

PRELIMINARY OFFICIAL STATEMENT DATED FEBRUARY 5, 2024

NEW ISSUE

Not Bank-Qualified

Moody's Rated "A2"
(See "RATING" herein)

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 Bonds is excludable from gross income and is not an item of tax preference for federal income tax purposes; however, interest on the Bonds 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) for taxable years beginning after December 31, 2022. The Bonds shall NOT be "qualified tax-exempt obligations". See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Bonds. The interest on the Bonds is not exempt from present Wisconsin income or franchise taxes.

\$9,500,000

SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
Grant, Crawford and Richland Counties, Wisconsin
General Obligation School Building and Facility Improvement Bonds

Dated: March 4, 2024

Due: March 1, as shown herein

The \$9,500,000 General Obligation School Building and Facility Improvement Bonds (the "Bonds") will be dated March 4, 2024, will be in the denomination of \$5,000 each or any multiple thereof and will mature serially on March 1 of the years 2026 through 2035 and on March 1, 2044. Interest on the Bonds shall be payable commencing on March 1, 2025 and semi-annually thereafter on September 1 and March 1 of each year. Associated Trust Company, National Association, Green Bay, Wisconsin will serve as paying agent for the Bonds.

The Bonds are being issued pursuant to Chapter 67 of the Wisconsin Statutes. The Bonds will be general obligations of the School District of Boscobel Area Schools, Wisconsin (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 proceeds from the sale of the Bonds will be used for the public purpose of paying the remaining portion of the cost of a school building and facility improvement project consisting of: renovations and construction of additions to accommodate grades 4-5 and for a gymnasium at the Middle/High School; district-wide capital maintenance and site improvements; and acquisition of furnishings, fixtures and equipment. (See "THE FINANCING PLAN" herein.)

The Bonds maturing on March 1, 2033 and thereafter are subject to call and prior redemption, at the option of the District, on March 1, 2032 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the District and by lot within each maturity at a price of par plus accrued interest to the date of redemption. All or a portion of the Bonds may be issued as one or more term bonds, upon election by the successful bidder. (See "REDEMPTION PROVISIONS" herein.)

The Financial Advisor to the District is:



The Bonds will be issued only as fully registered Bonds and will be registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as the securities depository of the Bonds. Individual purchases will be made in book-entry form only in denominations of \$5,000 principal amount or any integral multiple thereof. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. (See "BOOK-ENTRY-ONLY SYSTEM" herein.)

The District's Bonds are offered when, as and if issued subject to the approval of legality by Quarles & Brady LLP, Bond Counsel, Milwaukee, Wisconsin. Quarles & Brady LLP will also act as Disclosure Counsel for the District. The anticipated settlement date for this issue is on or about March 4, 2024.

SALE DATE: FEBRUARY 12, 2024

SALE TIME: 9:30 A.M. CT

This Preliminary Official Statement and the information contained herein are subject to completion and amendment. These securities may not be sold, nor may offers to buy be accepted, prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy these securities, nor shall there be any sale of these securities, in any jurisdiction in which such offer, solicitation, or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. This Preliminary Official Statement is in a form deemed final as of its date for purposes of SEC Rule 15c2-12(b) (1), except for the omission of certain information described in the rule, but is subject to revision, amendment, and completion in a Final Official Statement.

MATURITY SCHEDULE*

\$9,500,000 General Obligation School Building and Facility Improvement Bonds

Dated: March 4, 2024 Due: March 1, 2026 through 2035 and March 1, 2044

<u>(March 1)</u>	<u>Amount*</u>	<u>Rate</u>	<u>Yield</u>	CUSIP ⁽¹⁾ Base <u>100105</u>	<u>(March 1)</u>	<u>Amount*</u>	<u>Rate</u>	<u>Yield</u>	CUSIP ⁽¹⁾ Base <u>100105</u>
2026	\$400,000				2032	\$955,000			
2027	580,000				2033	1,025,000			
2028	680,000				2034	1,100,000			
2029	750,000				2035	600,000			
2030	820,000				2036-2043	--			
2031	890,000				2044	1,700,000			

*Preliminary, subject to change.

