	(959,185)	(7,370,562) ⁽²⁾	(260,000)	187,747	-
Beginning 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>
Ending Fund Balance.....	<u>\$ 52,191,753</u>	<u>\$ 52,569,234</u>	<u>\$ 52,594,013</u>	<u>\$ 52,784,184</u>	<u>\$ 53,076,585</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, 2020-2024.

Financial Statements

A copy of the District's Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024 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

The budget summary for the District's fiscal year ended June 30, 2025, is reflected below:

<u>Fund</u>	<u>Fund Balances June 30, 2024</u>	<u>Estimated Revenue</u>	<u>Estimated Expenditures</u>	<u>Estimated Transfers/Other</u>	<u>Projected Fund Balances June 30, 2025</u>
General.....	\$ 53,076,585	\$ 171,026,000	\$ 170,072,000	\$ 750,000	\$ 54,780,585
Special Revenue-Aidable.....	67,210	18,191,000	19,095,000	-	(836,790)
Special Revenue Non-Aidable.....	1,928,716	41,314,000	41,001,000	-	2,241,716
Capital Projects.....	2,386,024	8,520,000	41,136,000	30,500,000	270,024
Debt Service.....	6,265,653	39,565,400	39,759,000	-	6,072,053
Enterprise.....	2,905,760	9,973,000	10,677,000	-	2,201,760
Fiduciary.....	221,279	577,000	684,000	-	114,279
Internal Service.....	2,171,980	14,826,000	15,945,000	(750,000)	302,980
Total Governmental Funds	<u>\$ 69,023,207</u>	<u>\$ 303,992,400</u>	<u>\$ 338,369,000</u>	<u>\$ 30,500,000</u>	<u>\$ 65,146,607</u>

Source: The District's Budget for the Fiscal Year ending June 30, 2025 as amended.

The preliminary budget summary for the District's fiscal year ending June 30, 2026, is reflected below:

<u>Fund</u>	<u>Estimated Fund Balances June 30, 2025</u>	<u>Estimated Revenue</u>	<u>Estimated Expenditures</u>	<u>Estimated Transfers/Other</u>	<u>Projected Fund Balances June 30, 2026</u>
General..... ⁽¹⁾	\$ 54,030,585	\$ 171,985,000	\$ 174,344,000	\$ -	\$ 51,671,585
Special Revenue-Aidable.....	(86,790)	16,887,000	16,883,000	-	(82,790)
Special Revenue Non-Aidable.....	2,241,716	38,550,000	38,423,000	-	2,368,716
Capital Projects.....	270,024	20,000	31,020,000	31,000,000	270,024
Debt Service.....	6,072,053	40,768,000	41,966,000	-	4,874,053
Enterprise.....	2,201,760	12,011,000	12,538,000	-	1,674,760
Fiduciary.....	114,279	556,000	567,000	-	103,279
Internal Service.....	302,980	15,431,000	15,995,000	-	(261,020)
Total Governmental Funds	<u>\$ 65,146,607</u>	<u>\$ 296,208,000</u>	<u>\$ 331,736,000</u>	<u>\$ 31,000,000</u>	<u>\$ 60,618,607</u>

(1) Planned use of fund balance to account for use of the designations for subsequent year and years as required by WTCS and to account for the capacity to increase the designation for operations based on subsequent year expenditures.

Source: The District's Budget for the Fiscal Year ending June 30, 2026.

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 August 26, 2025. 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 the 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 municipal entity 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, and Public Trust Advisors, LLC, both investment advisers registered with the Commission. These entities operate under common ownership with PMA and are collectively referred to in this disclosure as the “Affiliates.” Each of these Affiliates also provides services to municipal entity clients and PMA and Affiliates market the services of the other Affiliates. 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/

Associate Vice President, Finance/Controller
Madison Area Technical College District, Wisconsin

August ____, 2025

Form of Legal Opinion of Bond Counsel

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

September 15, 2025

Re: Madison Area Technical College District, Wisconsin ("Issuer")
\$5,000,000 General Obligation Promissory Notes, Series 2025-26B,
dated September 15, 2025 ("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>
2026	\$1,825,000	_____ %
2027	1,000,000	_____
2028	1,000,000	_____
2029	1,175,000	_____

Interest is payable semi-annually on March 1 and September 1 of each year commencing on March 1, 2026.

The Notes are not subject to optional redemption.

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, 2024

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, 2024 and 2023**

MADISON AREA TECHNICAL COLLEGE DISTRICT
Madison, Wisconsin
ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the years ended June 30, 2024 and 2023

Current Members of the Board

Donald Dantzler	Chairperson
Shiva Bidar-Sielaff	Vice Chairperson
Daniel Bullock	Treasurer
Melanie Lichtfeld	Secretary
Dr. Tonya Olson	Member
Shana R. Lewis	Member
Ann M. McNeary	Member
Christopher W. Canty	Member
Korbey White	Member

Current Administrators

Jack E. Daniels, III	President
Beth Giles	Provost
Mark Thomas.....	Executive Vice President and Chief Strategy Officer
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
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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, 2024 and 2023

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December 4, 2024

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, 2024, and 2023 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 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.

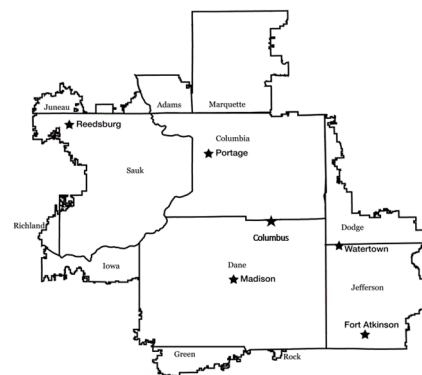
Madison College is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the State of Wisconsin 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 18, 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 223 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 2024-25 of \$128,399,188,295 and an estimated District population in 2024 of 836,366. The District operates campuses 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 180 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 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 four 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 complement 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, including 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 our diverse communities open access to quality higher education that fosters student lifelong learning and success.

Vision

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

Values

Excellence, Respect, Belonging, Integrity

Strategic Commitments

1. Madison College will be a preferred choice in southcentral Wisconsin for post-secondary and community education, and a key partner in meeting local economic and workforce development interests.
2. Madison College will remove historic barriers to college access and student success by reviewing and updating its systems, policies, and practices to ensure they are equitable.

3. Madison College will analyze data to identify and eliminate the largest academic success gaps in courses that are foundational to student persistence and completion.
4. Madison College will enhance digital literacy and provide equitable access to technology resources.
5. Madison College will support students' social and economic mobility by providing high-quality, flexible academic offerings that lead to meaningful careers and transfer opportunities.
6. Madison College will increase access by optimizing relationships with K12 school districts and community partners, supporting the student journey from the point of program selection to completion, and fostering robust connections to transfer and employment opportunities.

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, 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) increased from 1.9% in April 2023 to 2.2% in April 2024. In comparison, the Wisconsin and U.S. rates for April 2024 were 3.0% and 3.5% respectively.

The overall Midwest Region consumer price index rose 2.7% from May 2023 to May 2024, compared to a national increase of 3.3% over the same period. The Wisconsin REALTORS® Association reported in May 2024 that existing Wisconsin home sales *increased* by 11% compared to May 2023, with prices increasing by 6.9%. In the 12-county South Central Wisconsin region, existing home sales increased 15.2% over the 12 months ending May 2024. During that time, the median sale price in the region increased \$15,816 or 4.5%. Housing values are set for tax purposes in January of each year, and those values reported to taxing authorities the following fall are used for computing taxes, which are billed to property owners in December.

Legislative Climate

In May 2024, the Legislative Fiscal Bureau (LFB) provided preliminary projections for the general fund balance for next biennial budget; it estimates balances for FY2025-26 of \$2.59 billion and FY2026-27 of \$2.09 billion. The information includes planned commitments to expenditures or revenue changes set to take effect in the upcoming biennium and does not include estimates for other changes in macroeconomic factors or unplanned state expenditures. The LFB provides this information to inform legislators and the public of the fiscal outlook. The LFB noted a projected positive balance of \$2.09 billion for FY2026-27, which is higher than 8 of the prior 10 biennial budgets. Eight of those 10 had an average projection of negative \$1.43 billion.

The LFB projection was made after the legislature adjourned for the 2023-24 session. In January 2025, newly elected and re-elected legislators from November 2024 elections will be sworn into office. The November elections will occur in newly drawn legislative districts for all 99 State Assembly seats and 16 State Senate seats per a 2023 State of WI Supreme Court order that identified the existing districts as not being contiguous per the Wisconsin Constitution's requirements. Per independent analyses, these legislative districts appear to be more competitive than those of the 2022 election.

The WTCS Board requested additional funding for the 2025-27 biennium, including \$45 million in new general aid to the 16 college districts and \$10 million for education and training related to Artificial Intelligence (AI). Governor Evers will introduce a two-year expenditure plan to the legislature in February. 2025 based on state agency requests. His proposal will be informed by updated revenue and expenditure projections to be issued in November 2024.

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 91.6 percent of Madison College graduates find jobs within six months of graduation. Of those, over 73 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 \$4,269.
- Madison College received an Oral Health grant in the amount of \$1,430,000 from the State of Wisconsin. The grant has allowed Madison College to enhance the quality of its dental programming while providing increased student access to learning in critical spaces. This funding will allow the program to renovate spaces. Additional lab space allows for more students and will help to increase the number of graduates who enter into the field throughout the community.
- The District was awarded a \$150,000 grant on September 1, 2023 from the Lumina Foundation, titled "Madison College Reconnect". The grant program supports adult students who have been recruited back to the college. The grant will help the District focus on successful outcomes for students through easy enrollment and effective advising.
- Madison College was also awarded a National Science Foundation grant titled, "Collaborative Research: The Automatic Weather Station Program: Antarctic" under the direction of Principal Investigator Andy Kurth. The Antarctic Automatic Weather Station (AWS) program is a long-term automated surface weather observing network measuring key standard meteorological parameters, including temperature, humidity, wind speed and direction, barometric pressure, solar radiation, and snow accumulation. Observations from the network support weather forecasting, science research, and educational activities, and all data collected are made available to the public. This project will continue to maintain and operate the existing network. This data provides some of the only available weather observations in this very remote portion of the Earth. The project will be overseen by a team of scientists, researchers, and students, and a newly created AWS Advisory Board will provide independent input and guidance.

Board licensure:

Program		Pass Rate	National Pass Rate
Advanced Emergency Medical Technician		94%	71%
Associate Degree Nursing		95%	84%
Certified Paralegal ¹	Knowledge Exam	NA	54%
	Skills Exam	NA	57%
Dental Hygiene	Board Exam	89%	NA
	Clinical Exam	100%	94.2%
Emergency Medical Technician		95%	78%
Medical Assistant		90%	58%
Medical Laboratory Technician		100%	84%
Occupational Therapy Assistant		100%	87%
Optometric Technician		100%	83%
Clinical Ophthalmic Assistant		90%	74%
Paramedic		83%	84%
Practical Nursing		100%	91%
Radiography		100%	84.4%
Respiratory Therapist	CSE – Advanced Level Exam	61%	61%
	TMC - Entry Level Exam	80%	70%
Surgical Technologist		70%	NA%
Veterinary Technician		68.1%	59%

Madison College's 10 Year Facility Strategic Plan

In 2018, a work team with representation from across the college developed a 10 Year Facility Strategic Plan. The 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 technology equipment, constantly changing enrollments due to fluctuating unemployment rates, and changing demographics, which requires different instructional delivery and student supports. The District Board has responded to these challenges by developing financial policies that emphasize the District's long-term financial stability, address college 'stakeholders' needs, and maintain financial flexibility.

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

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

- 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 2024-25, Madison College plans to borrow \$30.5 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

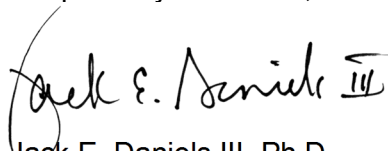
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Madison Area Technical College District for its annual comprehensive financial report for the fiscal year ended June 30, 2023. This was the twenty-seventh 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.

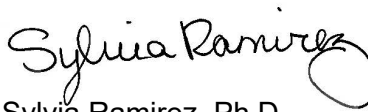
ACKNOWLEDGMENT

We express our appreciation to the dedicated Finance staff for their significant investment of time and resources in preparing this report and throughout the year in maintaining a sound financial condition. 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 4, 2024

MANAGEMENT'S RESPONSIBILITY

Board of Trustees
Madison Area Technical College District

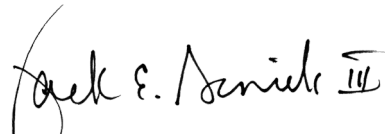
The management of Madison College is responsible for the preparation and presentation of the financial statements in this report. This report has been prepared in accordance with generally accepted accounting principles based on our best judgments and giving due consideration to materiality.

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.

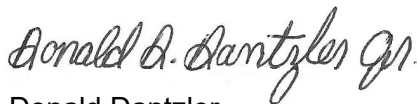
We believe our policies, internal controls, and review processes provide reasonable assurance that our financial information contains the integrity and objectivity necessary for properly reporting Madison College's transactions.




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
Achievement
for Excellence
in Financial
Reporting

Presented to

**Madison Area Technical College District
Wisconsin**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

Madison Area Technical College District Board

FY 2024-2025



Shiva Bidar-Sielaff
Vice-Chair
[Employer Member]
Term Expires 6/30/27
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



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



Dr. Tonya Olson
[School District Administrator]
Term Expires 6/30/27
Superintendent, Lake Mills Area
School District



Ann M. McNeary
[Employee Member]
Term Expires 6/30/27
AFL-CIO Community Services
Liaison, United Way of Dane
County



Korbey White
[Elected Official Member]
Term Expires 6/30/26
Elected Member, Verona Area
School District Board of Education

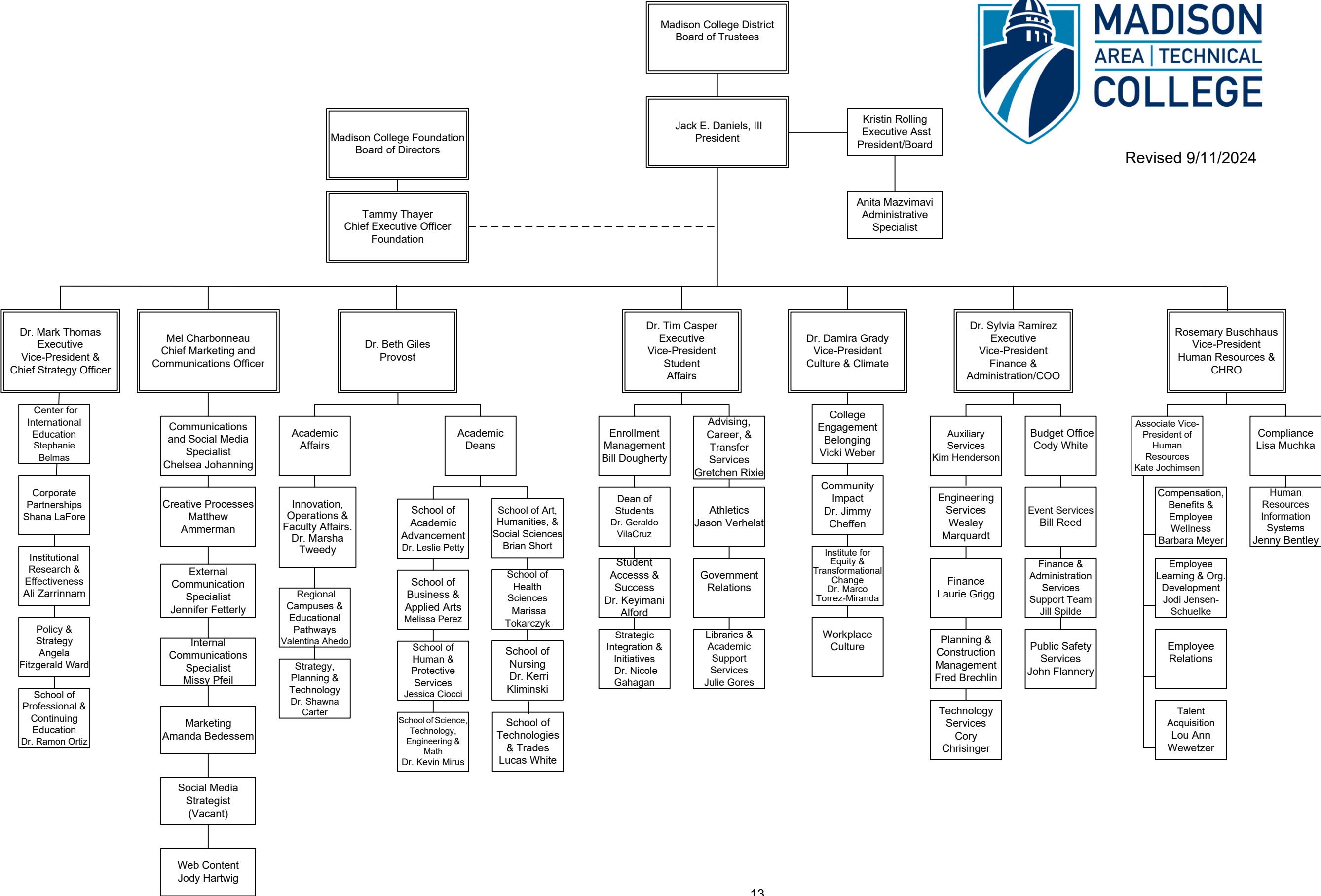


Jack E. Daniels III, Ph.D.
President
Madison Area Technical College

Madison College Organizational Chart



Revised 9/11/2024





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, 2024 and 2023, 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, 2024 and 2023, 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.

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 and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirement for Federal Awards* and *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration, 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, and the schedules of expenditures of federal and state awards, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2024, 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.

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

CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 4, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

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

Basic Financial Statements

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

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

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

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

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

			Increase (Decrease)		Increase (Decrease)
ASSETS	2024	2023	2024-2023	2022	2023-2022
Cash and investments	\$ 61,687	\$ 60,100	\$ 1,587	\$ 61,808	\$ (1,708)
Net capital assets	326,988	321,933	5,055	320,633	1,300
Lease receivable	51,887	51,423	464	50,827	596
Net pension asset	-	-	-	49,126	(49,126)
Other assets	33,698	37,560	(3,862)	33,291	4,269
Total Assets	474,260	471,015	3,244	515,685	(44,670)
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources related to pensions	72,115	112,861	(40,746)	91,675	21,186
Deferred outflows of resources related to OPEBs	7,593	7,319	274	10,249	(2,930)
Deferred outflows of resources related to refunding	2,662	3,058	(396)	3,454	(396)
Total Deferred Outflows of Resources	82,370	123,238	(40,868)	105,379	17,859
LIABILITIES					
Current liabilities	54,584	56,987	(2,404)	55,126	1,862
Net pension liability	8,553	31,161	(22,607)	-	31,161
Net OPEB liability	25,916	17,031	8,885	27,705	(10,674)
Lease liability	2,151	2,113	38	2,486	(373)
Subscription liability	6,366	1,238	5,129	1,915	
Other long-term liabilities	161,416	160,167	1,249	159,935	232
Total Liabilities	258,986	268,697	(9,711)	245,252	22,207
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources related to pensions	45,740	65,338	(19,599)	115,852	(50,514)
Deferred inflows of resources related to OPEBs	11,345	12,439	(1,094)	3,793	8,645
Deferred inflows of resources related to leases	48,512	49,083	(571)	48,534	549
Total Deferred Inflows of Resources	105,597	126,860	(21,263)	168,180	(41,320)
NET POSITION					
Net investment in capital assets	144,909	147,251	(2,342)	146,007	1,244
Restricted for debt service	4,467	3,634	833	1,516	2,118
Restricted for net pension asset	-	-	-	49,126	(49,126)
Restricted for student organizations	1,382	1,479	(97)	2,245	(765)
Unrestricted	41,289	46,332	(5,044)	8,739	37,594
Total Net Position	\$ 192,047	\$ 198,697	\$ (6,650)	\$ 207,632	\$ (8,936)

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

Fiscal Year 2024 Compared to 2023

Total assets increased by \$3.2 million, or less than 1.0%.

- Cash and investments increased by \$1.6 million or 2.6%.
- Net capital assets increased by \$5.0 million or 1.6%. Net capital assets added this fiscal year were, equipment of \$31.2 million, and building and improvements of \$19.1 million, right-to-use assets of \$12.2 million. \$16.0 million of additions were made to construction in progress. Depreciation expense reduced net capital assets for the year by \$37.1 million.
- Lease receivables increased by \$464,000 or less than 1.0%.
- Other assets decreased by \$3.9 million or 10.3%. This decrease is largely due to a decrease to accounts receivable by \$3.6 million for a decrease of 77.2%. Student fee receivables also decreased by \$626,000 for a decrease of 9.3%. Prepaid items also decreased slightly.

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

- Deferred outflows of resources related to pensions decreased significantly by \$40.7 million or 36.1%.
- Deferred outflows of resources related to OPEBs increased by \$274,000 or 3.7%. The District is now allowing the retiree to choose an HRA payment, capped at \$15,840 or to stay on one health plan offered by the District. The District will pay 91% of the premium for that plan.
- Deferred outflows of resources due to the amortization of the refunding loss decreased by \$396,000 or 13.0%.

Total liabilities decreased overall by \$9.7 million or 3.6% for the fiscal year.

- Current liabilities decreased by \$2.4 million or 4.2%. This was mainly due to accounts payable decreasing by \$3.1 million or 33.4%. Unearned program and material fees decreased by \$404,000. The decrease was offset slightly by an increase in accrued interest of \$113,000 or 6.7%.
- The net pension liability was recorded at \$8.6 million from \$31.2 million for the prior year. This is a decrease of \$22.6 million or 72.6%.
- The net OPEB liability increased by \$8.9 million or 52.2%. Please see Note 6 and 7 for additional disclosure information regarding OPEBs.
- A subscription liability increased by \$5.1 million or 414.3% since the inception of GASB 96.

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 \$19.6 million or 30.0%.
- Deferred inflows of resources related to OPEBs decreased by \$1.1 million or 8.8%.
- Deferred inflows of resources related to leases decreased by \$571,000 or 1.2%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

Net position decreased by \$6.7 million or 3.3% for the fiscal year.