⁽¹⁾CUSIP® is a registered trademark of the American Bankers Association. CUSIP Global Services (CGS) is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. Copyright(c) 2024 CUSIP Global Services. All rights reserved. CUSIP® data herein is provided by CUSIP Global Services. This data is not intended to create a database and does not serve in any way as a substitute for services provided by CGS. CUSIP® numbers are provided for convenience of reference only. None of the District, the Financial Advisor, the Underwriter or their agents or counsel assume responsibility for the accuracy of such numbers.

SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
(Grant, Crawford and Richland Counties, Wisconsin)

SCHOOL BOARD

Todd Miller, President
Wendi Stitzer, Vice President
Kaye Woodke, Clerk
Casey Updike, Treasurer
Jimmie Kaska, Director
Greg Loos, Director
Sarah Capel Roth, Director

ADMINISTRATION

Lisa Wallin-Kapinus, District Administrator
Jarrett Roethke, Director of Business Services⁽¹⁾
Laurie Genz Prien, Pupil Services Director/Homeless Liaison
Danelle Schmid, Elementary School Principal
Pete Schroeder, Middle/High School Principal
Edwin Boneske, Middle/High School Athletic Director/Assistant Principal
Theresa Wunnicke, Business Services Assistant

PROFESSIONAL SERVICES

School District Attorney: Boardman & Clark LLP, Madison, Wisconsin
Financial Advisor: Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin
Bond Counsel: Quarles & Brady LLP, Milwaukee, Wisconsin
Disclosure Counsel: Quarles & Brady LLP, Milwaukee, Wisconsin
Paying Agent: Associated Trust Company, National Association, Green Bay, Wisconsin

⁽¹⁾The District contracts with Jarrett Roethke through Cooperative Educational Services Agency 5 (“CESA 5”) for this position.

REGARDING USE OF THIS OFFICIAL STATEMENT

This Official Statement is being distributed in connection with the sale of the Bonds referred to in this Official Statement and may not be used, in whole or in part, for any other purpose. No dealer, broker, salesman or other person is authorized to make any representations concerning the Bonds other than those contained in this Official Statement, and if given or made, such other information or representations may not be relied upon as statements of the School District of Boscobel Area Schools, Wisconsin (the "District"). 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 Bonds by any person in any jurisdiction in which it is unlawful to make such an offer, solicitation or sale.

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 District, from time to time (collectively, the "Official Statement"), may be treated as a final Official Statement with respect to the Bonds described herein that is deemed final by the District as of the date hereof (or of any such supplement or amendment).

Unless otherwise indicated, the District is the source of the information contained in this Official Statement. Certain information in this Official Statement has been obtained by the District or on its behalf from The Depository Trust Company and other non-District sources that the District believes to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. Nothing contained in this Official Statement is a promise of or representation by Robert W. Baird & Co. Incorporated (the "Financial Advisor"). The Financial Advisor has provided the following sentence for inclusion in this Official Statement. The Financial Advisor has reviewed and the Underwriter will review the information in this Official Statement in accordance with, and as part of, their responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Financial Advisor and the Underwriter do not guarantee the accuracy or completeness of such information. The information and opinions expressed in this Official Statement are subject to change without notice. Neither the delivery of this Official Statement nor any sale made under this Official Statement shall, under any circumstances, create any implication that there has been no change in the financial condition or operations of the District or other information in this Official Statement, since the date of this Official Statement.

This Official Statement contains statements that are "forward-looking statements" as that term is defined in Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. When used in this Official Statement, the words "estimate," "intend," "project" or "projection," "expect" and similar expressions are intended to identify forward-looking statements. Forward-looking statements are subject to risks and uncertainties, some of which are discussed herein, that could cause actual results to differ materially from those contemplated in such forward-looking statements. Investors and prospective investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this Official Statement.

This Official Statement should be considered in its entirety. No one factor should be considered more or less important than any other by reason of its position in this Official Statement. Where statutes, ordinances, reports or other documents are referred to in this Official Statement, reference should be made to those documents for more complete information regarding their subject matter.

The Bonds will not be registered under the Securities Act of 1933, as amended, or the securities laws of any state of the United States, and will not be listed on any stock or other securities exchange. Neither the Securities and Exchange Commission nor any other federal, state, municipal or other governmental entity shall have passed upon the accuracy or adequacy of this Official Statement.