- Net investment in capital assets decreased by \$2.3 million or 1.6%.
- Restricted for debt service increased by \$833,000 or 22.9%. Premiums received on debt issues are included in the debt service fund and accrued interest is excluded from the reserve balance.
- Restricted for student organizations decreased by \$97,000 or 6.6%. 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 decreased by \$5.0 million or 10.9%.

Fiscal Year 2023 Compared to 2022

Total assets decreased by \$44.7 million, or 8.7%.

- 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 increased by \$1.3 million or less than 1.0%. 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 \$580,000. \$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%.

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

Total liabilities increased overall by \$21.5 million or 8.8% for the fiscal year.

- Current liabilities increased by \$1.9 million or 3.4%. Unearned program and material fees increased by \$345,000 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.

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 \$1.2 million or less than 1.0%.
- 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 \$37.6 million or 430.2%. This is largely due to removing the reserve for the net pension asset.

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

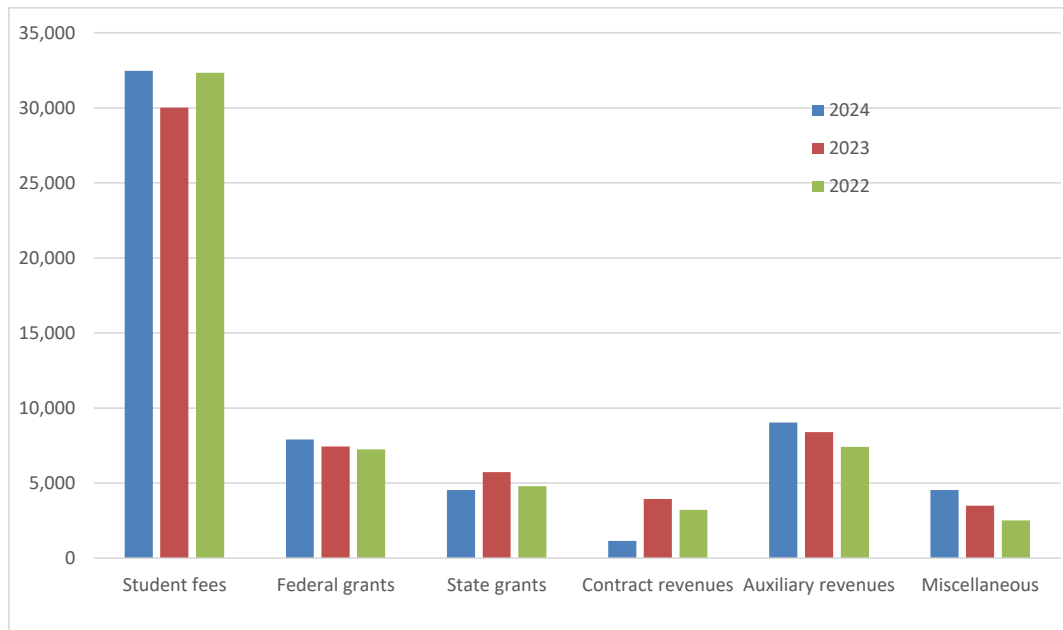
The following is a summary of Statement of Revenues, Expenses and Changes in Net Position for the years ended June 30, 2024, 2023, and 2022 (dollars in thousands)

	2024	2023	Increase (Decrease) 2024-23	2022	Increase (Decrease) 2023-22
Operating revenues					
Student fees	\$ 32,466	\$ 30,017	\$ 2,449	\$ 32,340	\$ (2,323)
Federal grants	7,904	7,443	461	7,247	195
State grants	4,540	5,729	(1,189)	4,802	927
Contract revenues	1,157	3,954	(2,797)	3,228	726
Auxiliary revenues	9,037	8,392	645	7,423	969
Cost reimbursements	140	119	21	85	34
Miscellaneous	4,536	3,497	1,039	2,507	990
Total operating revenues	59,779	59,150	629	57,633	1,518
Non-operating revenues					
Property taxes	85,567	83,811	1,756	80,600	3,211
State appropriations	81,023	81,174	(151)	78,945	2,229
Covid-19 Grants	908	6,411	(5,503)	24,689	(18,278)
Pell Grants	12,747	10,647	2,100	9,861	786
Gifts, grants and bequests	2,551	2,125	426	1,594	532
Investment income earned	3,304	2,104	1,200	926	1,178
Total non-operating revenues	186,101	186,272	(171)	196,615	(10,342)
Total revenues	245,880	245,423	458	254,247	(8,825)
Operating expenses					
Instruction	115,993	119,663	(3,670)	104,012	15,651
Instructional resources	12,586	13,149	(563)	10,250	2,899
Student services	25,492	28,018	(2,526)	22,276	5,742
General institutional	18,865	19,042	(177)	15,751	3,291
Physical plant	18,219	19,801	(1,582)	29,191	(9,389)
Public service	697	791	(94)	1,050	(259)
Auxiliary enterprise services	8,363	8,676	(313)	4,702	3,974
Depreciation	37,085	32,048	5,037	29,189	2,859
Student aid	10,759	9,573	1,185	21,183	(11,610)
Total operating expenses	248,058	250,762	(2,703)	237,603	13,159
Non-operating expenses					
Loss (gain) on disposal of capital assets	240	(71)	311	(5)	(66)
Interest expense	4,231	3,668	563	3,253	414
Total non-operating expenses	4,472	3,597	875	3,248	349
Total expenses	252,530	254,358	(1,828)	240,851	13,507
Increase (Decrease) in Net Position	(6,650)	(8,936)	2,286	13,396	(22,332)
Net position - as reported	198,697	207,632		193,095	
Prior period adjustment for <i>Leases Per GASB 87</i>	-	-		1,141	
Net position - end of the year	\$ 192,047	\$ 198,697		\$ 207,632	

MANAGEMENT'S DISCUSSION AND ANALYSIS

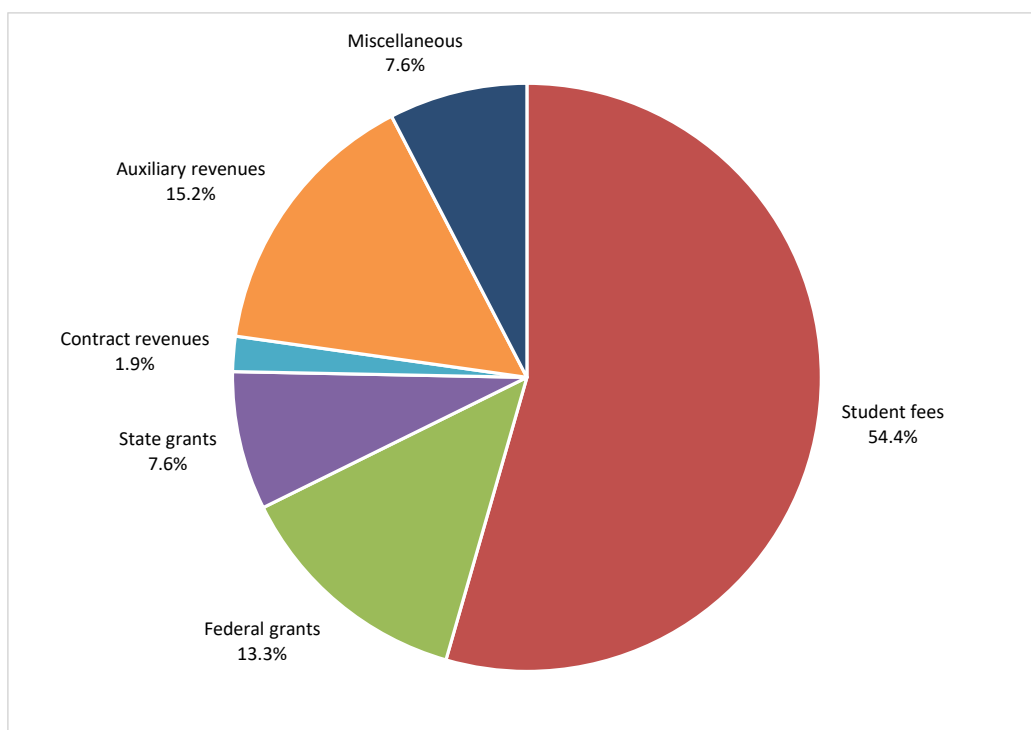
(Unaudited)

Comparison of Operating Revenues
For the Years Ended June 30, 2024, 2023 and 2022 (dollars in thousands)



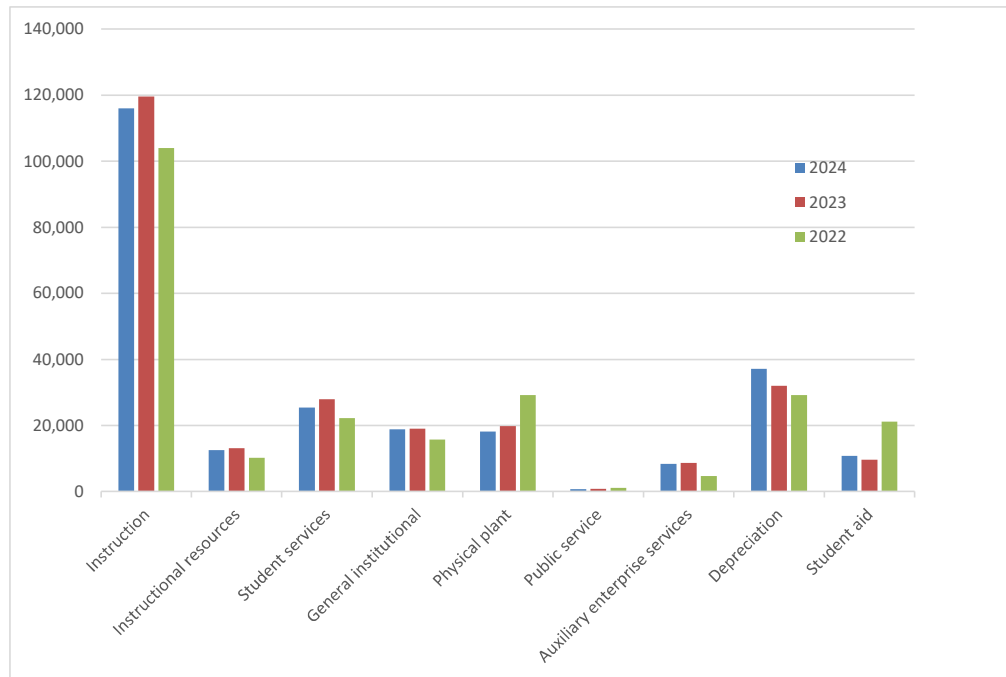
The following is a graphical illustration of operating revenues by source for the fiscal year ended June 30, 2024.

Operating Revenues

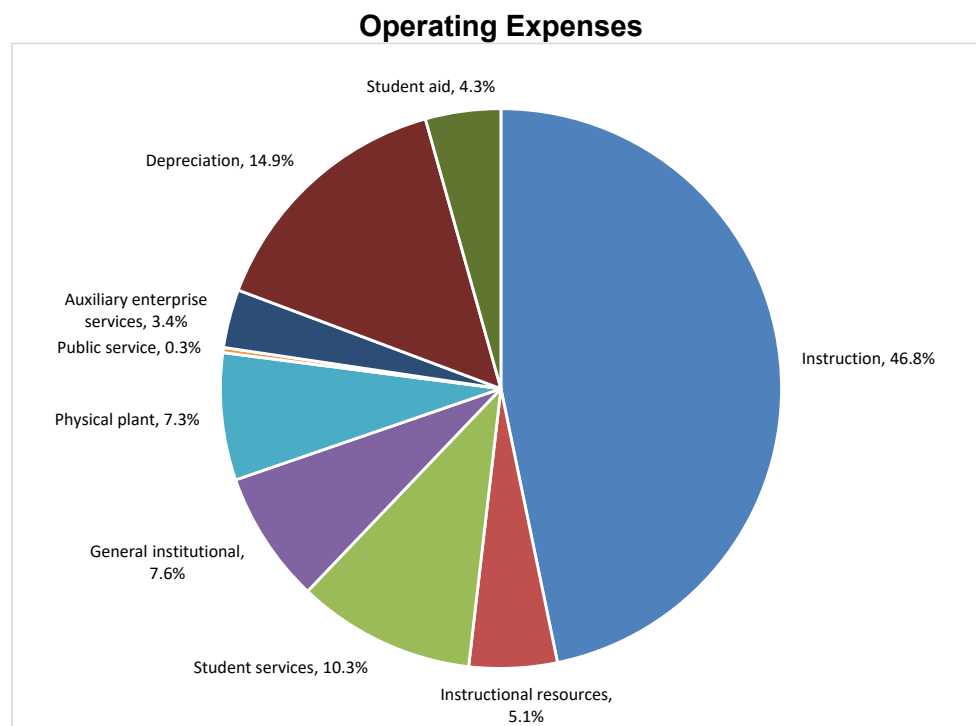


MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Comparison of Operating Expenses For the Years Ended June 30, 2024, 2023 and 2022 (dollars in thousands)



The following is a graphical illustration of operating expenses by function for the fiscal year ended June 30, 2024.



MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

Fiscal Year 2024 Compared to 2023

Operating revenues are the charges for services offered by the District. During 2024, the District generated \$59.8 million of operating revenue, an increase of \$629,000 or 1.1%.

- Student fees increased by \$2.4 million or 8.2%. There was a higher scholarship allowance compared to prior year decreasing those overall fees.
- Federal grants increased by \$461,000 or 6.2%.
- State grants decreased by \$1.2 million or 20.8%.
- Contract revenue decreased by \$2.8 million or 70.7%.
- Auxiliary revenues increased by \$646,000 or 7.7%.
- Miscellaneous revenues increased by \$1.0 million or 29.7%.

Operating expenses are costs related to offering the programs of the District. During 2024, total operating expenses were \$248.1 million, a decrease of \$2.7 million or 1.1%.

- Instructional expenses decreased by \$3.7 million or 3.1%.
- Instructional resources decreased by \$563,000 or 4.3%.
- Student services expenditures decreased by \$2.6 million or 8.0%.
- General Institutional expenditures decreased by \$177,000 or less than 1.0%.
- Physical plant expenditures decreased by \$1.5 million or 8.0%.
- Auxiliary enterprise services expenditures decreased by \$313,00 or 3.6%..
- Depreciation increased by \$5.0 million or 15.7%. This is mainly due to the completion a number of projects and have been placed in-service during the year.
- Student aid increased by \$1.2 million or 12.4%.

Non-operating revenue are items not directly related to providing instruction. During 2024, the District generated \$186.1 million of non-operating revenue, an decrease of \$171,000 or 0.1%.

- Property taxes increased by \$1.8 million or 2.1%.
- State appropriations decreased by \$151,000 or less than 1.0%.
- Investment income increased by \$1.2 million or 57.0%. Interest rates had increased leaving the District in a beneficial position to earn extra income.
- Gifts, grants, and bequests increased by \$426,000 or 20.0%.
- Federal Pell Grants increased by \$2.1 million or 19.7%.
- The real significant decrease is due to spending out the Federal Covid-19 Grants. These grants decreased by \$5.5 million or 85.8% over last fiscal year. The federal funds were completely spent before the end of fiscal year 2024

Non-operating expenses are items not directly related to providing instruction. During 2024, total non-operating expenses for the District were \$4.5 million, an increase of \$875,000 or 24.3%.

- The District realized some losses on the disposal of capital assets resulting in an increase in expense by \$311,000 or 438.8% compared to last year.
- Interest expense increased by \$563,000 or 15.4%. Interest rates have been increasing on the District's borrows due to the increased federal hikes in the rates. This is favorable for increased income but also increases the interest expense.

MANAGEMENT'S DISCUSSION AND ANALYSIS

(Unaudited)

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 \$1.5 million or 2.6%.

- Student fees decreased by \$2.3 million or 7.2%. There was a higher scholarship allowance compared to prior year decreasing those overall fees.
- Federal grants increased by \$195,000 or 2.7%.
- 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%. The District is seeing an increase as students feel more secure in returning to in-person classes and activities.
- Miscellaneous revenues increased by \$990,000 or 39.5%.

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 increased by \$2.9 million or 28.3%.
- Student services expenditures increased by \$5.7 million or 25.8%. The District has been very intentional about increasing service to students including adding resources for mental health and disability support.
- General Institutional expenditures increased by \$3.3 million or 20.9%.
- Physical plant expenditures decreased by \$9.4 million or 32.2%.
- Public service expenditures decreased by \$259,000 or 24.7% from the prior year.
- Auxiliary enterprise services expenditures increased by \$5.3 million or 112.8%.
- Depreciation increased by \$1.5 million or 5.2%. 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%. Most of the HEERF dollars used for student emergency grants were spent in fiscal year 2022.

Non-operating revenue are items not directly related to providing instruction. During 2023, the District generated \$186.3 million of non-operating revenue, an decrease of \$10.3 million or 5.3%.

- 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 had increased due to the federal hikes during the year.
- Gifts, grants, and bequests increased by \$532,000 or 33.3%.
- Federal Pell Grants increased \$786,000 or 8.0%.
- The real significant decrease is due to spending out the Federal Covid-19 Grants. 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, an 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%. Interest rates have been increasing on the District's borrows due to the increased federal hikes in the rates.

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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 39,202,270	\$ 41,509,748
Restricted cash and cash equivalents	9,936,928	5,552,528
Restricted investments	12,547,453	13,037,321
Accounts receivable	1,056,571	4,643,650
Property taxes receivable	21,537,436	19,560,245
Federal and state aid receivable	2,557,902	3,843,643
Student fee receivable, less allowance of \$3,120,000 for 2024 and \$3,000,000 for 2023	6,076,176	6,702,519
Inventories	384,062	486,364
Prepaid items	<u>2,085,537</u>	<u>2,323,546</u>
Total current assets	<u>95,384,335</u>	<u>97,659,564</u>
Non-current Assets		
Lease receivable	51,887,218	51,423,222
Land	7,019,891	7,019,891
Construction in progress	7,646,804	30,919,878
Other capital assets	582,377,366	565,877,605
Less accumulated depreciation and amortization	<u>(270,056,033)</u>	<u>(281,884,800)</u>
Total non-current assets	<u>378,875,246</u>	<u>373,355,796</u>
TOTAL ASSETS	<u>474,259,581</u>	<u>471,015,360</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources related to pensions	72,115,413	112,861,385
Deferred outflows of resources related to OPEB	7,592,976	7,318,687
Deferred outflows of resources related to refunding	<u>2,661,626</u>	<u>3,057,975</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>82,370,015</u>	<u>123,238,047</u>
LIABILITIES		
Current Liabilities		
Accounts payable	5,958,109	9,013,660
Accrued payroll and other accrued liabilities	8,423,446	8,391,941
Accrued interest	1,798,320	1,685,430
Unearned program and material fees	2,495,270	2,899,273
Current portion of lease liability	476,740	571,030
Current portion of subscription liability	2,617,513	677,572
Current portion of compensated absences	5,713,777	6,052,186
Current portion of OPEB - Health Plan	535,356	700,963
Current portion of long-term obligations	<u>26,565,000</u>	<u>26,995,000</u>
Total current liabilities	<u>54,583,531</u>	<u>56,987,055</u>
Long-term Liabilities		
Compensated absences	2,064,340	3,616,292
General obligation debt	159,351,562	156,551,039
Lease liability	2,151,171	2,112,935
Subscription liability	6,366,410	1,237,821
Net pension liability	8,553,356	31,160,798
Net OPEB liability	<u>25,915,896</u>	<u>17,030,972</u>
Total long-term liabilities	<u>204,402,735</u>	<u>211,709,857</u>
TOTAL LIABILITIES	<u>258,986,266</u>	<u>268,696,912</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources related to pensions	45,739,833	65,338,450
Deferred inflows of resources related to OPEB	11,344,781	12,438,653
Deferred inflows of resources related to leases	<u>48,511,900</u>	<u>49,082,882</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>105,596,514</u>	<u>126,859,985</u>
NET POSITION		
Net investment in capital assets	144,908,996	147,250,905
Restricted for debt service	4,467,333	3,634,085
Restricted for student organizations	1,381,966	1,479,157
Unrestricted	<u>41,288,521</u>	<u>46,332,363</u>
TOTAL NET POSITION	<u>\$ 192,046,816</u>	<u>\$ 198,696,510</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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating revenues		
Student program fees, net of scholarship allowances of \$5,674,059 and \$4,921,617 for 2024 and 2023, respectively	\$ 27,699,417	\$ 26,409,433
Student material fees, net of scholarship allowances of \$205,007 and \$161,456 for 2024 and 2023, respectively	1,036,185	889,017
Other student fees, net of scholarship allowances of \$734,057 and \$484,367 for 2024 and 2023, respectively	3,730,534	2,718,555
Federal grants	7,903,507	7,442,583
State grants	4,540,008	5,728,801
Business and industry contract revenue	1,013,206	3,785,661
School district contract revenue	143,611	168,331
Auxiliary enterprise revenues	9,036,680	8,391,848
Cost reimbursements	140,022	118,985
Miscellaneous	4,536,188	3,497,061
Total operating revenues	<u>59,779,358</u>	<u>69,797,077</u>
Operating expenses		
Instruction	115,992,664	119,663,107
Instructional resources	12,586,444	13,149,092
Student services	25,492,077	28,018,251
General institutional	18,865,319	19,041,995
Physical plant	18,219,089	19,801,154
Public service	696,835	791,262
Auxiliary enterprise services	8,362,903	8,675,693
Depreciation and amortization	37,084,517	32,047,882
Student aid	10,758,563	9,573,073
Total operating expenses	<u>248,058,411</u>	<u>250,761,509</u>
Operating loss	<u>(188,279,053)</u>	<u>(180,964,432)</u>
Non-operating revenues (expenses)		
Property taxes	85,567,436	83,811,117
State appropriations	81,023,120	81,174,064
Federal COVID-19 Grants	907,602	6,410,868
Federal pell grants	12,747,117	10,646,802
Gifts, grants and bequests	2,551,481	2,125,384
Gain (loss) on disposal of capital assets	(240,376)	70,948
Investment income earned	3,304,259	2,104,010
Interest expense	(4,231,280)	(3,667,892)
Total non-operating revenues	<u>181,629,359</u>	<u>172,028,499</u>
CHANGE IN NET POSITION	(6,649,694)	(8,935,933)
Net position - beginning of the year	<u>198,696,510</u>	<u>207,632,443</u>
Net position - end of the year	<u>\$ 192,046,816</u>	<u>\$ 198,696,510</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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Tuition and fees received	\$ 36,275,555	\$ 27,041,367
Federal and state grants received	13,729,256	25,063,978
Business, industry and school district contract revenues received	1,156,817	3,953,992
Payments to employees including related benefits	(156,753,696)	(148,707,606)
Payments to suppliers	(53,458,954)	(61,732,384)
Auxiliary enterprise revenues received	9,036,680	8,391,848
Other receipts	<u>4,676,210</u>	<u>3,616,046</u>
Net cash used in operating activities	<u>(145,338,132)</u>	<u>(142,372,759)</u>
Cash flows from noncapital financing activities		
Local property taxes received	83,590,245	83,264,059
State appropriations received	81,023,120	81,174,064
Federal COVID-19 and Pell grants received	13,654,719	6,410,868
Gifts, grants and bequests	<u>2,551,481</u>	<u>2,125,384</u>
Net cash provided by noncapital financing activities	<u>180,819,565</u>	<u>172,974,375</u>
Cash flows from capital and related financing activities		
Purchases of capital assets	(29,799,539)	(32,348,413)
Proceeds on disposal of capital assets	133,368	70,947
Lease payments	(696,965)	(960,208)
Subscription payments	(4,449,006)	(1,099,173)
Premium on issuance of capital debt	1,889,537	1,634,770
Proceeds from issuance of capital debt	35,000,000	35,000,000
Principal paid on capital debt	(32,595,000)	(31,605,000)
Interest paid on capital debt	<u>(5,646,055)</u>	<u>(5,059,356)</u>
Net cash used in capital and related financing activities	<u>(36,163,660)</u>	<u>(34,366,433)</u>
Cash flows from investing activities		
Investment income (loss)	2,269,281	2,056,496
Purchase of investments	(17,265,634)	(977,516)
Proceeds on sale of investments	<u>17,755,502</u>	<u>7,078,955</u>
Net cash provided by investing activities	<u>2,759,149</u>	<u>8,157,935</u>
Net increase (decrease) in cash and cash equivalents	2,076,922	4,393,118
Cash and cash equivalents at beginning of year	<u>47,062,276</u>	<u>42,669,158</u>
Cash and cash equivalents at end of year	<u><u>\$ 49,139,198</u></u>	<u><u>\$ 47,062,276</u></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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Reconciliation of operating loss to net cash used in operating activities		
Operating loss	\$ (188,279,053)	\$ (180,964,432)
Adjustments to reconcile operating loss to net cash used in operating activities		
Depreciation and amortization	37,084,517	32,047,882
Changes in assets and liabilities:		
Accounts receivable	3,587,079	(1,985,449)
Federal and state aid receivable	1,285,741	1,245,792
Student fee receivable	626,343	(1,335,182)
Inventories	102,302	(6,822)
Prepaid items	238,009	(1,639,845)
Accounts payable	(3,611,280)	2,920,043
Accrued payroll	31,505	(1,373,339)
Unearned program and material fees	(404,003)	344,993
Accrued compensated absences	(1,890,361)	(897,917)
Pension benefits	(22,607,442)	80,286,866
Deferred outflows of resources related to pensions	40,745,972	(21,185,976)
Deferred inflows of resources related to pensions	(19,598,617)	(50,513,594)
Other postemployment benefits	8,719,317	(10,891,424)
Deferred outflows of resources related to OPEB	(274,289)	2,930,260
Deferred inflows of resources related to OPEB	<u>(1,093,872)</u>	<u>8,645,385</u>
Net cash used in operating activities	<u>\$ (145,338,132)</u>	<u>\$ (142,372,759)</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position		
Unrestricted cash and cash equivalents	\$ 39,202,270	\$ 41,509,748
Restricted cash and cash equivalents	<u>9,936,928</u>	<u>5,552,528</u>
	<u>\$ 49,139,198</u>	<u>\$ 47,062,276</u>
Supplemental disclosure of non-cash investing and financing activities		
Bond issuance costs paid by underwriter	\$ 613,477	\$ 445,373
Construction in progress reported in accounts payable	\$ 3,520,921	\$ 2,965,192
Lease and subscription agreements entered	\$ 12,158,447	\$ 279,671

The accompanying notes are an integral part of these statements.

MADISON AREA TECHNICAL COLLEGE DISTRICT
STATEMENTS OF FIDUCIARY NET POSITION
As of June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
	<u>Custodial Funds</u>	<u>Custodial Funds</u>
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 125,038	\$ 350,481
Accounts receivable	25,421	6,125
Prepaid items	-	1,167
Total current assets	<u>150,459</u>	<u>357,773</u>
TOTAL ASSETS	<u>150,459</u>	<u>357,773</u>
 LIABILITIES		
Current Liabilities		
Accounts payable	11,033	54,753
Accrued payroll and other accrued liabilities	<u>4,842</u>	<u>4,952</u>
Total current liabilities	<u>15,875</u>	<u>59,705</u>
TOTAL LIABILITIES	<u>15,875</u>	<u>59,705</u>
 NET POSITION		
Restricted for consortium activities	<u>134,584</u>	<u>298,068</u>
TOTAL NET POSITION	<u><u>\$ 134,584</u></u>	<u><u>\$ 298,068</u></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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
ADDITIONS		
Contributions		
Marketing Consortium	544,382	553,656
Total Contributions	544,382	553,656
Investment Income	21,516	20,327
Total Additions	<u>565,898</u>	<u>573,983</u>
DEDUCTIONS		
Wages/Benefits	248,425	236,380
Marketing	453,409	330,199
Travel	23,965	12,924
Other	3,583	5,913
Total Deductions	<u>729,382</u>	<u>585,416</u>
CHANGE IN NET POSITION	(163,484)	(11,433)
Net position - beginning of the year	298,068	309,501
Net position - end of the year	<u>\$ 134,584</u>	<u>\$ 298,068</u>

The accompanying notes are an integral part of these statements.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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 222 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, 2024 AND 2023**

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 2024 and 2023.

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, 2024 AND 2023**

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, 2024 and 2023, 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, 2024 and 2023, the fair value of the District's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

Prepaids

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, 2024 AND 2023**

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

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:

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

	Fiscal Year Ending June 30, 2024	Fiscal Year Ending June 30, 2023
Mill rate for operations	0.36869	0.39201
Operational levy	\$ 47,339,734	\$ 44,967,959
Mill rate for debt service	0.29308	0.32951
Debt Service levy	\$ 37,631,646	\$ 37,798,692
Total mill rate	0.66177	0.72152
Total tax levy	\$ 84,971,380	\$ 82,766,651

Accumulated Unpaid Vacation, Sick Leave and Other Employee Benefit Amounts

Vacation

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

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.

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

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. Starting 1/1/2024, the District began offering new options for early retirees to enroll in one District group health care plan or elect the HRA contributions which will remain capped at the current amount of \$15,840 per year. Starting 1/1/2025, the District is continuing to offer the two options. Early retirees can enroll in one District group health care plan and the District will pay 91% of that plan (same as active employees) or they can opt to receive the HRA contribution equal to 91% of the plan.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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.

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

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

disbursed or scholarship allowances, which reduce revenues. Scholarship allowances represent the portion of aid provided to the student in the form of reduced tuition.

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

Classification of Revenue and Expense

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

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

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

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.

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.

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

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

Net Position (continued)

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 2024:

GASB Statement No. 100, *Accounting Changes and Error Corrections and amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability.

Implementation Guide No. 2023-1, *Implementation Guidance Update – 2023*. The latest implementation guide provides additional guidance on short-term leases and Subscription-Based Information Technology Arrangements. This guidance provides a variety of examples to help clarify the previous statements.

The District intends to implement the following statements in FY25:

GASB Statement No. 101, *Compensated Absences*. The objectives of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if attributable to services already rendered, it accumulates and it is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

GASB Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 2 - CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents		
Petty cash funds	\$ 16,032	\$ 15,779
Cash in bank	15,670,916	4,250,527
Wisconsin Local Government Investment Pool (LGIP)	979,633	789,412
Wisconsin Investment Series Cooperative - Cash Management Series	<u>32,597,655</u>	<u>42,357,039</u>
Cash and cash equivalents sub-total	49,264,236	47,412,757
Investments		
Limited Term Duration Investment	7,703,115	9,290,238
Extended Term Duration Investment	2,891,100	2,779,200
Term Series Investment	500,000	-
Certificates of Deposit	<u>1,453,238</u>	<u>967,883</u>
Investment sub-total	<u>12,547,453</u>	<u>13,037,321</u>
Total cash, cash equivalents and investments	<u><u>\$ 61,811,689</u></u>	<u><u>\$ 60,450,078</u></u>

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

	<u>2024</u>	<u>2023</u>
Current assets		
Unrestricted cash and cash equivalents	\$ 39,202,270	\$ 41,509,748
Restricted cash and cash equivalents	9,936,928	5,552,528
Restricted investments	12,547,453	13,037,321
Fiduciary Funds	<u>125,038</u>	<u>350,481</u>
Total cash, cash equivalents and investments	<u><u>\$ 61,811,689</u></u>	<u><u>\$ 60,450,078</u></u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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, 2024 and 2023, the District had cash bank balances of \$15.7 and \$4.3 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, 2024 AND 2023**

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, 2024 and 2023, 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, 2024, the District has the following recurring fair value measurements:
 Simmons Bank/Pine Bluff CDs of \$240,315 are valued under Level 2 inputs.
 Goldman Sachs Bank USA CDs of \$250,104 are valued under Level 2 inputs.

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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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>2024</u>	<u>2023</u>
Restricted for:		
Debt service	\$ 6,265,653	\$ 5,319,515
Capital projects	16,218,728	13,270,334
Total restricted	<u>22,484,381</u>	<u>18,589,849</u>
 Unrestricted	 39,202,270	 41,509,748
 Fiduciary funds	 <u>125,038</u>	 <u>350,481</u>
 Total cash and cash equivalents and investments	 <u><u>\$ 61,811,689</u></u>	 <u><u>\$ 60,450,078</u></u>

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

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 3 - CAPITAL ASSETS

Capital asset activity was as follows for the year ended June 30, 2024:

	2024		
	Beginning Balance	Additions	Ending Balance
Capital assets, not being depreciated			
Land	\$ 7,019,891	\$ -	\$ 7,019,891
Construction in progress	30,919,878	15,972,091	7,646,804
Total capital assets, not being depreciated	37,939,769	15,972,091	14,666,695
Capital assets, being depreciated			
Land improvements	14,441,960	3,355,583	17,797,543
Building and improvements	328,440,353	19,104,001	347,515,096
Equipment	212,928,456	31,168,758	197,332,562
Right to Use Assets - Leases	4,528,975	640,911	3,682,772
Right to Use Assets - Subscriptions	5,537,861	11,517,536	16,049,393
Total capital assets, being depreciated	565,877,605	65,786,789	582,377,366
Less accumulated depreciation for			
Land improvements	5,390,132	635,671	6,025,803
Building and improvements	118,662,891	8,564,965	127,198,598
Equipment	152,086,025	23,741,651	129,349,409
Right to Use Assets - Leases	1,838,122	756,622	1,195,537
Right to Use Assets - Subscriptions	3,907,630	3,385,609	6,286,686
Total accumulated depreciation	281,884,800	37,084,518	270,056,033
Total capital assets, being depreciated, net	283,992,805	28,702,271	312,321,333
Net capital assets	321,932,574	\$ 44,674,362	\$ 39,618,908
Less general obligation debt	(174,585,000)		(176,990,000)
Less lease liability	(2,683,965)		(2,627,911)
Less subscription liability	(1,915,393)		(8,983,923)
Less Premiums on notes & bonds payable	(8,961,039)		(8,926,562)
Plus loss on refunding bonds	3,057,975		2,661,626
Plus unexpended debt proceeds included in general obligation debt	10,405,753		12,787,738
Total invested in capital assets, net of related debt	\$ 147,250,905		\$ 144,908,996

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 3 - CAPITAL ASSETS (continued)

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

	2023			
	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated				
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	35,263,784	12,123,505	9,447,520	37,939,769
Capital assets, being depreciated				
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	539,732,236	27,453,655	1,308,286	565,877,605
Less accumulated depreciation 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	251,348,575	32,047,882	1,511,657	281,884,800
Total capital assets, being depreciated, net	288,383,661	(4,594,227)	(203,371)	283,992,805
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 loss on refunding bonds	3,454,324			3,057,975
Plus unexpended debt proceeds included in general obligation debt	6,106,306			10,405,753
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, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES

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

The changes in long-term liabilities are as follows:

	<u>June 30, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2024</u>	<u>Due Within One Year</u>
Notes and bonds payable	\$ 174,585,000	\$ 35,000,000	\$ 32,595,000	\$ 176,990,000	\$26,565,000
Lease Liability	2,683,965	640,911	696,965	\$ 2,627,911	476,740
Subscription Liability	1,915,393	11,517,536	4,449,006	8,983,923	2,617,513
Compensated absences	9,668,478	4,161,825	6,052,186	7,778,117	5,713,777
Other postemployment benefits	17,731,935	8,719,317	-	26,451,252	535,356
Net pension liability	31,160,798	-	22,607,442	8,553,356	-
Premium on notes and bonds payable	8,961,039	1,889,537	1,924,014	8,926,562	-
	<u>\$ 246,706,608</u>	<u>\$ 61,929,126</u>	<u>\$ 68,324,613</u>	<u>\$ 240,311,121</u>	<u>\$35,908,386</u>

	<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>

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, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

The debt obligations of the District at June 30, 2024 and 2023 are as follows:

	<u>Buyer</u>	<u>2024</u>	<u>2023</u>
Series 2013-14C Note \$2,500,000 general obligation promissory note payable issued June 30, 2014 with interest at 1.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.	Hutchinson, Shockey, Erley, \$ & Co.	-	\$ 275,000
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.	Janney Montgomery Scott LLC	-	720,000
Series 2014-15B Note \$8,500,000 general obligation promissory note payable issued January 29, 2015 with interest at 1.50 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2024. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	Janney Montgomery Scott LLC	-	1,190,000
Series 2014-15A Bond \$10,070,000 general obligation school improvement bonds issued June 30, 2015 with interest at 3.00 to 4.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2033. Proceeds used to acquire and improve sites; constructing new buildings and facilities; adding to, upgrading, remodeling, and improving existing buildings, and acquiring furnishings, fixtures and equipment.	Piper Jaffray	6,000,000	6,555,000
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
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	1,060,000	2,090,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

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.

<u>Buyer</u>	<u>2024</u>	<u>2023</u>
Hutchinson, Shockey, Erley, & Co.	2,180,000	3,225,000

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	\$ 2,165,000	\$ 3,210,000
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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
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Series 2017 Bonds

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

Bank of America Merrill Lynch	39,150,000	43,740,000
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Series 2017-18C Note

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

Robert W. Baird & Co.	6,750,000	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
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

	<u>Buyer</u>	<u>2024</u>	<u>2023</u>
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.	3,800,000	5,600,000
Series 2018-19E Note \$5,600,000 general obligation promissory note payable issued May 22, 2019 with interest at 2.00 to 3.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2028. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	Robert W. Baird & Co.	5,600,000	5,600,000
Series 2019-20D Note \$4,250,000 general obligation promissory note payable issued March 2, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2025. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	FHN Financial Capital Markets	1,350,000	3,250,000
Series 2019-20E Note \$4,500,000 general obligation promissory note payable issued April 22, 2020 with interest at 2.00% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2027. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	UMB Bank	4,500,000	4,500,000
Series 2019-20F Note \$4,525,000 general obligation promissory note payable issued June 29, 2020 with interest at 1.625% to 1.75% payable semiannually in March and September; principal payments are varying amounts are due on March 1 of each year until maturity on March 1, 2029. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.	Robert W. Baird & Co.	4,525,000	4,525,000
Series 2020 Bonds \$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.	BOK Financial Securities, Inc.	7,235,000	7,965,000

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2020-21E Note

\$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.

<u>Buyer</u>	<u>2024</u>	<u>2023</u>
Robert W. Baird & Co.	-	3,000,000

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.

Huntington Securities, Inc.	3,500,000	3,500,000
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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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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

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.

<u>Buyer</u>	<u>2024</u>	<u>2023</u>
BNY Mellon Capital Markets LLC	-	2,125,000

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.	2,850,000	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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Series 2021-22H Note

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

Piper Sandler & Co.	3,500,000	3,500,000
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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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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

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.

<u>Buyer</u>	<u>2024</u>	<u>2023</u>
Robert W. Baird & Co.	3,500,000	3,500,000

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	2,425,000
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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.

Huntington Securities, Inc.	2,000,000	2,000,000
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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	3,500,000
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

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.

Buyer

2024

2023

FHN Financial
Capital Markets

3,500,000

3,500,000

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

7,000,000

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.

7,000,000

7,000,000

Series 2023-24A Note

\$10,000,000 general obligation promissory note payable issued August 8, 2023 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, 2031. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Fifth Third
Securities, Inc.

7,000,000

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Series 2023-24B Note

\$1,500,000 general obligation promissory note payable issued October 10, 2023 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, 2030. Proceeds used to remodel buildings and improvement projects and site improvements.

Robert W. Baird
& Co.

650,000

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Series 2023-24C Note

\$3,500,000 general obligation promissory note payable issued November 7, 2023 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, 2033. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment and site improvements.

Robert W. Baird
& Co.

1,750,000

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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

Series 2023-24D Note

\$10,000,000 general obligation promissory note payable issued January 2, 2024 with interest at .05% 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 remodel buildings and improvement projects and acquire moveable equipment.

<u>Buyer</u>	<u>2024</u>	<u>2023</u>
Robert W. Baird & Co.	10,000,000	-

Series 2023-24E Note

\$3,500,000 general obligation promissory note payable issued March 5, 2024 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, 2033. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	3,500,000	-
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Series 2023-24F Note

\$3,500,000 general obligation promissory note payable issued April 9, 2024 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, 2033. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Robert W. Baird & Co.	3,500,000	-
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Series 2023-24G Note

\$3,000,000 general obligation promissory note payable issued June 4, 2024 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, 2033. Proceeds used to remodel buildings and improvement projects and acquire moveable equipment.

Piper Sandler & Co.	<u>3,000,000</u>	<u>-</u>
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Total General Obligation Debt

<u>\$ 176,990,000</u>	<u>\$ 174,585,000</u>
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**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 4 - LONG TERM LIABILITIES (continued)

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

	Notes/Bonds		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Years Ending June 30			
2025	\$ 26,565,000	\$ 5,455,713	\$ 32,020,713
2026	26,660,000	4,676,269	31,336,269
2027	25,385,000	3,864,206	29,249,206
2028	24,030,000	3,090,794	27,120,794
2029	22,490,000	2,342,656	24,832,656
2030-2033 (4 year total)	51,860,000	3,523,498	55,383,498
	<u>\$ 176,990,000</u>	<u>\$ 22,953,136</u>	<u>\$ 199,943,136</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>2024</u>	<u>2023</u>
5% Limit	\$ 6,783,087,510	\$ 6,052,397,119
Aggregate Indebtedness	\$ 176,990,000	\$ 174,585,000
Debt Service Funds Available	\$ 4,467,333	\$ 3,634,085
Total Legal Debt Margin	\$ 6,610,564,843	\$ 5,881,446,204

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>2024</u>	<u>2023</u>
2% Limit	\$ 2,713,235,004	\$ 2,420,958,848
Aggregate Indebtedness	\$ 176,990,000	\$ 174,585,000
Debt Service Funds Available	\$ 4,467,333	\$ 3,634,085
Total Legal Debt Margin	\$ 2,540,712,337	\$ 2,250,007,932

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN

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

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

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

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

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

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, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN (continued)

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
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
2023	1.6	(21.0)

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 \$7,348,656 in contributions from the employer. All District employees covered by the WRS fall under the General category.

Contribution rates as of June 30, 2024 are:

Employee Category	Employee	Employer
General (including teachers)	6.80%	6.80%

Contribution rates as of June 30, 2023 are:

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

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

At June 30, 2024, the District reported a liability (asset) of \$8,553,356 for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. 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, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN (continued)

At December 31, 2023, the District's proportion was .5753%, which was a decrease of .0129% from its proportion measured as of December 31, 2022.

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.

At December 31, 2022, the District's proportion was .5552%, which was a decrease of .0212% from its proportion measured as of December 31, 2021.

For the years ended June 30, 2024 and 2023, the District recognized pension expense/(revenue) of \$5,986,089 and \$8,587,296, respectively.

At June 30, 2024, 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	\$34,487,043	\$45,678,303
Net differences between projected and actual earnings on pension plan investments	29,807,054	0
Changes in assumptions	3,728,162	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	396,929	61,530
Employer contributions subsequent to the measurement date	3,696,225	0
Total	\$72,115,413	\$45,739,833

The \$3,696,225 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, 2025.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN (continued)

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 was recognized as a reduction (an addition) to the net pension liability (asset) in the year ended June 30, 2024.

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
2025	\$4,682,234
2026	4,957,569
2027	18,781,199
2028	(5,741,647)
Thereafter	0

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN (continued)

Actuarial assumptions. For the year ended June 30, 2024, the total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2022
Measurement Date of Net Pension Liability (Asset)	December 31, 2023
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, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2022 actuarial valuation.

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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. 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.

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, 2024:

Asset Allocation Targets and Expected Returns*						
As of December 31, 2023						
<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>	
Public Equity	40	%	7.3	%	4.5	%
Public Fixed Income	27		5.8		3.0	
Inflation Sensitive	19		4.4		1.7	
Real Estate	8		5.8		3.0	
Private Equity/Debt	18		9.6		6.7	
Leverage***	(12)		3.7		1.0	
Total Core Fund	100	%	7.4	%	4.6	%
<u>Variable Fund Asset Class</u>						
U.S. Equities	70	%	6.8	%	4.0	%
International Equities	30		7.6		4.8	
Total Variable Fund	100	%	7.3	%	4.5	%
*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: 2.7%						
***The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%						

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 5 – RETIREMENT PLAN (continued)

For the year ended June 30, 2023:

Asset Allocation Targets and Expected Returns*					
As of December 31, 2022					
<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>
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
<u>Variable Fund Asset Class</u>					
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%					

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 3.77% (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, 2023. 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, 2024 AND 2023**

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, 2024:

	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)	\$82,672,314	\$8,553,356	(\$43,310,815)

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)

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.