IN CONNECTION WITH THE OFFERING OF THE BONDS, THE UNDERWRITER MAY OR MAY NOT OVERALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICES OF THE BONDS AT LEVELS ABOVE THOSE WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME WITHOUT NOTICE. THE PRICES AND OTHER TERMS RESPECTING THE OFFERING AND SALE OF THE BONDS MAY BE CHANGED FROM TIME TO TIME BY THE UNDERWRITER AFTER THE BONDS ARE RELEASED FOR SALE AND THE BONDS MAY BE OFFERED AND SOLD AT PRICES OTHER THAN THE INITIAL OFFERING PRICES, INCLUDING SALES TO DEALERS WHO MAY SELL THE BONDS INTO INVESTMENT ACCOUNTS.

TABLE OF CONTENTS

	<u>Page</u>
MATURITY SCHEDULE.....	2
SCHOOL BOARD.....	3
ADMINISTRATION.....	3
PROFESSIONAL SERVICES.....	3
REGARDING USE OF THIS OFFICIAL STATEMENT.....	4
SUMMARY.....	6
INTRODUCTORY STATEMENT.....	7
THE FINANCING PLAN.....	7
ESTIMATED SOURCES AND USES.....	7
REDEMPTION PROVISIONS.....	7
CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS CONCERNING THE DISTRICT'S POWER TO INCUR INDEBTEDNESS.....	8
THE RESOLUTIONS.....	9
THE DISTRICT.....	9
GENERAL INFORMATION.....	13
DEMOGRAPHIC AND ECONOMIC INFORMATION.....	13
TAX LEVIES, RATES AND COLLECTIONS.....	15
EQUALIZED VALUATIONS.....	16
INDEBTEDNESS OF THE DISTRICT.....	17
FINANCIAL INFORMATION.....	19
GENERAL FUND SUMMARY.....	20
UNDERWRITING.....	21
RATING.....	21
FINANCIAL ADVISOR.....	21
REVENUE LIMITS ON WISCONSIN SCHOOL DISTRICTS.....	21
TAX EXEMPTION.....	22
NOT QUALIFIED TAX-EXEMPT OBLIGATIONS.....	23
CONTINUING DISCLOSURE.....	24
BOOK-ENTRY-ONLY SYSTEM.....	24
LITIGATION.....	26
LEGAL MATTERS.....	26
MUNICIPAL BANKRUPTCY.....	26
MISCELLANEOUS.....	27
AUTHORIZATION.....	27
 Appendix A: Basic Financial Statements and Related Notes for the year ended June 30, 2023	
Appendix B: Form of Continuing Disclosure Certificate	
Appendix C: Form of Legal Opinion	
Appendix D: Official Notice of Sale and Bid Form	

SUMMARY

District:	School District of Boscobel Area Schools, Grant, Crawford and Richland Counties, Wisconsin, (the "District").
Issue:	\$9,500,000 General Obligation School Building and Facility Improvement Bonds.
Dated Date:	March 4, 2024.
Interest Due:	Commencing March 1, 2025 and on each September 1 and March 1 thereafter. Interest on the Bonds will be computed on the basis of a 30-day month and a 360-day year.
Principal Due:	March 1 of the years 2026 through 2035 and on March 1, 2044.
Redemption Provisions:	The Bonds maturing on and after March 1, 2033 shall be subject to call and prior payment, at the option of the District, on March 1, 2032 or on any date thereafter at a price of par plus accrued interest. The amounts and maturities of the Bonds to be redeemed shall be selected by the District. If less than the entire principal amount of any maturity is to be redeemed, the Bonds of that maturity which are to be redeemed shall be selected by lot. Notice of such call shall be given by sending a notice thereof by registered or certified mail, facsimile or electronic transmission, overnight express delivery, or in any other manner required by DTC not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books. All or a portion of the Bonds may be issued as one or more term bonds, upon election by the successful bidder. (See "REDEMPTION PROVISIONS" herein.)
Security:	The full faith, credit and resources of the District are pledged to the payment of the principal of and the interest on the Bonds as the same become due and, for said purposes, there are levied without limitation on all the taxable property in the District, direct, annual irrevocable taxes in each year and in such amounts which will be sufficient to meet such principal and interest payments when due. Under current law, such taxes may be levied without limitation as to rate or amount.
Purpose:	The proceeds from the sale of the Bonds will be used for the public purpose of paying the remaining portion of the cost of a school building and facility improvement project consisting of: renovations and construction of additions to accommodate grades 4-5 and for a gymnasium at the Middle/High School; district-wide capital maintenance and site improvements; and acquisition of furnishings, fixtures and equipment. (See "THE FINANCING PLAN" herein.)
Credit Rating:	This issue has been assigned a "A2" rating by Moody's Investors Service, Inc. (See "RATING" herein.)
Tax Status:	Interest on the Bonds is excludable from gross income for federal income tax purposes. (See "TAX EXEMPTION" herein.)
No Bank Qualification:	The Bonds shall NOT be "qualified tax-exempt obligations."
Bond Years:	88,545.83 years.
Average Life:	9.321 years.
Record Date:	The 15 th day of the calendar month next preceding each interest payment date.