Effective January 1, 2024, any legacy early retirees will have the option to elect the GHC PCPP plan at a cost of 9% of the plan (same as active employees) or receive the capped annual HRA payment of \$15,840/year. Effective January 1, 2025, any new retirees will be offered the GHC PCPP at 9% of the cost of the plan or an HRA contribution equal to 91% of the cost of the GCH PCPP plan. Both options will continue up to age 65.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

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>2024</u>	<u>2023</u>
Actives	1134	0
Retirees	39	80
Spouses of Retirees	11	0
Total	<u>1184</u>	<u>80</u>

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB. For the year ended June 30, 2024 the valuation date is June 30, 2023. For the year ended June 30, 2023 the valuation date is June 30, 2022. The measurement date is June 30, 2023, and June 30, 2022, 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, 2024 and 2023 of \$7,103,836 and \$2,079,258 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, 2024 and 2023, the District recognized OPEB expense/(benefit) of \$6,760,098 and \$335,832, respectively for Health Insurance.

At June 30, 2024, 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	\$ 136,700	\$ 50,719
Changes of assumptions	0	885,339
Contributions made subsequent to measurement date	535,356	0
Total	672,056	936,058

The \$535,356 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, 2025.

At June 30, 2023, 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, 2024 AND 2023**

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	\$ 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.

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
2025	\$ (123,445)
2026	(156,462)
2027	(156,462)
2028	(156,462)
2029	(156,462)
Thereafter	(50,065)

Actuarial assumptions and other inputs. The actuarial assumptions that determined the total OPEB liability as of June 30, 2024 and June 30, 2023 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, 2024	June 30, 2023
Valuation date	June 30, 2023	June 30, 2022
Measurement date	June 30, 2023	June 30, 2022
Discount rate	3.65%	3.54%
20 Year Tax-Exempt Municipal Bond Yield	3.65%	3.54%
Healthcare cost trend	6.50%	7.10%
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, 2024 AND 2023**

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.

	Increase (Decrease) Total OPEB Liability FY 2024	Increase (Decrease) Total OPEB Liability FY 2023
Changes in Total OPEB Health Liability		
Beginning of Year Balances	\$ 2,079,258	\$ 3,021,181
Changes for the year:		
Service cost	0	14,246
Interest on total OPEB liability	58,978	53,391
Effect of plan changes	6,788,131	0
Effect of economic/demographic gains or losses	(60,253)	19,764
Effect of assumptions changes or inputs	(928,584)	104,026
Benefit payments	(833,694)	(1,133,350)
End of Year Balances	\$ <u>7,103,836</u>	\$ <u>2,079,258</u>

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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.

	2023-24		
	1% Decrease	Discount Rate	1% Increase
	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 7,477,923	\$ 7,103,836	\$ 6,738,289

	2022-23		
	1% Decrease	Discount Rate	1% Increase
	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 2,116,578	\$ 2,079,258	\$ 2,043,399

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.

	2023-24		
	1% Decrease	Trend Rate	1% Increase
	5.50%	6.50%	7.50%
Total OPEB Liability	\$ 6,529,698	\$ 7,103,836	\$ 7,761,328

	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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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, 2024 and 2023 are:

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

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2023 are listed below:

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

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 \$85,698 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, 2024, the District reported a liability (asset) of \$19,347,416 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2023 rolled forward to December 31, 2023. 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, 2023, the District's proportion was 4.2054%, which was a increase of .0969% from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB expense (benefit) of \$1,259,145 related to life insurance and an OPEB expense (benefit) of \$8,019,243 for all OPEB plans (LRLIF and Health).

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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

For the year ended June 30, 2023, the District recognized OPEB expense of \$1,344,690 related to life insurance and an OPEB expense (benefit) of \$1,680,522 for all OPEB plans.

At June 30, 2024, 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	\$1,712,300
Net differences between projected and actual earnings on OPEB plan investments	261,375	0
Changes in Assumptions	6,052,036	7,618,598
Changes in proportion and differences between employer contributions and proportionate share of contributions	476,014	1,077,825
Employer contributions subsequent to the measurement date	131,495	0
Total	\$6,920,920	\$10,408,723

\$131,495 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, 2025.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

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.

As of June 30, 2024, 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	(\$315,514)
2025	(100,166)
2026	(849,296)
2027	(1,381,318)
2028	(1,256,329)
2029	283,325
Thereafter	0

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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

Actuarial Assumptions. The total LRIF OPEB liabilities in the January 1, 2024 and 2023 actuarial valuations were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year	June 30,2024	June 30,2023
Actuarial Valuation date	January 1, 2023	January 1, 2022
Measurement date of Net OPEB Liability	December 31, 2023	December 31, 2022
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*	3.26%	3.72%
Long-term expected rate of return	4.25%	4.25%
Discount rate	3.32%	3.76%
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, 2023 is based upon a roll-forward of the liability calculated from the January 1, 2023 actuarial valuation.

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, 2024 AND 2023**

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

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2023			
<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 Interm Credit	40.00%	2.32%
US Mortgages	Bloomberg US MBS	60.00%	2.52%
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 Interm 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%

Single Discount Rate. A single discount rate of 3.32% was used to measure the Total LRIF OPEB Liability for the current year, as opposed to a discount rate of 3.76% for the prior year. The change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023. 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, 2024 AND 2023**

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 3.32 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 (2.32 percent) or 1-percentage-point higher (4.32 percent) than the current rate:

	2023-24		
	1% Decrease to Discount Rate 2.32%	Current Discount Rate 3.32%	1% Increase to Discount Rate 4.32%
District's proportionate share of the Net OPEB Liability (Asset)	\$25,995,949	\$19,347,416	\$14,272,431

	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

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 8 – LEASES

Lease Liability: Right-to-Use Asset Agreements

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

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

			Fiscal Year	
			2024	
Lease Liability			\$	2,627,911
			Principal	Interest
			Total	
	2025	\$	476,740	\$ 33,185
	2026		354,839	26,617
	2027		336,523	20,132
	2028		177,774	15,517
	2029		144,852	13,845
	2030-2034		1,137,184	37,726
Total minimum lease payments			\$ 2,627,911	\$ 147,022
			\$ 2,774,934	

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

	<u>2024</u>	<u>2023</u>
Land	\$ 1,674,109	\$ 1,778,897
Buildings/Space	293,465	1,220,277
Equipment	1,715,197	1,529,801
Less: Accumulated Amortization	(1,195,537)	(1,838,122)
	\$ 2,487,234	\$ 2,690,853

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 8 – LEASES (continued)

Leases on District-Owned/Leased Space:

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

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

During the year ended June 30, 2024, the District recognized \$612,322 and \$1,015,510 in lease revenue and interest revenue, respectively, compared to \$611,712 and \$1,005,702 in lease revenue and interest revenue, respectively, during the year ended June 30, 2023.

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, 2024 AND 2023**

NOTE 8 – LEASES (continued)

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

	Lease		
	Payments	Interest	Principal
2025	\$ 560,451	\$ 1,025,418	\$ (464,967)
2026	519,694	1,035,668	(515,974)
2027	500,000	1,046,351	(546,351)
2028	700,000	1,053,272	(353,272)
2029	700,000	1,060,330	(360,330)
2030-2034	3,953,649	5,386,230	(1,432,581)
2035-2039	4,194,768	5,518,748	(1,323,981)
2040-2044	4,408,743	5,643,238	(1,234,495)
2045-2049	4,633,633	5,757,751	(1,124,118)
2050-2054	4,869,995	5,860,082	(990,087)
2055-2059	5,118,414	5,947,734	(829,320)
2060-2064	5,379,504	6,017,890	(638,386)
2065-2069	5,653,913	6,067,373	(413,460)
2070-2074	6,030,572	6,087,175	(56,603)
2075-2079	6,823,038	6,044,274	778,765
2080-2084	7,719,642	5,908,103	1,811,538
2085-2089	8,734,066	5,657,295	3,076,771
2090-2094	9,881,794	5,266,726	4,615,067
2095-2099	11,180,343	4,706,926	6,473,416
2100-2104	12,649,532	3,943,397	8,706,134
2105-2109	14,311,784	2,935,833	11,375,951
2110-2114	16,192,470	1,637,224	14,555,246
2115-2119	10,992,176	213,923	10,778,253
Total	\$ 145,708,179	\$ 93,820,961	\$ 51,887,217
Total Lease Payments	\$ 145,708,178		
Discounted Amount	\$ (93,820,961)		
Total Receivable as of 06/30/2024	\$ 51,887,217		

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

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. However, most are only two to three years in term due to the evolving technology applications.

As of June 30, 2024, SBITA assets and the related accumulated amortization totaled \$16,049,393 and \$6,286,686, respectively. As of June 30, 2023, SBITA assets and the related accumulated amortization totaled \$5,537,861 and \$3,907,630, respectively.

The future subscription payments under SBITA agreements are as follows:

				2024	
SBITA Liability				\$	8,983,923
	Principal		Interest	Total	
2025	\$	2,617,513	\$	192,552	\$ 2,810,065
2026		2,642,919		123,738	2,766,657
2027		1,918,988		72,606	1,991,594
2028		1,798,150		22,372	1,820,522
2029		6,353		103	6,456
Total minimum payments	\$	8,983,923	\$	411,371	\$ 9,395,294

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, 2024 and 2023, 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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 10 - RISK MANAGEMENT (continued)

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

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

For the year ended June 30, 2024 and 2023, the District paid DMI insurance premiums of \$1,045,382 and \$1,066,899 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; \$100,000 coverage for impersonation fraud; \$75,000 coverage for investigation expenses; \$25,000 deductible for impersonation fraud; \$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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 10 - RISK MANAGEMENT (continued)

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

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

NOTE 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 Year</u>	<u>Beginning Balance</u>	<u>Plus: Claims</u>	<u>Less: Payments</u>	<u>Ending Balance</u>
2024	\$ 80,100	\$ 1,700,513	\$ 1,707,413	\$ 73,200
2023	\$ 81,000	\$ 1,623,380	\$ 1,624,280	\$ 80,100

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, 2024 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.

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023

NOTE 12 – CONTINGENCIES (continued)

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

NOTE 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>2024</u>	<u>2023</u>
Salaries and wages	\$ 112,591,848	\$ 110,937,740
Fringe benefits	43,013,068	43,821,024
Travel, memberships and subscriptions	3,701,869	3,441,582
Supplies	16,183,789	16,090,282
Postage	121,827	158,899
Contract services	21,473,512	29,978,507
Rentals	1,253,747	84,212
Credit/Collection Expenses	941,439	1,313,942
Insurance	1,186,963	1,119,771
Utilities	2,240,387	2,194,595
Depreciation	34,678,757	32,047,882
Student aid	<u>10,758,563</u>	<u>9,573,073</u>
Total Operating Expenses	<u>\$ 248,145,769</u>	<u>\$ 250,761,509</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.

**MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

NOTE 14 - SUBSEQUENT EVENTS (continued)

Debt Issuance

On July 16, 2024, the District issued General Obligation Promissory Notes, Series 2024-25A, totaling \$3,500,000 with interest rates at 5.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds will be used for paying the cost of the acquisition of moveable equipment, building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On August 13, 2024, the District issued General Obligation Promissory Notes, Series 2024-25B, totaling \$3,000,000 with interest rates of 5.0% payable on March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2026. 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.

On September 17, 2024, the District issued General Obligation Promissory Notes, Series 2024-25C, totaling \$3,000,000 with interest rates between 5.0-6.0% payable March 1 and September 1 annually. Principal payments of varying amounts are due on March 1 of each year until maturity on March 1, 2026. Proceeds will be used for paying the cost of the acquisition of moveable equipment, site work, and building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

On October 15, 2024, the District issued General Obligation Promissory Notes, Series 2024-25D, totaling \$3,000,000 with interest rates 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, 2027. Proceeds will be used for paying the cost of the acquisition of moveable equipment, and building remodeling and improvement projects. The Notes are not subject to redemption prior to maturity.

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, 2024**

SCHEDULE OF DISTRICT'S PROPORTIONALTE SHARE OF THE NET PENSION LIABILITY (ASSET)										
Wisconsin Retirement System										
Last 10 Fiscal Years*										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.5753%	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)	8,553,356	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	108,076,685	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	7.9%	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)	98.9%	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*										
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contributions	7,348,656	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	7,348,656	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	0
District's covered payroll	108,601,245	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	6.77%	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, 2024**

**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, 2024
(in 1,000s)**

	<u>2024</u>	<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	59	53	73	337	374	369	330
Changes in benefit terms	6,788	-	-	(9,067)	-	-	-
Effect of economic/demographic gains (losses)	(60)	20	467	2,870	1,504	-	-
Effect of assumption changes or inputs	(929)	104	(211)	678	(1,141)	(146)	(379)
Benefit payments	(834)	(1,133)	(1,195)	(1,219)	(1,189)	(1,352)	(1,934)
Net change in total OPEB liability	5,025	(942)	(801)	(5,980)	(42)	(715)	(1,531)
Total OPEB liability, beginning	2,080	3,021	3,822	9,802	9,845	10,560	12,091
Total OPEB liability, ending	<u>\$ 7,104</u>	<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>\$ 108,601</u>	<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>6.5%</u>	<u>1.9%</u>	<u>3.0%</u>	<u>4.1%</u>	<u>9.6%</u>	<u>9.8%</u>	<u>10.7%</u>

**This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported.*

**No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 7 for this plan in any years presented.*

**MADISON AREA TECHNICAL COLLEGE DISTRICT
OTHER POSTEMPLOYMENT AND PENSION
BENEFITS PLAN
(UNAUDITED)
Year Ended June 30, 2024**

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

	2024	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability (asset)	4.21%	4.11%	4.33%	4.38%	4.50%	4.58%	4.48%
District's proportionate share of the net OPEB liability (asset)	\$ 19,347,416	\$ 15,652,677	\$ 25,602,179	\$ 24,075,747	\$ 19,159,092	\$ 11,810,878	\$ 13,492,486
District's covered-employee payroll	\$ 75,059,000	\$ 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	25.78%	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)	33.90%	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***

	2024	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 85,698	\$ 82,433	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165
Contributions in relation to the contractually required contributions	\$ 85,698	\$ 82,433	\$ 88,660	\$ 87,277	\$ 81,337	\$ 88,188	\$ 85,165
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 75,636,000	\$ 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%	0.11%	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, 2024**

***Notes to Required Supplementary Information
for the Year Ended June 30, 2024:***

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, 2024**

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

	2023	2022	2021	2020	2019
Valuation Date:	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
Actuarial Cost Method:	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
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
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)
Actuarial Assumptions					
Net Investment Rate of Return:	5.4%	5.4%	5.4%	5.4%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	6.8%	7.0%	7.0%	7.0%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	* 3.0%	3.0%	3.0%	3.2%
Seniority/Merit:	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement Benefit Adjustments*:	1.7%	1.9%	1.9%	1.9%	2.1%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2021 valuation pursuant to an experience study of the period 2018-2020.	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.
Mortality:	2020 WRS Experience Tables. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2021 fully generational improvement scale from a base year of 2010.	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 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%).

*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, 2024

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

	2018	2017	2016	2015	2014
Valuation Date:	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012
Actuarial Cost Method:	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
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
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)
Actuarial Assumptions					
Net Investment Rate of Return:	5.5%	5.5%	5.5%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.2%	7.2%	7.2%	7.2%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	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%
Post-retirement Benefit Adjustments*:	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 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.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational	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 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality.

*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, 2024**

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, 2024

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Favorable (Unfavorable)
Revenues						
Local government	\$ 45,236,500	\$ 46,031,800	\$ 46,031,790	\$ -	\$ 46,031,790	\$ (10)
Intergovernmental revenue						
State	81,169,000	81,188,000	81,188,275	-	81,188,275	275
Federal	280,000	478,000	477,511	-	477,511	(489)
Tuition and fees						
Statutory program fees	32,035,000	33,149,000	33,149,314	-	33,149,314	314
Material fees	1,084,000	1,190,000	1,189,764	-	1,189,764	(236)
Other student fees	1,017,000	1,137,000	1,136,628	-	1,136,628	(372)
Institutional	1,519,000	4,280,000	4,280,470	-	4,280,470	470
Total revenues	162,340,500	167,453,800	167,453,752	-	167,453,752	(48)
Expenditures						
Instruction	111,488,000	112,950,800	112,950,755	-	112,950,755	45
Instructional resources	3,334,000	3,204,700	3,204,657	-	3,204,657	43
Student services	19,122,000	18,817,600	18,817,562	-	18,817,562	38
General institutional	19,453,000	19,459,900	19,459,865	-	19,459,865	35
Physical plant	11,682,000	12,103,500	12,103,503	-	12,103,503	(3)
Public service	549,000	625,000	625,009	-	625,009	(9)
Total expenditures	165,628,000	167,161,500	167,161,351	-	167,161,351	149
Excess (deficiency) of revenues over expenditures	(3,287,500)	292,300	292,401	-	292,401	101
Other financing sources						
Transfers in	750,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-
	750,000	-	-	-	-	-
Net change in fund balance	(2,537,500)	292,300	292,401	-	292,401	101
Fund balance at July 1, 2023	52,594,013	52,784,184	52,784,184	-	52,784,184	-
Fund balance at June 30, 2024	\$ 50,056,513	\$ 53,076,484	\$ 53,076,585	\$ -	\$ 53,076,585	\$ 101
Fund balance						
Nonspendable - prepaid items and advances			\$ 365,865			
Nonspendable - noncurrent assets			2,377			
Assigned for compensated absences			7,017,839			
Assigned for state aid fluctuations			1,374,800			
Assigned for subsequent year			2,749,600			
Assigned for operations			41,566,104			
			<u>\$ 53,076,585</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, 2024

	<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	\$ 1,230,000	\$ 1,212,000	\$ 1,212,258	\$ -	\$ 1,212,258	\$ 258
Intergovernmental revenue						
State	930,000	1,085,800	1,085,550	-	1,085,550	(250)
Federal	5,395,000	5,983,900	5,983,517	-	5,983,517	(383)
Tuition and fees						
Program fees	106,000	88,000	88,150	-	88,150	150
Material fees	14,000	15,000	15,264	-	15,264	264
Other student fees	457,000	584,300	584,295	-	584,295	(5)
Institutional	<u>4,756,000</u>	<u>2,078,900</u>	<u>2,078,454</u>	<u>-</u>	<u>2,078,454</u>	<u>(446)</u>
Total revenues	<u>12,888,000</u>	<u>11,047,900</u>	<u>11,047,488</u>	<u>-</u>	<u>11,047,488</u>	<u>(412)</u>
Expenditures						
Instruction	9,600,000	8,436,900	8,436,610	-	8,436,610	290
Instructional resources	129,000	118,200	118,166	-	118,166	34
Student services	2,896,000	3,272,900	3,272,620	-	3,272,620	280
General institutional	263,000	161,000	161,041	-	161,041	(41)
Physical plant	-	-	-	-	-	-
Public Service	-	77,500	-	-	-	77,500
Auxiliary Services	<u>-</u>	<u>-</u>	<u>77,477</u>	<u>-</u>	<u>77,477</u>	<u>(77,477)</u>
Total expenditures	<u>12,888,000</u>	<u>12,066,500</u>	<u>12,065,914</u>	<u>-</u>	<u>12,065,914</u>	<u>586</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(1,018,600)</u>	<u>(1,018,426)</u>	<u>-</u>	<u>(1,018,426)</u>	<u>174</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>(1,018,600)</u>	<u>(1,018,426)</u>	<u>-</u>	<u>(1,018,426)</u>	<u>174</u>
Fund balance at July 1, 2023	1,599,178	1,085,636	1,085,636	-	1,085,636	-
Fund balance at June 30, 2024	<u>\$ 1,599,178</u>	<u>\$ 67,036</u>	<u>\$ 67,210</u>	<u>\$ -</u>	<u>\$ 67,210</u>	<u>\$ 174</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, 2024

	<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	\$ 194,000	\$ 211,740	\$ 211,742	\$ -	\$ 211,742	\$ 2
Intergovernmental revenue						
State	3,124,000	3,289,300	3,289,303	-	3,289,303	3
Federal	27,458,477	29,524,500	29,524,306	-	29,524,306	(194)
Other Student Fees	2,376,500	2,580,500	2,580,374	-	2,580,374	(126)
Institutional	1,356,500	3,389,500	3,389,806	-	3,389,806	306
Total revenues	34,509,477	38,995,540	38,995,531	-	38,995,531	(9)
Expenditures						
Student services	34,488,205	39,150,400	39,150,395	-	39,150,395	5
Excess (deficiency) of revenues over expenditures	34,509,477	(154,860)	(154,864)	-	(154,864)	(4)
Other financing sources						
Transfers in	-	-	55,735	-	55,735	55,735
Transfers in	-	-	(55,735)	-	(55,735)	(55,735)
Net change in fund balance	34,509,477	(154,860)	(154,864)	-	(154,864)	(4)
Fund balance at July 1, 2023	1,054,549	2,083,580	2,083,580	-	2,083,580	-
Fund balance at June 30, 2024	\$ 35,564,026	\$ 1,928,720	\$ 1,928,716	\$ -	\$ 1,928,716	\$ (4)

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, 2024

	<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	-	-	-	-	-	-
Federal	699,000	219,200	219,198	-	219,198	(2)
Institutional	-	1,462,230	1,462,230	-	1,462,230	-
Total revenues	<u>699,000</u>	<u>1,681,430</u>	<u>1,681,428</u>	<u>-</u>	<u>1,681,428</u>	<u>(2)</u>
Expenditures						
Capital outlay						
Instruction	5,244,000	4,831,490	4,883,872	(52,377)	4,831,495	(5)
Instructional resources	12,750,000	10,478,330	10,213,480	264,846	10,478,326	4
Student services	625,000	591,170	554,326	36,842	591,168	2
General institutional	500,000	777,030	777,033	-	777,033	(3)
Physical plant	16,580,000	19,853,890	17,608,621	2,245,269	19,853,890	-
Auxiliary service	-	139,140	139,136	-	139,136	4
Public service	-	118,150	122,971	(4,824)	118,147	3
Total expenditures	<u>35,699,000</u>	<u>36,789,200</u>	<u>34,299,439</u>	<u>2,489,756</u>	<u>36,789,195</u>	<u>5</u>
Excess (deficiency) of revenues over expenditures	<u>(35,000,000)</u>	<u>(35,107,770)</u>	<u>(32,618,011)</u>	<u>(2,489,756)</u>	<u>(35,107,767)</u>	<u>(7)</u>
Other financing sources						
Debt issued	35,000,000	35,000,000	35,000,000	-	35,000,000	-
Transfers in	-	-	-	-	-	-
Total other financing sources	<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	-	(107,770)	2,381,989	(2,489,756)	(107,767)	3
Fund balance at July 1, 2023	<u>490,576</u>	<u>10,405,753</u>	<u>10,405,753</u>	<u>(7,911,962)</u>	<u>2,493,791</u>	<u>(7,911,962)</u>
Fund balance at June 30, 2024	<u>\$ 490,576</u>	<u>\$ 10,297,983</u>	<u>\$ 12,787,742</u>	<u>\$ (10,401,718)</u>	<u>\$ 2,386,024</u>	<u>\$ (7,911,959)</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, 2024

	Original Budget	Final Budget	Actual	Adjustment to Budgetary Basis	Actual on a Budgetary Basis	Variance Favorable (Unfavorable)
Revenues						
Local government - tax levy	\$ 39,204,000	\$ 37,631,600	\$ 37,631,646	\$ -	\$ 37,631,646	\$ (46)
Institutional	600,000	1,332,900	1,332,851	-	1,332,851	(49)
Total revenues	39,804,000	38,964,500	38,964,497	-	38,964,497	(3)
Expenditures						
Physical plant	38,084,000	38,018,400	38,018,359	-	38,018,359	41
Excess (deficiency) of revenues over expenditures	1,720,000	946,100	946,138	-	946,138	38
Net change in fund balance	1,720,000	946,100	946,138	-	946,138	38
Fund balance at July 1, 2023	5,965,328	5,319,515	5,319,515	-	5,319,515	-
Fund balance at June 30, 2024	<u>\$ 7,685,328</u>	<u>\$ 6,265,615</u>	<u>\$ 6,265,653</u>	<u>\$ -</u>	<u>\$ 6,265,653</u>	<u>\$ 38</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, 2024

	<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	\$ 330,000	\$ 480,000	\$ 480,000	\$ -	\$ 480,000	\$ -
Intergovernmental revenue						
Federal	17,000	29,000	29,287	-	29,287	287
Auxiliary revenue	<u>8,963,973</u>	<u>9,037,000</u>	<u>9,036,680</u>	<u>-</u>	<u>9,036,680</u>	<u>(320)</u>
Total revenues	9,310,973	9,546,000	9,545,967	-	9,545,967	(33)
Operating expenses						
Auxiliary services	<u>10,009,873</u>	<u>10,469,610</u>	<u>10,469,607</u>	<u>-</u>	<u>10,469,607</u>	<u>3</u>
Net change in net position	(698,900)	(923,610)	(923,640)	-	(923,640)	(30)
Fund balance at July 1, 2023	<u>3,781,092</u>	<u>3,829,400</u>	<u>3,829,400</u>	<u>-</u>	<u>3,829,400</u>	<u>-</u>
Fund balance at June 30, 2024	<u>\$ 3,082,192</u>	<u>\$ 2,905,790</u>	<u>\$ 2,905,760</u>	<u>\$ -</u>	<u>\$ 2,905,760</u>	<u>\$ (30)</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, 2024

	<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	\$ 15,140,091	\$ 16,100,220	\$ 16,100,216	\$ -	\$ 16,100,216	\$ (4)
Total revenues	15,140,091	16,100,220	16,100,216	-	16,100,216	(4)
Operating expenses						
Auxiliary services	<u>15,954,504</u>	<u>16,914,220</u>	<u>16,914,214</u>	<u>-</u>	<u>16,914,214</u>	<u>6</u>
Excess (deficiency) of revenues over expenses	<u>(814,413)</u>	<u>(814,000)</u>	<u>(813,998)</u>	<u>-</u>	<u>(813,998)</u>	<u>2</u>
Non-operating revenues						
Transfer out/(Other Uses)	<u>(750,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating revenues	<u>(750,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in net position	(1,564,413)	(814,000)	(813,998)	-	(813,998)	2
Fund balance at July 1, 2023	<u>2,788,556</u>	<u>2,985,978</u>	<u>2,985,978</u>	<u>-</u>	<u>2,985,978</u>	<u>-</u>
Fund balance at June 30, 2024	<u>\$ 1,224,143</u>	<u>\$ 2,171,978</u>	<u>\$ 2,171,980</u>	<u>\$ -</u>	<u>\$ 2,171,980</u>	<u>\$ 2</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2024

	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 Funds
Revenues											
Local government - tax levy	\$ 46,031,790	\$ 1,212,258	\$ 211,742	\$ -	\$ 37,631,646	\$ 480,000	\$ -	\$ 85,567,436	\$ -	\$ 85,567,436	\$ -
Intergovernmental revenue											
State	81,188,275	1,085,550	3,289,303	-	-	-	-	85,563,128	-	85,563,128 (1)	-
Federal	477,511	5,983,517	29,524,306	219,198	-	29,287	-	36,233,819	(14,675,593)	21,558,226 (2)	-
Tuition and fees											
Program fees	33,149,314	88,150	-	-	-	-	-	33,237,464	(5,538,047)	27,699,417	-
Material fees	1,189,764	15,264	-	-	-	-	-	1,205,028	(168,843)	1,036,185	-
Other student fees	1,136,628	584,295	2,580,374	-	-	-	-	4,301,297	(570,763)	3,730,534	-
Institutional	4,280,470	2,078,454	3,389,806	1,462,230	1,332,851	-	-	12,543,811	(855,044)	11,688,767 (3)	565,898
Auxiliary revenue	-	-	-	-	-	9,036,680	16,100,216	25,136,896	(16,100,216)	9,036,680	-
Total revenues	167,453,752	11,047,488	38,995,531	1,681,428	38,964,497	9,545,967	16,100,216	283,788,879	(37,908,506)	245,880,373	565,898
Expenditures											
Instruction	112,950,755	8,436,610	-	4,831,495	-	-	-	126,218,860	(10,226,196)	115,992,664	-
Instructional resources	3,204,657	118,166	-	10,478,326	-	-	-	13,801,149	(1,214,705)	12,586,444	-
Student services	18,817,562	3,272,620	39,150,395	591,168	-	-	-	61,831,745	(36,339,668)	25,492,077	-
General institutional	19,459,865	161,041	-	777,033	-	-	-	20,397,939	(1,532,620)	18,865,319	729,382
Physical plant	12,103,503	-	-	19,853,890	38,018,359	-	-	69,975,752	(47,525,383)	22,450,369 (4)	-
Public service	625,009	-	-	118,147	-	-	-	743,156	(46,321)	696,835	-
Auxiliary services	-	77,477	-	139,136	-	10,469,607	16,914,214	27,600,434	(19,237,531)	8,362,903	-
Depreciation and amortization	-	-	-	-	-	-	-	-	37,084,517	37,084,517	-
Student aid	-	-	-	-	-	-	-	-	10,758,563	10,758,563	-
Total expenditures	167,161,351	12,065,914	39,150,395	36,789,195	38,018,359	10,469,607	16,914,214	320,569,035	(68,279,344)	252,289,691	729,382
Excess (deficiency) of revenues over expenditures	292,401	(1,018,426)	(154,864)	(35,107,767)	946,138	(923,640)	(813,998)	(36,780,156)	30,370,838	(6,409,318)	(163,484)
Other financing sources (uses)											
Transfers in	-	-	55,735	-	-	-	-	55,735	(55,735)	-	-
Transfers out	-	-	(55,735)	-	-	-	-	(55,735)	55,735	-	-
Gain (loss) on the sale of assets	-	-	-	-	-	-	-	-	(240,376)	(240,376)	-
Debt issued	-	-	-	35,000,000	-	-	-	35,000,000	(35,000,000)	-	-
Net change in fund balance	292,401	(1,018,426)	(154,864)	(107,767)	946,138	(923,640)	(813,998)	(1,780,156)	(4,869,538)	(6,649,694)	(163,484)
Fund balance/Net position at July 1, 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	298,068
Fund balance/Net position at June 30, 2024	\$ 53,076,585	\$ 67,210	\$ 1,928,716	\$ 2,386,024	\$ 6,265,653	\$ 2,905,760	\$ 2,171,980	\$ 68,801,928	\$ 123,244,888	\$ 192,046,816 (5)	\$ 134,584

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2024

	General Fund	Special Revenue Aidable Fund	Special Revenue Non-Aidable Fund	Capital Projects Fund	Debt Service Fund	Enterprise Funds	Internal Service Funds	Total	Reconciling Items	Statement of Net Assets	Fiduciary Funds
ASSETS											
Current Assets											
Cash and cash equivalents	\$ 32,820,637	\$ -	\$ 1,887,523	\$ 10,962,493	\$ 5,286,020	\$ 2,251,215	\$ 2,242,895	\$ 55,450,783	\$ (16,248,513)	\$ 39,202,270	\$ 125,038
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	9,936,928	9,936,928	-
Restricted investments	-	-	-	5,256,235	979,633	-	-	6,235,868	6,311,585	12,547,453	-
Accounts receivable	687,942	283,765	12,153	16	-	63,748	8,947	1,056,571	-	1,056,571	25,421
Property taxes receivable	21,537,436	-	-	-	-	-	-	21,537,436	-	21,537,436	-
Federal and state aid receivable	241,890	1,998,661	227,036	89,920	-	395	-	2,557,902	-	2,557,902	-
Student fee receivable	6,076,176	-	-	-	-	-	-	6,076,176	-	6,076,176	-
Inventories	27,611	-	-	-	-	340,793	15,658	384,062	-	384,062	-
Prepaid items	365,865	46,208	-	-	-	25,830	144,810	582,713	1,502,824	2,085,537	-
Due from other funds	1,366,909	-	-	-	-	-	-	1,366,909	(1,366,909)	-	-
Total current assets	63,124,466	2,328,634	2,126,712	16,308,664	6,265,653	2,681,981	2,412,310	95,248,420	135,915	95,384,335	150,459
Non-current Assets											
Lease receivable	-	-	-	-	-	-	-	-	51,887,218	51,887,218	-
Land	-	-	-	-	-	-	-	-	7,019,891	7,019,891	-
Construction in progress	-	-	-	-	-	-	-	-	7,646,804	7,646,804	-
Other capital assets	-	-	-	-	-	1,682,743	5,241,822	6,924,565	575,452,801	582,377,366	-
Less accumulated depreciation and amortization	-	-	-	-	-	(850,832)	(4,988,764)	(5,839,596)	(264,216,437)	(270,056,033)	-
Total non-current assets	-	-	-	-	-	831,911	253,058	1,084,969	377,790,277	378,875,246	-
TOTAL ASSETS	63,124,466	2,328,634	2,126,712	16,308,664	6,265,653	3,513,892	2,665,368	96,333,389	377,926,192	474,259,581	150,459
DEFERRED OUTFLOWS OF RESOURCES											
Deferred outflows of resources related to pensions	-	-	-	-	-	-	-	-	72,115,413	72,115,413	-
Deferred outflows of resources related to OPEB	-	-	-	-	-	-	-	-	7,592,976	7,592,976	-
Loss on refunding of bonds	-	-	-	-	-	-	-	-	2,661,626	2,661,626	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	82,370,015	82,370,015	-
LIABILITIES											
Current Liabilities											
Accounts payable	1,268,439	418,796	125,438	3,520,921	-	287,713	319,548	5,940,855	17,254	5,958,109	11,033
Accrued payroll	4,948,323	165,093	25,362	-	-	66,339	173,840	5,378,957	3,044,489	8,423,446	4,842
Accrued interest	-	-	-	-	-	-	-	-	1,798,320	1,798,320	-
Due to other funds	-	1,366,909	-	-	-	-	-	1,366,909	(1,366,909)	-	-
Unearned program and material fees	3,831,119	310,626	47,196	-	-	254,080	-	4,443,021	(1,947,751)	2,495,270	-
Current portion of lease liability	-	-	-	-	-	-	-	-	476,740	476,740	-
Current portion of subscription liability	-	-	-	-	-	-	-	-	2,617,513	2,617,513	-
Current portion of compensated absences	-	-	-	-	-	-	-	-	5,713,777	5,713,777	-
Current portion of OPEB - Health Plan	-	-	-	-	-	-	-	-	535,356	535,356	-
Reserve for Encumbrance	-	-	-	10,401,719	-	-	-	10,401,719	(10,401,719)	-	-
Current portion of long-term obligations	-	-	-	-	-	-	-	-	26,565,000	26,565,000	-
Total current liabilities	10,047,881	2,261,424	197,996	13,922,640	-	608,132	493,388	27,531,461	27,052,070	54,583,531	15,875
Long-term Liabilities											
Accrued compensated absences	-	-	-	-	-	-	-	-	2,064,340	2,064,340	-
General obligation notes payable	-	-	-	-	-	-	-	-	150,425,000	150,425,000	-
Lease liability	-	-	-	-	-	-	-	-	2,151,171	2,151,171	-
Subscription liability	-	-	-	-	-	-	-	-	6,366,410	6,366,410	-
Net pension liability	-	-	-	-	-	-	-	-	8,553,356	8,553,356	-
Other long term liabilities	-	-	-	-	-	-	-	-	8,926,562	8,926,562	-
Other postemployment benefits	-	-	-	-	-	-	-	-	25,915,896	25,915,896	-
Total long-term liabilities	-	-	-	-	-	-	-	-	204,402,735	204,402,735	-
TOTAL LIABILITIES	10,047,881	2,261,424	197,996	13,922,640	-	608,132	493,388	27,531,461	231,454,805	258,986,266	15,875
DEFERRED INFLOWS OF RESOURCES											
Deferred inflows of resources related to pensions	-	-	-	-	-	-	-	-	45,739,833	45,739,833	-
Deferred inflows of resources related to OPEB	-	-	-	-	-	-	-	-	11,344,781	11,344,781	-
Deferred inflows of resources related to leases	-	-	-	-	-	-	-	-	48,511,900	48,511,900	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	105,596,514	105,596,514	-
NET POSITION											
Net investment in capital assets	-	-	-	2,386,024	-	831,911	253,058	3,470,993	141,438,003	144,908,996	-
Restricted for debt service	-	-	-	-	6,265,653	-	-	6,265,653	(1,798,320)	4,467,333	-
Restricted for student organizations	-	-	-	-	-	-	-	-	1,381,966	1,381,966	-
Unrestricted	53,076,585	67,210	1,928,716	-	-	2,073,849	1,918,922	59,065,282	(17,776,761)	41,288,521	134,584
TOTAL NET POSITION	\$ 53,076,585	\$ 67,210	\$ 1,928,716	\$ 2,386,024	\$ 6,265,653	\$ 2,905,760	\$ 2,171,980	\$ 68,801,928	\$ 123,244,888	\$ 192,046,816	\$ 134,584

**MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2024**

BUDGETS AND BUDGETARY ACCOUNTING

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

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

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

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

State	
Operating	\$ 4,540,008
Non-operating	81,023,120
	<u>\$ 85,563,128</u>

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

Federal	
Operating	\$ 20,650,624
Non-operating (Gifts, grants and bequest)	907,602
	<u>\$ 21,558,226</u>

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE TO RECONCILE BUDGET (NON-GAAP BUDGETARY) BASIS FINANCIAL
STATEMENTS TO BASIC FINANCIAL STATEMENTS
Year Ended June 30, 2024

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

Institutional revenue	
Business and industry contract revenue	\$ 1,013,206
School District contract revenue	143,611
Miscellaneous revenue	4,536,188
Gifts, grants and bequest	2,551,481
Cost reimbursements	140,022
Investment income earned	3,304,259
	<u>\$ 11,688,767</u>

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

Interest expense	
Physical plant	\$ 18,219,089
Interest expense	4,231,280
	<u>\$ 22,450,369</u>

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

Budgetary Basis fund balance	\$ 68,801,928
General capital assets capitalized	\$ 590,119,496
Accumulated depreciation on general capital assets	(264,216,437)
Lease receivables	51,887,218
Deferred inflows related to lease receivables	(48,511,900)
General obligation notes payable	(176,990,000)
Accrued AP liability	(17,254)
Premiums on notes payable	(8,926,562)
Lease liability	(2,627,911)
Subscription liability	(8,983,923)
Compensated absences	(7,778,117)
Accrued interest on bonds	(1,798,320)
Summer school tuition earned	1,947,751
Summer school instructor wages paid	(1,541,665)
Encumbrances outstanding at year-end	10,401,719
Net Pension assets (obligations)	17,822,224
Net OPEB obligations	(30,203,057)
Refunding Loss	2,661,626
Net position per basic financial statements	<u>\$ 192,046,816</u>

STATISTICAL SECTION

This part of the District's annual comprehensive 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>2024</u>	<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>
Net investment in capital assets	\$144,908,994	\$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
Restricted for capital acquisitions	-	-	-	-	-	-	9,849,335	-	-	-
Restricted for debt service	4,467,333	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
Restricted for net pension asset	-	-	49,126,068	38,870,055	20,779,547	-	19,199,954	-	-	16,814,521
Restricted for student organizations	1,381,966	1,479,157	2,244,636	1,994,920	1,290,450	982,063	-	-	-	-
Unrestricted	41,288,523	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
Total Net Position	<u>\$192,046,816</u>	<u>\$198,696,510</u>	<u>\$207,632,443</u>	<u>\$194,236,316</u>	<u>\$165,586,917</u>	<u>\$155,649,815</u>	<u>\$156,656,885</u>	<u>\$157,632,273</u>	<u>\$146,045,659</u>	<u>\$148,957,749</u>

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Operating revenues										
Student program fees, net of scholarship	27,699,417	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
Student material fees, net of scholarship	1,036,185	889,017	754,997	978,370	1,071,396	1,131,737	1,281,266	1,189,908	1,248,436	1,213,961
Other student fees, net of scholarship	3,730,534	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
Federal grants	7,903,507	7,442,583	17,108,233	17,291,500	17,915,177	19,724,619	19,515,611	19,621,514	21,762,419	22,648,311
State grants	4,540,008	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
Business and industry contract revenue	1,013,206	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
School District contract revenue	143,611	168,331	164,191	173,658	142,904	145,765	130,288	153,476	153,258	196,181
Auxiliary enterprise revenues	9,036,680	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
Cost reimbursements	140,022	118,985	85,141	69,789	50,044	78,243	84,196	82,491	81,750	83,019
Miscellaneous	4,536,188	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
Total operating revenues	59,779,358	59,150,275	67,493,573	65,963,276	70,851,670	73,760,328	70,505,759	71,431,362	77,362,764	77,664,090
Operating expenses										
Instruction	115,992,664	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
Instructional resources	12,586,444	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
Student services	25,492,077	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
General institutional	18,865,319	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
Physical plant	18,219,089	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
Public service	696,835	791,262	1,050,155	352,392	534,963	473,379	415,723	365,999	664,045	348,639
Auxiliary enterprise services	8,362,903	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
Depreciation and amortization	37,084,517	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
Student aid	10,758,563	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
Total operating expenses	248,058,411	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
Operating loss	(188,279,053)	(191,611,234)	(170,109,387)	(139,616,486)	(146,967,725)	(148,493,586)	(140,653,099)	(133,295,482)	(139,327,683)	(127,448,114)
Non-operating revenues (expenses)										
Property taxes	85,567,436	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
State appropriations	81,023,120	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
Federal COVID-19 Grants	907,602	6,410,868	24,689,272	10,333,481	1,182,717	-	-	-	-	-
Federal Pell Grants	12,747,117	10,646,802								
Gifts, grants and bequests	2,551,481	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
Gain (loss) on disposal of capital assets	(240,376)	70,948	5,107	(7,029)	(283,507)	(8,234,206)	(27,035)	(144,957)	(158,325)	(262,602)
Investment income earned	3,304,259	2,104,010	926,076	1,039,573	1,192,878	1,999,259	1,141,119	544,505	182,589	91,664
Interest expense	(4,231,280)	(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)
Total non-operating revenues	181,629,359	182,675,301	183,505,514	168,265,885	156,904,827	146,091,526	160,647,324	144,882,096	136,415,593	134,729,817
INCREASE (DECREASE) IN NET POSITION	\$ (6,649,694)	\$ (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

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
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%			
2023	91,201,232,500	33,116,353,100	2,498,190,700	876,905,400	402,234,100	510,542,700	2,359,388,100	1,587,759,800	132,552,606,400	130,917,407,005	0.66177
% of Total	68.8%	25.0%	1.9%	0.7%	0.3%	0.4%	1.8%	1.2%			

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									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District direct rates										
Operational (1)	0.36869	0.39201	0.44988	0.49545	0.49806	0.50348	0.51343	0.51176	0.50821	0.50028
Debt Service	0.29308	0.32951	0.35688	0.36865	0.38522	0.40612	0.42836	0.45398	0.41914	0.43346
Total Direct Rate	0.66177	0.72152	0.80676	0.86410	0.88328	0.90960	0.94179	0.96574	0.92735	0.93374
Adams County										
T Dell Prairie	12.77	14.32	16.45	16.24	17.37	18.11	17.57	17.87	17.71	18.09
T Jackson	12.81	13.60	16.49	16.78	17.25	18.07	18.24	18.58	18.89	19.08
T New Haven	13.91	15.07	17.33	17.17	18.32	19.10	18.57	19.24	18.62	19.37
T Springville	12.60	13.49	16.38	17.09	16.86	18.05	18.55	18.96	19.37	19.39
C Wisconsin Dells	18.99	21.37	24.28	24.79	25.32	26.44	25.50	26.06	25.74	26.99
Columbia County										
T Arlington	15.91	17.13	19.14	19.69	20.12	19.94	20.28	20.61	21.28	21.48
T Caledonia	11.93	12.78	14.49	15.20	15.74	16.33	16.50	16.82	17.44	17.48
T Columbus	13.66	15.14	17.14	17.98	16.84	17.54	18.16	19.03	19.88	20.47
T Courtland	16.24	18.50	20.03	20.11	20.70	21.27	21.73	21.47	21.08	19.18
T Dekorra	14.26	15.41	17.24	17.61	17.99	17.31	17.78	17.82	18.51	18.55
T Fort Winnebago	12.16	12.91	14.69	15.50	16.32	17.02	17.20	17.62	18.21	18.30
T Fountain Prairie	14.58	15.50	17.03	18.01	19.03	19.48	21.13	21.45	21.04	21.37
T Hampden	13.84	15.36	17.50	18.32	17.31	17.91	18.59	19.26	20.18	20.55
T Leeds	15.99	16.94	19.04	20.03	20.37	19.36	19.83	20.37	20.84	21.00
T Lewiston	12.13	12.91	14.67	15.52	16.30	16.99	17.15	17.54	18.11	18.19
T Lodi	14.09	15.78	17.67	18.19	18.31	18.61	18.80	19.59	19.67	20.01
T Lowville	14.93	15.67	17.60	17.86	18.69	18.57	19.31	19.13	19.71	19.35
T Marcellon	12.15	13.20	15.12	16.52	17.45	18.09	18.89	17.81	18.77	18.83
T Newport	12.75	13.74	15.61	16.12	16.95	17.32	16.71	17.28	17.28	17.04
T Otsego	16.23	16.92	19.12	19.45	20.47	20.81	22.02	21.85	22.14	21.08
T Pacific	9.40	10.71	11.62	12.04	13.12	13.67	13.96	13.53	13.85	14.44
T Randolph	15.33	16.92	18.43	18.29	18.94	19.51	19.68	19.35	18.54	17.06
T Scott	14.43	15.25	17.16	18.07	17.87	18.62	18.99	18.48	18.04	17.75
T Springvale	15.84	16.51	18.43	18.65	19.53	20.11	20.69	19.86	19.66	18.86
T West Point	13.37	14.89	16.66	17.26	17.25	17.53	17.79	18.25	18.80	19.04
T Wyocena	12.86	13.81	15.73	16.90	17.53	18.11	18.95	18.05	18.64	18.50

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									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
V Arlington	16.94	17.54	19.57	20.92	21.48	20.71	21.08	20.64	21.60	21.34
V Cambria	22.36	23.29	25.97	25.93	27.62	28.32	27.71	27.70	26.03	25.46
V Doylestown	15.22	15.70	17.68	17.91	18.78	19.10	20.24	20.06	20.22	19.21
V Fall River	15.00	15.83	17.25	18.31	19.39	19.79	21.55	22.12	21.70	21.33
V Friesland	19.19	19.92	21.69	22.05	22.61	23.77	22.99	22.91	21.45	20.74
V Pardeeville	15.56	17.12	18.26	19.85	20.52	21.25	22.14	21.20	22.53	22.46
V Poynette	18.89	20.08	22.64	22.99	24.08	23.78	24.56	24.92	25.74	25.69
V Randolph	19.00	24.13	26.44	27.65	27.48	27.56	29.49	29.45	30.12	26.58
V Rio	18.95	19.98	22.86	22.95	24.33	25.28	26.65	26.80	26.53	25.76
V Wyocena	15.89	17.11	19.74	21.61	22.68	23.67	23.81	22.60	23.50	23.21
C Columbus	17.68	19.65	22.19	23.11	22.16	22.70	23.41	24.39	25.19	25.85
C Lodi	18.28	20.46	23.11	23.62	23.91	24.28	24.17	25.19	25.15	25.27
C Portage	18.39	19.30	21.74	22.63	23.39	24.16	24.38	24.59	25.10	25.12
C Wisconsin Dells	17.89	19.69	22.27	22.46	23.30	24.18	23.20	23.64	23.36	24.51
Dane County										
T Albion	13.91	14.91	16.41	17.86	17.98	17.99	17.94	18.23	18.08	17.63
T Berry	15.89	16.17	17.58	18.16	17.26	17.57	18.37	18.66	19.43	19.02
T Black Earth	16.73	17.80	19.09	19.66	19.02	19.43	19.50	19.99	20.16	19.51
T Blooming Grove	14.00	14.91	17.34	17.55	17.68	18.26	18.88	19.71	19.89	21.59
T Blue Mounds	13.65	13.38	14.76	15.22	15.96	16.22	17.25	16.18	16.56	17.54
T Bristol	14.68	15.50	16.75	17.99	18.23	17.50	17.83	18.33	18.69	18.84
T Burke	14.55	15.19	16.97	18.12	18.36	17.12	17.52	18.34	18.66	18.70
T Christiana	12.35	12.55	13.40	13.77	14.58	14.94	16.34	17.25	17.19	17.12
T Cottage Grove	16.48	16.90	18.56	19.50	20.36	20.27	21.11	21.85	21.05	21.90
T Cross Plains	14.36	14.68	16.06	16.61	16.51	16.85	18.03	17.86	18.30	18.43
T Dane	14.49	15.45	17.19	17.34	17.48	17.44	17.73	18.02	18.18	18.28
T Deerfield	14.87	15.00	16.44	16.84	17.70	17.88	18.97	19.95	20.12	20.50
T Dunkirk	13.08	14.04	16.46	17.83	18.34	18.13	18.97	19.03	19.25	19.16
T Dunn	13.60	14.39	16.34	17.29	17.58	18.23	18.67	18.89	19.05	19.22
T Madison	0.00	0.00	18.74	21.28	21.71	22.05	22.21	22.88	22.93	22.65
T Mazomanie	15.10	15.58	17.00	17.46	16.48	17.22	17.78	18.02	18.33	17.73
T Medina	15.22	17.43	15.87	18.58	18.41	18.64	20.11	18.68	20.53	20.52
T Middleton	13.90	14.49	16.15	16.77	16.65	16.33	17.33	17.81	18.85	18.78

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									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
T Montrose	14.23	16.23	17.45	17.79	18.00	18.18	19.61	18.74	18.95	18.85
T Oregon	14.97	15.75	16.68	17.43	17.67	17.93	18.50	18.93	19.23	18.96
T Perry	15.33	14.91	16.81	17.55	18.05	18.42	19.21	18.30	18.61	19.08
T Pleasant Springs	11.92	12.81	15.25	16.02	16.83	17.54	17.69	17.32	17.40	17.33
T Primrose	15.21	15.73	16.89	17.32	17.60	17.69	18.62	18.23	18.53	18.77
T Roxbury	13.47	14.53	16.08	16.50	16.36	16.41	16.50	16.66	17.61	17.73
T Rutland	13.77	14.57	16.26	17.50	17.83	18.10	18.84	18.96	19.23	19.12
T Springdale	14.09	14.02	15.52	15.96	16.35	16.62	17.36	16.47	16.70	17.31
T Springfield	13.72	14.39	16.06	16.58	16.34	16.11	16.97	17.39	18.34	17.82
T Sun Prairie	15.41	16.35	17.64	18.99	19.40	18.67	19.15	19.56	20.12	20.08
T Vermont	15.23	15.58	16.86	17.44	17.16	17.70	18.59	18.62	18.92	18.87
T Verona	17.71	18.30	20.02	20.32	20.23	20.41	20.87	20.34	20.41	20.32
T Vienna	14.96	15.71	17.41	17.89	18.08	17.59	18.32	19.08	19.30	19.14
T Westport	14.93	15.24	17.01	17.23	17.06	17.06	17.79	18.15	18.47	18.21
T Windsor	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	20.97	21.28
T York	13.67	14.85	15.89	16.77	17.47	17.07	17.87	18.03	19.08	19.30
V Belleville	19.40	22.04	23.70	22.87	23.49	22.86	24.79	23.99	24.08	24.05
V Black Earth	18.47	19.19	20.87	22.56	20.74	21.10	22.70	23.53	24.25	23.28
V Blue Mounds	17.00	17.11	18.27	18.92	19.64	21.11	22.47	21.76	22.14	22.26
V Brooklyn	19.02	20.22	22.06	23.60	23.55	24.02	24.44	24.79	25.63	25.82
V Cambridge	18.59	18.54	19.87	19.86	21.17	21.72	23.66	25.01	25.15	24.70
V Cottage Grove	20.34	20.36	21.80	22.68	23.36	23.07	23.64	24.10	23.12	23.66
V Cross Plains	18.90	19.67	21.72	22.18	21.75	21.32	21.85	22.06	22.79	22.67
V Dane	17.82	19.09	21.13	21.70	21.76	21.95	23.10	23.81	23.96	24.11
V Deerfield	17.12	17.44	19.18	19.74	20.53	21.29	23.10	24.08	23.85	24.67
V Deforest	18.12	18.89	21.05	22.07	22.19	20.93	21.41	22.41	22.70	22.64
V Maple Bluff	18.96	20.08	21.86	22.09	20.93	21.39	22.14	22.86	23.10	23.34
V Marshall	17.31	19.58	18.77	21.73	22.90	22.13	23.98	23.60	25.78	25.61
V Mazomanie	19.38	20.20	21.66	22.87	21.57	22.75	23.36	23.88	23.87	23.30
V McFarland	17.18	17.95	20.25	20.84	21.24	22.67	22.81	23.63	23.14	23.86
V Mount Horeb	16.74	17.02	18.58	19.55	20.50	20.81	21.35	20.39	20.37	21.27
V Oregon	18.03	19.00	19.63	20.21	20.41	20.62	21.08	21.50	22.07	21.80
V Rockdale	15.72	15.94	17.03	17.55	18.51	17.93	20.48	21.75	21.73	21.69
V Shorewood Hills	17.98	18.65	20.42	20.47	20.49	20.59	21.18	21.42	21.67	21.50

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									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
V	Waunakee	17.09	18.40	20.27	20.35	20.28	20.74	21.57	21.98	22.15	22.09
V	Windsor	16.64	17.19	18.94	19.86	19.92	18.70	19.34	20.54	0.00	0.00
C	Edgerton	16.05	17.23	18.68	20.31	21.10	21.75	22.10	22.55	22.59	22.43
C	Fitchburg	19.44	21.42	23.03	23.28	23.27	23.68	24.64	24.54	24.42	24.06
C	Madison	19.95	20.71	23.06	22.77	23.08	23.38	24.54	25.16	25.25	25.11
C	Middleton	16.77	17.46	19.05	19.71	19.54	19.25	20.36	20.91	22.48	22.32
C	Monona	20.08	19.90	21.70	22.61	23.39	23.05	23.73	24.42	23.26	23.71
C	Stoughton	16.79	18.04	20.64	22.14	22.58	22.96	23.87	23.96	24.34	24.20
C	Sun Prairie	19.62	20.27	22.13	23.47	24.05	23.40	23.99	24.71	25.26	25.51
C	Verona	18.59	19.08	21.06	21.12	21.25	21.67	22.05	21.95	22.80	22.91
Dodge County											
T	Calamus	13.72	14.94	16.65	17.41	17.74	18.33	18.97	18.42	18.52	18.65
T	Clyman	13.31	14.31	17.12	18.63	17.74	19.09	20.08	20.90	21.05	21.15
T	Elba	13.53	15.41	17.38	18.73	17.47	17.86	18.42	19.27	19.82	20.20
T	Emmet	12.63	14.04	16.71	17.33	17.44	17.72	17.92	18.50	18.41	18.87
T	Fox Lake	13.79	15.08	16.93	18.25	18.91	19.43	19.91	19.50	20.23	19.81
T	Lebanon	13.93	15.73	17.86	18.84	19.03	19.10	19.41	20.05	20.01	19.84
T	Lowell	13.46	14.37	17.55	18.90	18.59	19.88	20.71	21.03	21.41	21.25
T	Portland	13.88	14.18	16.87	18.23	18.88	18.88	18.80	19.07	20.20	20.12
T	Shields	13.01	14.70	17.35	18.14	18.16	18.52	18.47	18.89	18.75	19.18
T	Westford	13.19	15.05	16.49	17.45	17.61	18.16	19.02	18.30	18.45	17.40
V	Randolph	18.97	24.26	26.90	28.10	30.01	30.61	32.32	31.84	33.00	29.01
C	Watertown	17.69	20.07	23.46	23.81	23.98	24.39	24.93	25.54	25.40	25.62
Green County											
T	Adams	15.73	17.05	16.86	18.92	19.86	21.32	22.57	21.95	20.30	21.14
T	Brooklyn	17.25	19.39	21.00	21.76	22.43	22.65	23.45	23.28	23.92	23.90
T	Exeter	15.00	17.68	18.75	19.20	19.61	19.51	20.82	20.30	20.58	20.82
T	New Glarus	18.55	20.20	21.61	22.39	22.73	22.93	23.10	23.25	23.70	23.54
T	Washington	14.64	16.30	17.26	19.18	20.02	20.92	20.80	21.08	21.53	22.29
T	York	17.31	16.85	18.89	20.05	20.78	20.80	21.15	21.01	21.27	21.95
V	Belleville	19.30	22.59	24.72	24.94	25.92	25.27	27.03	26.26	26.44	26.51
V	Brooklyn	20.13	21.83	24.25	26.30	25.96	26.33	26.56	26.98	27.98	28.30

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									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
V	New Glarus	21.29	23.73	25.12	25.72	25.91	26.17	26.75	27.34	27.92	28.31
Iowa County											
T	Arena	15.48	16.12	17.98	18.54	19.01	18.56	18.92	19.85	19.46	19.90
T	Clyde	16.36	17.20	20.11	20.34	21.13	20.90	21.22	21.61	21.07	21.38
T	Dodgeville	15.55	16.95	18.94	19.15	19.99	20.67	21.01	21.69	20.05	20.67
T	Moscow	21.38	19.96	22.84	24.07	25.53	25.29	23.98	23.37	23.04	24.37
T	Ridgeway	16.82	18.40	20.69	21.20	22.22	22.73	23.23	23.99	22.54	23.21
T	Wyoming	16.09	16.70	18.31	18.65	19.57	19.40	19.48	20.36	19.58	20.19
V	Arena	22.08	23.65	25.82	26.13	27.19	26.13	26.84	28.43	28.08	27.59
Jefferson County											
T	Aztalan	14.01	15.01	16.11	16.39	16.65	18.36	19.01	19.77	19.72	20.04
T	Cold Spring	14.63	16.17	17.39	17.52	18.01	18.43	18.50	18.88	18.82	19.23
T	Concord	12.71	14.56	15.94	16.29	16.36	16.93	17.20	17.71	17.88	18.11
T	Farmington	15.01	15.93	16.59	16.76	16.70	17.81	17.70	18.16	17.81	17.87
T	Hebron	17.08	17.68	18.58	18.80	18.63	18.63	18.60	19.82	19.73	20.02
T	Ixonia	12.36	15.02	16.35	16.92	17.35	17.76	17.03	17.50	17.90	18.04
T	Jefferson	14.93	16.75	18.44	18.04	18.50	19.37	18.48	19.40	19.47	19.45
T	Koshkonong	15.23	16.66	17.85	17.36	17.23	16.99	17.19	17.94	17.84	17.90
T	Lake Mills	13.23	13.40	14.73	14.90	16.07	16.20	16.91	17.90	17.94	17.82
T	Milford	12.97	13.46	14.78	14.91	15.68	15.99	16.65	17.94	18.40	18.01
T	Oakland	15.10	16.05	17.06	17.12	17.91	18.59	19.71	20.77	20.58	20.62
T	Palmyra	11.21	12.47	14.69	16.42	16.76	17.92	17.94	18.20	18.76	19.25
T	Sullivan	13.51	15.12	16.85	17.69	17.88	18.95	18.68	19.25	19.48	19.93
T	Sumner	14.85	16.63	17.36	18.02	17.82	17.91	17.95	18.76	18.83	18.72
T	Waterloo	13.42	13.58	15.67	16.57	17.64	17.58	17.78	18.05	19.07	19.25
T	Watertown	11.69	12.97	14.89	15.01	15.16	15.56	15.75	16.23	16.21	16.55
V	Cambridge	18.61	19.45	20.82	20.84	21.84	22.61	24.94	26.46	26.61	26.06
V	Johnson Creek	19.82	20.08	21.40	21.77	22.01	23.38	23.86	24.45	24.72	24.50
V	Sullivan	18.23	20.99	22.21	21.85	21.98	23.45	22.82	23.39	23.33	23.95
C	Fort Atkinson	20.32	22.53	22.94	23.27	23.50	23.74	23.94	25.17	24.75	24.50
C	Jefferson	19.65	21.06	22.50	23.41	23.62	25.24	24.53	25.75	25.44	26.03
C	Lake Mills	17.71	18.66	20.41	20.80	22.04	22.11	22.87	24.01	24.12	23.68

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									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
C	Waterloo	18.37	18.68	21.44	22.98	23.92	24.42	24.66	24.80	26.21	26.78
C	Watertown	17.18	19.55	22.71	22.66	22.89	23.22	23.83	24.45	24.28	24.57
C	Whitewater	17.88	19.76	21.66	22.16	22.93	23.28	22.94	22.89	22.50	23.01
Juneau County											
T	Lindina	15.44	16.56	17.64	19.65	19.88	20.72	20.45	20.94	21.94	22.23
T	Lyndon	14.47	15.81	17.32	17.42	18.07	18.75	18.43	18.93	19.11	19.57
T	Seven Mile Creek	18.18	19.74	21.23	23.07	23.29	24.19	24.11	24.54	25.60	26.14
T	Summit	16.98	18.65	20.95	22.50	21.52	22.69	23.96	24.53	25.45	26.65
T	Wonewoc	16.39	18.07	20.11	21.12	20.77	21.53	23.07	23.72	24.74	25.06
V	Union Center	17.21	18.96	21.64	22.84	20.98	22.37	24.96	25.32	26.15	27.40
V	Wonewoc	18.23	20.02	23.07	25.05	23.75	25.47	27.29	28.28	28.65	29.64
C	Wisconsin Dells	19.80	21.85	24.42	23.81	24.64	25.65	24.86	25.22	25.04	26.27
Marquette County											
T	Buffalo	13.23	13.68	15.86	17.38	18.42	19.19	19.74	20.58	19.11	18.58
T	Crystal Lake	13.58	14.01	16.10	17.54	17.78	17.99	18.36	18.10	19.21	19.11
T	Douglas	14.26	15.29	17.68	18.54	19.28	19.58	19.11	19.29	19.62	19.61
T	Harris	13.56	14.03	16.66	18.08	18.36	18.78	19.54	19.17	20.48	20.16
T	Mecan	13.13	14.42	16.52	17.83	18.74	19.35	19.64	20.18	19.39	18.61
T	Montello	12.56	13.66	15.87	17.37	18.38	19.11	19.68	20.48	19.09	18.58
T	Moundville	14.84	15.83	18.22	19.38	20.11	20.45	20.26	20.50	20.55	20.11
T	Neshkoro	13.58	13.87	16.62	17.91	18.09	18.39	18.86	18.43	19.60	19.12
T	Newton	13.69	14.26	16.60	17.98	18.12	18.50	18.92	18.91	20.24	20.05
T	Oxford	13.54	14.04	16.59	17.95	18.27	18.46	18.83	18.99	20.21	19.69
T	Packwaukee	12.98	14.34	16.49	17.91	18.92	19.67	20.18	21.05	19.72	19.07
T	Shields	13.77	15.11	16.33	17.85	18.84	19.62	20.23	21.06	19.56	19.01
T	Springfield	12.80	13.17	15.69	17.00	17.25	17.63	18.04	17.99	19.18	18.98
T	Westfield	13.91	14.64	16.32	17.40	17.68	17.60	17.99	17.98	19.18	18.94
V	Endeavor	17.83	19.48	22.41	24.00	24.89	26.34	26.62	26.48	26.73	26.10
V	Neshkoro	16.38	17.02	20.23	22.09	22.33	22.78	23.09	22.95	24.14	24.01
V	Oxford	16.15	17.33	20.13	21.73	22.26	22.63	23.19	23.45	24.81	24.53
V	Westfield	19.01	18.98	22.81	24.33	24.80	25.37	25.82	25.96	27.17	27.00
C	Montello	18.15	20.40	23.78	25.75	26.99	27.60	27.97	29.68	28.27	26.84

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									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Richland County										
T Buena Vista	15.94	17.11	18.93	19.11	18.86	19.07	19.23	18.66	19.08	19.28
T Ithaca	18.53	20.16	22.42	24.14	24.25	24.57	23.86	22.55	23.82	23.31
T Westford	19.03	20.35	22.16	18.36	22.85	24.71	24.13	23.13	24.90	23.82
V Lone Rock	16.74	18.52	21.35	22.32	22.04	21.92	22.21	22.07	22.25	22.84
Rock County										
T Porter	13.55	15.29	18.11	20.08	20.38	20.09	20.65	21.11	21.75	21.75
T Union	15.04	15.92	18.76	20.61	21.51	21.51	22.15	22.66	24.04	24.32
Sauk County										
T Baraboo	15.39	15.15	16.92	17.57	17.16	17.10	17.34	17.30	17.27	17.68
T Bear Creek	15.48	16.75	18.77	19.63	20.56	20.43	20.50	21.47	21.74	22.25
T Dellona	12.21	13.19	14.35	14.98	15.67	15.78	15.54	16.12	15.43	16.41
T Delton	12.82	13.93	15.51	16.13	16.47	16.32	16.31	16.34	16.32	16.84
T Excelsior	12.71	13.93	14.64	15.57	16.09	16.30	17.05	17.04	17.45	18.36
T Fairfield	13.26	14.38	16.00	16.77	16.91	16.70	16.98	16.92	16.93	17.26
T Franklin	15.88	16.30	18.02	19.18	19.86	19.75	20.40	21.15	20.87	21.60
T Freedom	15.67	17.20	18.51	19.50	19.93	20.27	20.79	20.59	21.03	21.65
T Greenfield	13.39	14.59	16.25	17.01	17.20	17.12	17.43	17.37	17.34	17.58
T Honey Creek	14.71	16.29	17.82	18.77	18.80	19.07	19.36	19.57	20.30	21.16
T Ironton	15.04	16.13	17.07	16.90	18.89	20.11	20.61	20.74	21.57	21.90
T La Valle	14.55	16.05	16.47	17.58	17.98	17.46	17.70	17.94	18.42	19.31
T Merrimac	12.58	13.93	15.26	15.93	15.82	15.92	16.15	16.38	17.11	17.45
T Prairie Du Sac	12.68	13.95	15.24	16.15	16.06	16.17	16.41	16.66	17.51	17.91
T Reedsburg	12.68	13.95	14.35	15.31	15.91	15.53	16.37	16.45	17.04	17.97
T Spring Green	15.02	14.89	16.35	17.43	18.15	18.61	19.24	19.52	19.65	19.74
T Sumpter	13.73	15.60	16.86	18.20	17.74	17.89	18.12	18.70	19.15	19.84
T Troy	14.29	15.59	17.17	18.06	18.23	18.26	18.59	19.01	20.11	20.67
T Washington	17.06	17.23	19.23	15.56	21.23	23.07	22.63	22.45	24.02	23.15
T Westfield	14.37	15.80	16.34	17.28	17.83	18.45	19.22	19.21	19.79	21.14
T Winfield	12.19	13.32	13.65	14.59	15.16	15.74	16.64	16.62	17.23	18.11
T Woodland	13.21	14.28	16.30	17.76	16.87	17.85	19.54	19.77	20.48	21.86

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									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
V Ironton	15.92	16.36	17.33	18.85	19.69	20.36	21.37	21.21	21.98	22.94
V Lake Delton	12.74	13.73	15.18	15.67	16.34	16.56	16.02	16.17	16.07	17.10
V La Valle	17.10	18.95	20.06	21.36	22.24	23.05	22.60	22.78	23.15	23.44
V Loganville	19.07	20.58	21.70	23.23	23.91	23.63	26.15	25.47	25.30	26.10
V Merrimac	14.59	16.02	17.47	18.67	18.04	18.16	18.44	18.72	19.54	20.27
V North Freedom	17.09	18.33	20.56	21.31	21.69	20.77	21.16	21.06	20.80	21.12
V Plain	19.84	21.24	24.10	25.26	25.08	26.48	25.53	26.22	25.63	25.80
V Prairie Du Sac	17.11	18.68	20.37	20.81	20.83	21.49	21.93	22.24	23.46	23.21
V Rock Springs	17.26	18.66	19.66	19.86	20.38	21.38	22.53	22.86	23.66	24.50
V Sauk City	16.77	17.96	19.74	20.71	20.71	20.63	21.07	21.25	22.29	23.13
V Spring Green	17.45	18.59	20.54	21.43	22.14	21.60	22.34	23.38	23.43	24.59
V West Baraboo	17.67	19.30	21.69	22.89	24.59	24.81	25.14	24.87	24.64	24.90
C Baraboo	19.25	20.94	23.66	24.71	25.37	24.95	25.68	25.40	25.21	25.51
C Reedsburg	18.19	20.11	21.12	22.01	22.75	24.04	24.81	25.06	25.95	27.20
C Wisconsin Dells	17.78	19.51	21.69	22.10	22.95	23.72	22.74	23.23	22.97	24.37

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
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
2024	84,971,380	63,433,944	74.65	21,537,436	84,971,380	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	2023			2014		
		Assessed Value	Rank	Percent of MATC Total Equalized Valuation	Assessed Value	Rank	Percent of MATC Total Equalized Valuation
Epic Systems Corporation	Medical Software	\$ 1,278,432,400	1	1.00 %	\$ 709,275,512	1	1.02 %
Promega Corporation	Biotechnology	273,573,600	2	0.21	92,121,653	6	0.13
University Research Park Inc	Research & Technology Park	248,520,100	3	0.19	124,312,228	4	0.18
CG Growth LLC	Medical	217,919,000	4	0.17			
American Family Insurance Group	Insurance	168,428,500	5	0.13	148,720,774	3	0.21
Madison Malls Ground LLC	Shopping Centers	112,445,700	6	0.09			
Core Campus Madison LLC	Property Development	102,270,000	7	0.08			
CMFG Life Insurance Co	Insurance	98,420,600	8	0.08	53,010,035	9	0.08
Core Campus Madison II LLC	Property Development	87,095,000	9	0.07			
Goldleaf Fitchburg LLC	Property Management	85,184,800	10	0.07			
Madison Joint Venture	Shopping Center				180,852,059	2	0.26
Greenway Office Center LLC	Property Management				118,050,924	5	0.17
Covance Laboratories	Research				82,336,023	7	0.12
777 University Ave LLC	Property Management				53,818,539	8	0.08
Pickney Investment Group LLC	Property Development				45,638,320	10	0.07
Totals		<u>\$ 2,672,289,700</u>		<u>2.08 %</u>	<u>\$ 1,608,136,067</u>		<u>2.31 %</u>
MATC Total Equalized Valuation		<u>\$ 128,399,188,295</u>			<u>\$ 69,564,373,725</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	
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
2024	7,269	14,389	2,627	4,923	3,492	1,803	27,423

Full-time Equivalents (b)								
Year	Aidable					Non-Aidable		
	College Transfer	Associate Degree	Technical Diploma	Vocational Adult	Non-Post Secondary	Total Aidable	Community Service	Total
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
2024	2,574	4,447	583	128	389	8,121	34	8,155

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*
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
2023-24	188.90	283.35	146.20	219.30	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 \$75 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 \$12.24 per credit for all Postsecondary & Vocational Adult credit courses and \$14.99 per credit for all College Parallel credit courses. For Regional Campuses, the fee is \$3.25 per credit for Fall and Spring semesters.

Textbook Rental Program Fee

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

Commuter Supplemental Fee

There is also a commuter supplemental fee charged to students taking at least one degree class at a Madison location during the Fall/Spring semesters to cover the costs of the Madison Bus and Paratransit program. The Fall 2023 fee and Spring 2024 fee was \$27.00 each. \$13.50 fee was charged for the Summer 2023 semester.

Academic Achievement Fee

The Academic Achievement Fee is \$1.46 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.

Notes:

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

RATIO OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	District Population ⁽¹⁾	Equalized Valuation - TID In	General 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
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
2024	836,366	135,661,750,195	176,990,000	8,926,562	2,627,911	8,983,923	N/A	197,528,396	0.15	236

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, 2024

Name of Entity ⁽¹⁾	Net Debt Outstanding	Percent Applicable to District ⁽²⁾	Outstanding Debt Applicable to District
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%	129,679,240
Subtotal, overlapping debt			4,500,532,797
District Direct Debt			
General Obligation Notes			124,605,000
General Obligation Bonds			52,385,000
Premiums on Notes and Bonds			8,926,562
Lease Liability			2,627,911
Subscription Liability			8,983,923
Subtotal, District direct debt			197,528,396
Total direct and overlapping debt			<u>\$ 4,698,061,193</u>

Statistical Summary

2023 Equalized Valuation - TID In	<u>\$ 135,661,750,195</u>
Direct District Indebtedness	197,528,396
Overlapping and Underlying Bonded Indebtedness	<u>4,500,532,797</u>
Total Direct, Overlapping and Underlying Indebtedness	<u>\$ 4,698,061,193</u>
Direct, Overlapping and Underlying Indebtedness as a Percentage of Equalized Valuation	3.46%
Population of District	836,366
Direct, Overlapping and Underlying Indebtedness - Per Capita	<u>\$ 5,617.23</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

	5% <u>Debt Limit</u>	2% <u>Debt Limit</u>
Legal Debt Margin Calculation for Fiscal Year 2024		
2023 Equalized Valuation - TID In	\$ 135,661,750,195	\$ 135,661,750,195
	x 5%	x 2%
Total debt limit - 5% of equalized valuation	<u>6,783,087,510</u>	<u>2,713,235,004</u>
Debt applicable to limit:		
General obligation notes	124,605,000	124,605,000
General obligation bonds	52,385,000	52,385,000
Less: debt service funds available (GAAP Basis)	<u>(4,467,333)</u>	<u>(4,467,333)</u>
Total amount of debt applicable to debt limit	<u>172,522,667</u>	<u>172,522,667</u>
Legal total debt margin	<u><u>\$ 6,610,564,843</u></u>	<u><u>\$ 2,540,712,337</u></u>

Legal Debt Margin, Last Ten Fiscal Years

Fiscal Year	Debt Limit	Total net debt applicable to the limit	Legal debt margin	Total net debt applicable to the limit as a percentage of debt limit
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
2024	6,783,087,510	172,522,667	6,610,564,843	2.54

* 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
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	50,693,244	73,726	55,023	62,052	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
2024	836,366	599,926	86,855	67,022	(7)	(7)	(7)	(7)	2.7	3.1	2.7

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 88% 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. 2024 Unemployment rates are as of June 2024.
- (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			2014		
			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	4.29 %	16,300	2	2.16 %
University of Wisconsin-Madison	Dane	University/College	24,398	2	2.92	21,727	1	2.87
UW Hospitals and Clinics	Dane	Hospital/healthcare	18,000	3	2.15	8,397	3	1.11
EPIC Systems	Dane	Software Services	10,000	4	1.20	6,800	4	0.90
Madison Metropolitan School District	Dane	Elementary & Secondary Education	4,003	5	0.48	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			
American Family Insurance	Dane	Insurance	3,400	8	0.41	3,400	8	0.45
Dane County	Dane	County Government	2,542	9	0.30			
CUNA Mutual Holding Co	Dane	Insurance	2,000	10	0.24			
SSM Health Care of WI	Dane	Hospital/healthcare				6,611	5	0.87
U.S. Government	Dane	Government				4,990	6	0.66
Meriter Health Services	Dane	Hospital, Clinics and home care				3,300	9	
St. Mary's Hospital	Dane	Hospital/healthcare				2,800	10	0.37
Total			<u>107,220</u>		<u>12.82 %</u>	<u>78,228</u>		<u>10.34 %</u>

Source: Dane County via Dane County General Obligation Promissory Notes, Series 2024B, dated 9/5/24

MADISON AREA TECHNICAL COLLEGE DISTRICT

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

	Full Time Employees as of June 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>District Total:</u>										
Administrative	140	135	120	113	106	104	95	103	86	81
Faculty Instructors	444	454	458	467	447	451	454	470	473	474
Professional Non-faculty	38	39	41	37	40	38	26	22	18	16
Clerical/Secretarial	125	134	134	127	123	120	130	130	130	131
Technicians/Para-professional	270	255	255	244	239	242	235	222	216	194
Service/Maintenance	64	67	63	65	68	68	68	66	59	57
	1,081	1,084	1,071	1,053	1,023	1,023	1,008	1,013	982	953

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)
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)	19,687	14
2024	179,227	(0.5)	8,155	4.3	21,977	(4.5)	(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>
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
2023	3,166	1,243	92	80	74	4,269	98

Notes:

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

MADISON AREA TECHNICAL COLLEGE DISTRICT

SQUARE FOOTAGE OF DISTRICT FACILITIES
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
MC-Madison										
District Administration (1)	-	-	-	-	-	-	-	-	14,265	14,265
Truax Campus										
Main Building	1,132,641	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
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	7,894	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
Goodman South	83,385	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
Goodman Recreation Facilities										
Softball	4,591	4,591	4,065	4,065	4,065	4,065	4,065	-	-	-
Soccer	1,099	1,099	909	909	909	909	909	-	-	-
MC-North Property Storage Building										
North Court	122,849	122,849	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
Early Learning Campus (formerly Penske Bldg.)	17,072	17,072	19,163	8,500	-	-	-	-	-	-
Sub-Total	1,737,952	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
MC-Fort Atkinson Campus	45,871	45,871	41,540	41,540	36,840	36,840	36,840	36,840	36,840	36,840
MC-Portage Campus	20,047	20,047	17,982	17,982	17,982	17,982	17,982	17,982	17,982	17,982
MC-Reedsburg Campus	34,250	34,250	29,559	29,559	29,559	29,559	29,559	29,559	29,559	29,559
MC-Watertown Campus	41,733	41,733	37,441	37,441	37,441	37,441	37,441	37,441	37,441	37,441
Columbus - Protective Services Training Facility	13,752	13,752	12,357	12,357	12,357	12,357	12,357	-	-	-
Sub-Total	155,653	155,653	138,879	138,879	134,179	134,179	134,179	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
Portage Enterprise Center	8,750	8,750	7,650	3,750	3,750	3,750	3,750	3,750	3,750	3,750
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
Sauk County W. Square Ctr	-	-	-	-	-	-	-	-	-	378
South Madison Center (Village on Park)	-	-	-	-	-	12,287	12,287	12,287	12,287	12,287
MC West-Old (Gammon Address)	-	-	-	-	-	-	-	-	-	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
Sub-Total	42,885	42,885	45,165	60,669	60,669	72,956	68,295	68,295	68,295	158,699
Total Square Footage	1,936,490	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

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



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

District Board
Madison Area Technical College District
Madison, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the fiduciary activities of the Madison Area Technical College District (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 4, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

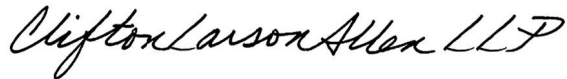
We identified one deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

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

Purpose of This Report

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



CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 4, 2024



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

District Board
Madison Area Technical College District
Madison, Wisconsin

Report on Compliance for Each Major Federal and Major State Program

Opinion on Each Major Federal and Major State Program

We have audited Madison Area Technical College District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of Madison Area Technical College District's major federal and major state programs for the year ended June 30, 2024. Madison Area Technical College District's major federal and major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Madison Area Technical College District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and major state programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal and Major State Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and *State Single Audit Guidelines*, and which are described in the accompanying schedule of findings and questioned costs as items 2024-002 and 2024-003. Our opinion on each major federal and major state program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Madison Area Technical College District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Madison Area Technical College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

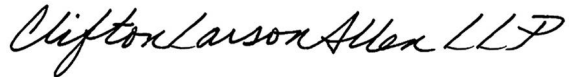
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-002 and 2024-003, to be significant deficiencies.

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

Government Auditing Standards requires the auditor to perform limited procedures on Madison Area Technical College's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Madison Area Technical College's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

District Board
Madison Area Technical College District

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Milwaukee, Wisconsin
December 4, 2024

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2024

Assistance program	Assistance Listing number	Grant number	Grant dates	Federal grant amount	Revenues			Total Expenditures	Passed Through to Sub-Recipients
					Federal	Match			
<u>Department of Agriculture</u>									
Child & Adult Care Food Program	10.558								
WI Department of Public Instruction									
Meal Reimbursement Child & Family Center		N/A	07/01/23 - 06/30/24	29,287	29,287	-	29,287	-	
Total Department of Agriculture				29,287	29,287	-	29,287	-	
<u>Bureau of Indian Affairs</u>									
Aid To Tribal Government Cares Act	15.020	A20AV00785	07/01/23 - 06/30/24	7,200	7,200	-	7,200	-	
				7,200	7,200	-	7,200	-	
Indian Education-Higher Education Grant Program	15.114	N/A	07/01/23 - 06/30/24	171,013	171,013	-	171,013	-	
				171,013	171,013	-	171,013	-	
Total Bureau of Indian Affairs				178,213	178,213	-	178,213	-	
<u>Department of Labor</u>									
Workforce Investment Act Title 1 - Adult	17.258								
Workforce Development Board of South Central Wisconsin									
Training Navigator - Adult		23-593-2024-TN	07/01/23 - 06/30/24	175,954	175,954	-	175,954	-	
				175,954	175,954	-	175,954	-	
Workforce Investment Act Title 1 - Dislocated Worker	17.278								
Workforce Development Board of South Central Wisconsin									
Training Navigator - DLW		23-593-2024-TN	07/01/23 - 06/30/24	263,930	263,930	-	263,930	-	
				263,930	263,930	-	263,930	-	
Total Workforce Investment Act Cluster				439,884	439,884	-	439,884	-	
Registered Apprenticeship									
Wisconsin Technical College System									
Electrical Construction Apprenticeship	17.285	04-477-155-234	07/01/23 - 06/30/24	102,807	102,807	-	102,807	-	
Total Department of Labor				542,691	542,691	-	542,691	-	
<u>Department of State</u>									
Academic Exchange Programs									
World Learning IDEAS	19.009	SECAGD22CA0052	08/01/23 - 07/31/25	34,999	11,547	12,037	23,584	-	
Total Department of State				34,999	11,547	12,037	23,584	-	
<u>Department of Transportation</u>									
Pipeline and Hazardous Materials Safety Administration									
Hazardous Materials Public Sector Training & Planning Grants	20.703	N/A	07/01/23 - 06/30/24	9,400	9,400	-	9,400	-	
Total Department of Transportation				9,400	9,400	-	9,400	-	

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2024

Assistance program	Assistance Listing number	Grant number	Grant dates	Federal grant amount	Revenues		Total Expenditures	Passed Through to Sub-Recipients
					Federal	Match		
<u>United States Department of the Treasury</u>								
COVID-19: Coronavirus State and Local Fiscal Recovery Funds								
Workforce Innovation Grant Program	21.027	SLFRP0135	12/14/21 - 06/30/25	2,875,000	510,261	133,539	643,800	-
Artisanal Modern Meat Butchery Program		04-447-138-253	06/01/22 - 12/30/24	676,794	90,535	-	90,535	-
Total United States Department of the Treasury				3,551,794	600,796	133,539	734,335	-
<u>Department of Veteran Affairs</u>								
Post - 9/11 Veterans Educational Assistance	64.028	N/A	07/01/23 - 06/30/24	574,930	574,930	-	574,930	-
Total Department of Veteran Affairs				574,930	574,930	-	574,930	-
<u>Department of Education</u>								
Adult Education-Basic Grants to States	84.002A							
Wisconsin Technical College System								
ABE Comprehensive		04-230-146-124	07/01/23 - 06/30/24	999,416	739,007	260,409	999,416	-
Project for Institutionalized Adults		04-231-146-114	07/01/23 - 06/30/24	100,000	75,000	25,000	100,000	21,000
Integrated English Literacy and Civics Education		04-232-146-164	07/01/23 - 06/30/24	100,000	75,000	25,000	100,000	-
Targeting Immigrant Professionals for Success Project		04-233-146-174	07/01/23 - 06/30/24	38,909	29,182	9,727	38,909	-
				1,238,325	918,189	320,136	1,238,325	21,000
Student Financial Assistance Cluster								
Federal Supplemental Educational Opportunity Grants	84.007							
Grants		N/A	07/01/23 - 06/30/24	348,991	348,991	103,212	452,203	-
Grants - Prior Year		N/A	07/01/22 - 06/30/23	(250)	(250)	-	(250)	-
Administrative Fee			07/01/23 - 06/30/24	-	-	-	-	-
Administrative Fee - Prior Year			07/01/22 - 06/30/23	14,783	14,783	-	14,783	-
				363,524	363,524	103,212	466,736	-
Federal Direct Student Loans	84.268							
Federal Direct Loans		N/A	07/01/23 - 06/30/24	14,382,839	14,382,839	-	14,382,839	-
Loans - Prior Year		N/A	07/01/22 - 06/30/23	44,584	44,584	-	44,584	-
Federal Direct PLUS Loans		N/A	07/01/23 - 06/30/24	236,238	236,238	-	236,238	-
Plus Loans - Prior Year		N/A	07/01/22 - 06/30/23	11,932	11,932	-	11,932	-
				14,675,593	14,675,593	-	14,675,593	-
Federal Work-Study Program	84.033							
Federal Work Study		N/A	07/01/23 - 06/30/24	180,367	180,367	592	180,959	-
FWS - Prior Year		N/A	07/01/22 - 06/30/23	10,266	10,266	-	10,266	-
Administrative Fee		N/A	07/01/22 - 06/30/23	27,982	27,982	-	27,982	-
Administrative Fee Prior Year			07/01/21 - 06/30/22	15,508	15,508	-	15,508	-
				234,123	234,123	592	234,715	-
Federal Pell Grant Program	84.063							

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2024

Assistance program	Assistance Listing number	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
Grants		N/A	07/01/23 - 06/30/24	12,711,019	12,711,019	-	12,711,019	-
Grants - Prior Year		N/A	07/01/22 - 06/30/23	19,223	19,223	-	19,223	-
Administrative Fee		N/A	07/01/23 - 06/30/24	15,885	15,885	-	15,885	-
Administrative Fee - Prior Year		N/A	07/01/22 - 06/30/23	990	990	-	990	-
				12,747,117	12,747,117	-	12,747,117	-
Total Student Financial Assistance Cluster				28,020,357	28,020,357	103,804	28,124,161	-
DVR Training Grant Student Awards	84.126	N/A	07/01/23 - 06/30/24	428,180	428,180	-	428,180	-
				428,180	428,180	-	428,180	-
National Resource Center Program for Foreign Language and Area Studies	84.015							
The Board of Regents of the University of Wisconsin System								
African Studies Program NRC Title VI 2022-2026		PO15A220002	11/15/23 - 08/14/24	26,000	7,057	-	7,057	-
				26,000	7,057	-	7,057	-
TRIO - Student Support Services	84.042A							
Madison College TRIO Regular Student Support Services		P042A201148	09/01/20 - 08/31/25	1,058,028	302,386	8,871	311,257	-
Madison College TRIO Disabilities Student Support Services		P042A201151	09/28/20 - 09/27/25	1,058,028	274,485	8,871	283,356	-
				2,116,056	576,871	17,742	594,613	-
Career and Technical Education - Basic Grants to States	84.048A							
Wisconsin Technical College System								
Student Success		04-170-150-234	07/01/23 - 06/30/24	974,286	483,172	479,322	962,494	-
Strengthening CTE Programs		04-171-150-254	07/01/23 - 06/30/24	140,921	140,921	-	140,921	-
Tools for Tomorrow		04-172-150-264	07/01/23 - 06/30/24	63,288	63,288	-	63,288	-
Career Prep		04-173-150-214	07/01/23 - 06/30/24	69,164	66,256	-	66,256	-
Promoting and Supporting High School to College Transitions		04-174-150-244	07/01/23 - 06/30/24	42,674	42,662	-	42,662	-
Continuing to Advance Equity and Inclusion at Madison College		04-175-150-224	07/01/23 - 06/30/24	80,880	78,343	-	78,343	-
				1,371,213	874,642	479,322	1,353,964	-
Strengthening Institutions Program (SIP)								
Pathways to Success: Title III	84.031F	P031F170084	10/01/17 - 09/30/23	3,150,000	81,874	-	81,874	-
				3,150,000	81,874	-	81,874	-
Migrant Education - High School Equivalency Program	84.141A							
Madison College Rural High School Equivalency Program		S141A210022	07/01/21 - 06/30/26	2,052,959	440,358	-	440,358	-
				2,052,959	440,358	-	440,358	-
Childcare Access Means Parents In School	84.335A							
Madison Area Technical College (Madison College)								
CCAMPIS Project		P335A220165	10/01/22 - 09/30/26	1,236,308	244,919	-	244,919	-
				1,236,308	244,919	-	244,919	-
CARES Act: Higher Education Emergency Relief Fund								
Education Stabilization Fund								
Madison College FIPSE IREPO Project	84.425P	P425P200378	08/02/21 - 09/31/24	1,496,996	368,551	-	368,551	-

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2024

Assistance program	Assistance Listing number	Grant number	Grant dates	Federal grant amount	Revenues			Passed Through to Sub-Recipients
					Federal	Match	Total Expenditures	
				1,496,996	368,551	-	368,551	-
Total Department of Education				41,136,394	31,960,998	921,004	32,882,002	21,000
<u>Administration For Children And Families</u>								
WECA TEACH Early Childhood Accreditation Program	93.575	N/A	06/15/18 - 08/31/24	56,547	6,198	-	6,198	-
Total Administration For Children And Families				56,547	6,198	-	6,198	-
<u>Federal Emergency Management Agency</u>								
FY23 FEMA Assistance to Firefighters Grant	97.044	04-454-153-113	12/01/22 - 11/30/23	46,392	36,391	10,001	46,392	-
FY24 FEMA Assistance to Firefighters Grant		04-473-153-114	08/01/23 - 08/15/24	36,345	30,209	6,136	36,345	-
Total Federal Emergency Management Agency				82,737	66,600	16,137	82,737	-
<u>National Endowment for the Arts</u>								
Promotion of the Arts Grants to Organizations and Individuals Artists At Work	45.024	1894638-66-22	07/01/22 - 01/31/24	15,000	8,198	-	8,198	-
Total National Endowment for the Arts				15,000	8,198	-	8,198	-
<u>Research and Development Cluster</u>								
National Science Foundation								
STEM Education	47.076							
Crisis as Catalyst for Change and Innovation		DUE-2100029	06/01/21 - 05/31/24	4,454	2,065	-	2,065	-
Center for Renewable Energy Advanced Technological Education Resource Center		DUE-2000714	07/01/20 - 06/30/24	1,246,391	141,546	-	141,546	-
Louis Stokes STEM Pathways and Research Alliance: Wisconsin LSAMP (WiscAMP)		HRD-1911284	09/01/19 - 08/31/24	125,000	12,866	-	12,866	-
Center for Renewable Energy Advanced Technological Education Creating an Industry Recognized Energy Storage Certification Credential		DUE-2140289	10/01/21 - 09/30/24	744,987	183,327	-	183,327	105,091
CREATE Energy National Center		DUE-2201631	07/01/22 - 06/30/27	7,914,445	1,647,365	-	1,647,365	711,426
				10,035,277	1,987,169	-	1,987,169	816,517
Polar Programs	47.078							
Collaborative Research: Antarctic Meteorological Research and Data Center		OPP-1951603	06/01/20 - 05/31/25	916,848	159,373	-	159,373	-
Collaborative Research: The Automatic Weather Station Program: Antarctic Meteorological Sentinel Service 2024-2027		OPP-2301363	10/01/23 - 09/30/26	800,000	98,419	-	98,419	-
				1,716,848	257,792	-	257,792	-
Total Research and Development Cluster				11,752,125	2,244,961	-	2,244,961	816,517
Total Federal Financial Awards				57,964,117	36,233,819	1,082,717	37,316,536	837,517

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2024

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Madison Area Technical College District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

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

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

Federal revenues from Schedule of Expenditures of Federal Awards	<u>\$ 36,233,819</u>
Federal grants revenue recognized in the statement of revenues, expenses and changes in net assets	\$ 21,558,226
Loans presented on the Schedule of Expenditures of Federal Awards	14,675,593
Other	<u>-</u>
	<u>\$ 36,233,819</u>

NOTE D - PROGRAMS NOT SUBJECT TO SINGLE AUDIT

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

AL Number	Funding Agency	Name of Program	Amount
64.028	Department of Veteran Affairs	Veterans Educational Assistance	\$ 574,930

NOTE E - DE MINIMUS INDIRECT COST RATE

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

NOTE F - STUDENT FINANCIAL AID INSTITUTIONAL AND PROGRAM ELIGIBILITY METRICS

The Institution is in compliance with the following institutional and program eligibility requirements under the Higher Education Act of 1965 and Federal regulations under 34 CFR 668.23:

- Correspondence courses the institution offers under 34 CFR 600.7(b) and (g)
- Regular students that enroll in correspondence courses under 34 CFR 600.7(b) and (g)
- Institution's regular students that are incarcerated under 34 CFR 600.7(c) and (g)
- Completion rates for confined or incarcerated individuals enrolled in non-degree programs at nonprofit institutions under 34 CFR 600.7(c)(3)(ii) and (g)
- Institution's regular students that lack a high school diploma or its equivalent under 34 CFR 600.7(d) and (g)
- Completion rates for short-term programs under 34 CFR 668.8(f) and (g)
- Placement rates for short-term programs under 34 CFR 668.8(e)(2)

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year ended June 30, 2024

Assistance program	State catalog number	Grant number	Grant dates	Grant amount	Revenues		Total Expenditures	Passed Through to Sub-Recipients
					State	Match		
<u>Wisconsin Department of Transportation</u>								
Driver Education	20.395(4)(aq)							
Motorcycle Training-Basic Rider		MCG-R2-2023-MATC-00031	07/01/23 - 12/31/23	56,784	35,124	-	35,124	-
Motorcycle Training-Basic Rider		MCG-R1-2024-MATC-00021	01/01/24 - 06/30/24	60,531	39,039	-	39,039	-
Total Wisconsin Department of Transportation				\$ 117,315	\$ 74,163	\$ -	\$ 74,163	\$ -
<u>Higher Education Aids Board</u>								
Wisconsin Higher Education Grant	235.102	N/A	07/01/23 - 06/30/24	2,866,507	2,866,507	-	2,866,507	-
Remission of Fees for Veterans & Dependents	235.105	N/A	07/01/23 - 06/30/24	75,642	75,642	-	75,642	-
Minority Retention Grant	235.107	N/A	07/01/23 - 06/30/24	150,840	150,840		150,840	-
Academic Excellence	235.109	N/A	07/01/23 - 06/30/24	10,125	10,125	10,125	20,250	-
Talent Incentive Program	235.114	N/A	07/01/23 - 06/30/24	89,789	89,789	-	89,789	-
Nursing Student Loans	235.117	N/A	07/01/23 - 06/30/24	15,000	15,000	-	15,000	-
Technical Excellence Program	235.119	N/A	07/01/23 - 06/30/24	90,638	90,638	90,633	181,271	-
Wisconsin Indian Grant	235.132	N/A	07/01/23 - 06/30/24	27,500	27,500	-	27,500	-
Total Higher Education Aids Board				\$ 3,326,041	\$ 3,326,041	\$ 100,758	\$ 3,426,799	\$ -
<u>Wisconsin Technical College System Board</u>								
Student Emergency Fund	292.104							
Madison College Emergency Grants Program		04-466-104-114	07/01/23 - 06/30/24	26,404	26,404	-	26,404	-
Performance Based Aid	292.105	N/A	07/01/23 - 06/30/24	3,276,348	3,276,348	-	3,276,348	-
State Aids for Technical Colleges	292.105	N/A	07/01/23 - 06/30/24	9,475,800	9,475,800	-	9,475,800	-
Prior Year		N/A	07/01/22 - 06/30/23	(179,067)	(179,067)	-	(179,067)	-
				12,573,081	12,573,081	-	12,573,081	-
General Purpose Revenue (GPR) Grant Funds	292.124							
Apprentice-Related Instruction						-		
HVAC Apprenticeship		04-476-124-114	07/01/23 - 06/30/24	20,632	20,632	-	20,632	-
Core Industry								
Surgical Technology Associate Degree		04-463-124-134	07/01/23 - 06/30/25	77,738	22,294	-	22,294	-
Developing Markets								
Supply Chain Management Associate Degree		04-464-124-144	07/01/23 - 06/30/25	100,816	80,288	-	80,288	-
Open Educational Resources								
Institutional OER Project		04-475-124-324	07/01/23 - 06/30/25	106,592	5,343	-	5,343	-
Professional Growth								

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year ended June 30, 2024

Assistance program	State catalog number	Grant number	Grant dates	Grant amount	Revenues			Passed Through to Sub-Recipients
					State	Match	Total Expenditures	
Madison College Center for Excellence in Teaching		04-465-124-154	07/01/23 - 06/30/24	128,565	84,917	42,452	127,369	-
State Completion								
Student Completion		04-462-124-164	07/01/23 - 06/30/24	300,000	222,298	74,099	296,397	-
State Leadership								
Enrollment and Transition Support for Adult High School Completers		04-472-124-194	07/01/23 - 06/30/24	170,917	135,365	-	135,365	-
Transfer Articulation Review and Development		04-446-124-183	07/01/22 - 06/30/24	114,228	48,292	-	48,292	-
OER Symposium		04-474-124-194	09/01/23 - 03/01/24	1,575	1,575	-	1,575	-
AAC&U Conference Leadership		04-478-124-184	01/01/24 - 06/30/24	5,000	5,000	-	5,000	-
ESL Courses		04-479-124-194	01/01/24 - 06/30/24	27,385	27,385	-	27,385	-
Workforce Advancement Training								
Bilingual Early Childcare Diploma and Special Needs								
Inclusion Credential		04-438-124-173	07/01/22 - 08/31/23	48,797	7,994	-	7,994	-
Critical Needs in Healthcare - Pandemic Recovery		04-440-124-173	07/01/22 - 08/31/23	133,484	11,366	-	11,366	-
Leadership and Organizational Effectiveness for Hospitality		04-442-124-173	07/01/22 - 08/31/23	19,970	1,758	-	1,758	-
Manufacturing Skills		04-443-124-173	07/01/22 - 08/31/23	78,141	1,147	-	1,147	-
Quality Certification and Lean Six Sigma		04-444-124-173	07/01/22 - 08/31/23	82,877	22,866	-	22,866	-
Expanded CNA-Training Beyond Entry-Level		04-468-124-174	07/01/23 - 08/31/24	53,565	53,565	-	53,565	-
Addressing Critical Workforce Needs for Plastic Manufacturing		04-470-124-174	07/01/23 - 08/31/24	88,922	44,433	-	44,433	-
IET Development and Expansion								
Expanding Integrated Education and Training Programs		04-467-124-204	07/01/23 - 06/30/24	199,999	183,261	-	183,261	-
Pass-Through Awards:								
EFDA Instructor Training-CVTC		01-483-124-184	09/01/23 - 08/31/24	12,668	9,186	-	9,186	-
Manufacturing Month Project-WTC		02-821-124-184	10/01/23 - 09/30/24	5,000	4,791	-	4,791	-
Hybrid & Electric Vehicle Training-WTCS		13-160-124-183	05/15/23 - 06/30/24	8,906	8,906	-	8,906	-
				1,785,777	1,002,662	116,551	1,119,213	-
Property Tax Relief Aid	292.162	N/A	07/01/23 - 06/30/24	67,343,598	67,343,598	-	67,343,598	-
				67,343,598	67,343,598	-	67,343,598	-
Fire Service Operations	292.137							
Fire Fighter Training 2%		N/A	07/01/23- 06/30/24	83,067	83,067	-	83,067	-
				83,067	83,067	-	83,067	-
Total Wisconsin Technical College System Board				\$ 81,811,927	\$ 81,028,812	\$ 116,551	\$ 81,145,363	\$ -

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year ended June 30, 2024

Assistance program	State catalog number	Grant number	Grant dates	Grant amount	Revenues			Passed Through to Sub-Recipients
					State	Match	Total Expenditures	
<u>Wisconsin Department of Natural Resources</u>								
Aid in Lieu of DNR Property Taxes	370.503	N/A	07/01/23 - 06/30/24	85,412	85,412	-	85,412	-
Total Wisconsin Department of Natural Resources				\$ 85,412	\$ 85,412	\$ -	\$ 85,412	\$ -
<u>Wisconsin Department of Workforce Development</u>								
An Integrated Approach to Dual Credit Teacher Certification	445.109	EFF181DE10003	07/01/18-08/31/23	196,067	27,671	-	27,671	-
Total Wisconsin Dept. of Workforce Development				\$ 196,067	\$ 27,671	\$ -	\$ 27,671	\$ -
<u>Wisconsin Department of Revenue</u>								
State Aid-Personal Property Tax	835.103	N/A	07/01/23 - 06/30/24	406,256	406,256	-	406,256	-
State Aid-Computers	835.109	N/A	07/01/23 - 06/30/24	614,773	614,773	-	614,773	-
Total Wisconsin Department of Revenue				\$ 1,021,029	\$ 1,021,029	\$ -	\$ 1,021,029	\$ -
Total State Financial Awards				\$ 86,557,791	\$ 85,563,128	\$ 217,309	\$ 85,780,437	\$ -

MADISON AREA TECHNICAL COLLEGE DISTRICT
NOTES TO SCHEDULE OF EXPENDITURES OF STATE AWARDS
Year ended June 30, 2024

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of state awards (the "Schedule") includes the state award activity of Madison Area Technical College District under programs of the state government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the *State Single Audit Guidelines*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

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

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

State revenues from Schedule of Expenditures of State Awards	<u><u>\$ 85,563,128</u></u>
State grants revenue is presented on the basic financial statements as follows:	
Operating	\$ 4,540,008
Non-operating	81,023,120
Other	<u>-</u>
	<u><u>\$ 85,563,128</u></u>

NOTE D - PROGRAMS NOT SUBJECT TO SINGLE AUDIT

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

ID Number	Funding Agency	Name of Program	Amount
235.105	Higher Education Aids Board	Remission of Fees for Veterans and Dependents	75,642
370.503	Department of Natural Resources	Aid in Lieu of DNR Property Taxes	85,412
835.109	Department of Revenue	State Aid - Computers	614,773

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

Section I – Summary of Auditors’ Results

Financial Statements

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

Federal Awards

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

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
21.027	Coronavirus State & Local Fiscal Recovery Funds
84.002	Adult Education-Basic Grants to States
84.048	Career & Technical Education-Basic Grants to States
Student Financial Aid Cluster	
84.007	Federal Supplemental Education Opportunity Grants
84.033	Federal Work Study Program
84.063	Federal Pell Grant Program
84.268	Federal Direct Loans

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

Section I – Summary of Auditors' Results (Continued)

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

\$ 750,000

Auditee qualified as low-risk auditee?

 X yes no

State Financial Assistance

1. Internal control over state projects:

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

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

Unmodified

3. Any audit findings disclosed that are
required to be reported in accordance
with state requirements?

 yes X no

Identification of Major State Projects

CSFA Number(s)

235.102
292.124
292.162

Name of State Project

Wisconsin Higher Education Grant
General Purpose Revenue Grant
Property Tax Relief Aid

Dollar threshold used to distinguish between
Type A and Type B state projects:

\$ 250,000

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

Section II – Financial Statement Findings

2024 – 001: Capital Asset Adjustments

Type of Finding:

- Significant Deficiency in Internal Control over Financial Reporting

Condition: The Districts prior year capital asset reconciliation did not identify all capital asset additions prior to the issuance of financial reports. This resulted in the District adjustments to the capital asset and accumulated depreciation balances during the current year.

Criteria or specific requirement: Internal controls should be in place to provide reasonable assurance that financial statements are prepared in accordance with U.S. GAAP and supporting records are maintained and reconciled as necessary.

Cause: During the year the District contracted with a third party to conduct an inventory and review of capital asset records. This process identified assets that had not been previously included in capital asset and related accumulated depreciation balances reported in the financial statements. The District identified and posted adjustments to the capital asset and accumulated depreciation balances during the current year to properly reflect these assets.

Effect: The reconciliation process for capital asset and construction in progress accounts in place previously did not identify all capital asset additions, resulting in an adjustment to balances in the current year.

Repeat finding: No

Recommendation: The District should evaluate the process and reconciliations of capital asset and construction in progress accounts and develop processes and controls to ensure all capital asset additions are identified in the year they are acquired.

Views of responsible officials: There is no disagreement with the audit finding.

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

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

2024 – 002: Special Tests and Provisions

Federal Agency: U.S Department of Education

Federal Program Name: Student Financial Assistance Cluster

Assistance Listing Number: 84.063, 84.268, 84.007, 84.033

Federal Award Identification Number and Year: P063P242488 - 2024, P268K242488 – 2024, P007A244510 – 2024, P033A244510 – 2024

Award Period: July 1, 2023 to June 30, 2024

Type of Finding:

- Significant Deficiency in Internal Control over Compliance
- Other Matter

Criteria or specific requirement: Institutions are required to report a student's withdrawal date as the last day the student attended the institution prior to a scheduled break if that student withdraws during the scheduled break. The District is required to design and implement internal controls to ensure compliance with such provisions (*2 CRF 200.303*).

Condition: During our testing, we noted that one of 60 students failed to have their return of Title IV aid calculation to be mechanically performed correctly.

Questioned costs: There are no questioned costs.

Context: A statistically valid sample of 60 students was selected for testing of the return of Title IV funds calculation, as required by the Department of Education. One of the students selected for testing was found to have an incorrect withdrawal date reported.

Cause: One student was found to have withdrawn during the spring scheduled break, and the College used the actual withdrawal date for this student when completing the R2T4 calculation rather than the student's last scheduled day prior to the break. The incorrect withdrawal date resulted in an incorrect refund of Title IV aid to be calculated.

Effect: There is a risk that students that withdraw during scheduled breaks have the incorrect withdrawal date, which can result in improper financial aid amounts being returned.

Repeat finding: No

Recommendation: We recommend that the District verifies all withdrawal dates surrounding scheduled school breaks.

Views of responsible officials: There is no disagreement with the audit finding.

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

2024 – 003: Special Tests and Provisions

Federal Agency: U.S Department of Education

Federal Program Name: Student Financial Assistance Cluster

Assistance Listing Number: 84.063 & 84.268

Federal Award Identification Number and Year: P063P242488 – 2024 & P268K242488 – 2024

Award Period: July 1, 2023 to June 30, 2024

Type of Finding:

- Significant Deficiency in Internal Control over Compliance
- Other Matter

Criteria or specific requirement: Institutions are required to report enrollment information, as prescribed by the Secretary of Education under the Pell grant and the Direct loan program via the NSLDS (*OMB No. 1845-0035; Pell, 34 CFR 690.83(b)(2); Direct Loan, 34 CFR 685.309*). The District is required to design and implement internal controls to ensure compliance with such provisions (*2 CRF 200.303*).

Condition: During our testing, we noted that one of 60 students selected for testing did not have their enrollment properly reported to NSLDS.

Questioned costs: There are no questioned costs.

Context: A statistically valid sample of 60 students was selected for testing of the institutional enrollment records for comparison to NSLDS records, as required by the Department of Education. One student was found to be omitted from the 2024 enrollment reports.

Cause: One student selected for testing was excluded from District's term reporting as a result of parameters built into the program selection form (Primary Program GT eForm). District reporting parameters are established to include all students that have a Primary program selected on this form. If no Primary program is selected, all active programs automatically receive a Secondary designation, which results in exclusion from reporting. As a result of only having Secondary designations, one student selected for testing was omitted from reporting to NSC.

Effect: There is a risk that students have the incorrect enrollment status, which can result in incomplete records available to users for the student.

Repeat finding: No

Recommendation: We recommend that the College rebuilds the 'Primary Program GT eForm' to include a check that verifies all programs are not designated as Secondary.

Views of responsible officials: There is no disagreement with the audit finding.

MADISON AREA TECHNICAL COLLEGE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2024

Section IV – Other Issues

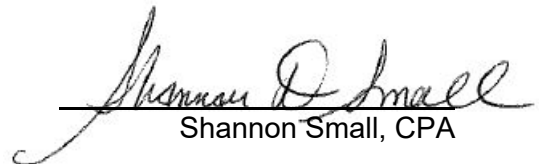
Does the auditors' report or the notes to the financial statements include disclosure with regard to substantial doubt as the auditee's ability to continue as a going concern? No

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

Technical College System Board: No
Higher Education Aids Board: No

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

Name and signature of Director:


Shannon Small, CPA

Date of report:

December 4, 2024



MADISON

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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 \$5,000,000 General Obligation Promissory Notes, Series 2025-26B, dated September 15, 2025 (the "Securities"). The Securities are being issued pursuant to resolutions adopted on July 14, 2025, as supplemented by a Certificate Approving the Preliminary Official Statement and Details of General Obligation Promissory Notes, Series 2025-26B (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 August 26, 2025 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, 2025, 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 15th day of September, 2025.

(SEAL)

Shiva Bidar-Sielaff
Chairperson

Melanie Lichtfeld
Secretary

Official Notice of Sale and Bid Form

OFFICIAL NOTICE OF SALE

AND

BID FORM

FOR

MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN

\$5,000,000 GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2025-26B

DATE AND TIME:

August 26, 2025
10:00 a.m.
Central Daylight Saving Time

PLACE:

PMA Securities, LLC
322 N. Broadway, 3rd Floor
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.

OFFICIAL NOTICE OF SALE

MADISON AREA TECHNICAL COLLEGE DISTRICT, WISCONSIN \$5,000,000 GENERAL OBLIGATION PROMISSORY NOTES, SERIES 2025-26B

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 \$5,000,000 General Obligation Promissory Notes, Series 2025-26B (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 August 26, 2025
PLACE:	Offices of the District’s Municipal Advisor: PMA Securities, LLC (the “Municipal Advisor”) 322 N. Broadway, 3 rd Floor 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, (iii) paying the cost of site improvement projects, and (iv) 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 and resolutions adopted by the Board on July 14, 2025. 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.

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 August 26, 2025 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 August 25, 2025.

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 March 1, 2026 and semiannually on each March 1 and September 1 thereafter), produces an amount on the date of issuance of the Notes (expected to be September 15, 2025) 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.

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.

Term bonds are not allowed.

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 104.00% 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 \$57,425.

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 \$50,000 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 shall not be “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 September 15, 2025. 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, PMA Securities, LLC, 322 N. Broadway, 3rd Floor, Milwaukee, Wisconsin 53202, telephone: (414) 225-0099, email: compbidWI@pmanetwork.com.

By order of the District Board of the District, dated this 19th day of August, 2025.

/s/ Laurie Grigg

Associate Vice President, Finance/Controller
Madison Area Technical College District, Wisconsin

OFFICIAL BID FORM

District Board
Madison Area Technical College District, Wisconsin

August 26, 2025

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 2025-26B (the "Notes") as described below:

Par amount of Notes:	\$5,000,000
Dated date:	Date of issuance
Purchase price:	\$ _____
(not less than 100.00% and not more than 104.00% 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>
2026	1,825,000	_____
2027	1,000,000	_____
2028	1,000,000	_____
2029	1,175,000	_____

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.

Term bonds are not allowed.

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 \$57,425.

*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.

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 \$50,000 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 26th day of August, 2025 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.

Madison Area Technical College District, Wisconsin

Exhibit A

Form of Issue Price Certificate

Madison Area Technical College District, Wisconsin ("District")
\$5,000,000
General Obligation Promissory Notes, Series 2025-26B,
dated September 15, 2025

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 August 26, 2025.

(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: September 15, 2025

SCHEDULE A
TO
UNDERWRITER'S CERTIFICATE

EXPECTED OFFERING PRICES

(See Attached)

SCHEDULE B
TO
UNDERWRITER'S CERTIFICATE

COPY OF UNDERWRITER'S BID

(See Attached)