Information set forth on this page is qualified by the entire Official Statement. A full review of the Official Statement should be made by potential investors.

INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the School District of Boscobel Area Schools, Wisconsin (the "District" and the "State" respectively) in connection with the sale of the District's \$9,500,000 General Obligation School Building and Facility Improvement Bonds (the "Bonds"). The Bonds are issued pursuant to the Constitution and laws of the State and the resolutions (the "Resolutions") adopted by the School Board (the "Board") and other proceedings and determinations related thereto.

All summaries of statutes, documents and the Resolutions contained in this Official Statement are subject to all the provisions of, and are qualified in their entirety by reference to such statutes, documents and the Resolutions, and references herein to the Bonds are qualified in their entirety by reference to the form thereof included in the Award Resolution (defined herein). Copies of the Resolutions may be obtained from the Financial Advisor (defined herein) upon request.

THE FINANCING PLAN

As the result of a referendum election on April 4, 2023, the District has been authorized to issue general obligation bonds in an amount not to exceed \$21,500,000 for the public purpose of paying the cost of a school building and facility improvement project consisting of: renovations and construction of additions to accommodate grades 4-5 and for a gymnasium at the Middle/High School; district-wide capital maintenance and site improvements; and acquisition of furnishings, fixtures and equipment (the "Project").

Pursuant to a resolution adopted by the Board on May 31, 2023, the District authorized the issuance of \$12,000,000 General Obligation School Building and Facility Improvement Bonds (the "2023 Bonds"), to provide financing for a portion of the cost of the Project. The 2023 Bonds are dated July 10, 2023 and are callable at par on March 1, 2031 or any date thereafter.

The proceeds of the Bonds will be used to provide financing for the remaining portion of the cost of the Project.

ESTIMATED SOURCES AND USES*

Sources of Funds

Par Amount of Bonds	\$9,500,000.00
Reoffering Premium	932,873.70
Total Sources of Funds:	<u>\$10,432,873.70</u>

Uses of Funds

Deposit to Project Construction Fund	\$9,500,000.00
Bid Premium for Deposit to Debt Service Fund	660,798.70
Costs of Issuance (Including Underwriter's Discount)	272,075.00
Total Uses of Funds:	<u>\$10,432,873.70</u>

*Preliminary, subject to change.

REDEMPTION PROVISIONS

Optional Redemption

The Bonds maturing on March 1, 2033 and thereafter are subject to call and prior redemption, at the option of the District, on March 1, 2032 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the District and by lot within each maturity at a price of par plus accrued interest to the date of redemption.

Mandatory Redemption

All or a portion of the Bonds may be issued as one or more term bonds, upon election by the successful bidder as provided in the Official Notice of Sale.

Such term bonds shall be subject to mandatory sinking fund redemption. Such term bonds shall have a stated maturity or maturities of March 1, in such years as determined by the successful bidder. The term bonds shall be subject to mandatory sinking fund redemption and final payment(s) at maturity of 100% of the principal amount thereof, plus accrued interest to the redemption date or dates and in amounts consistent with the maturity schedule on the inside cover of this Official Statement.

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

The Constitution and laws of the State limit the power of the District (and other municipalities of the State) to issue obligations and to contract indebtedness. Such constitutional and legislative limitations include the following, in summary form and as generally applicable to the District.

Purpose

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 Bonds are being issued.

General Obligation Bonds

The principal amount 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 twenty 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. Bonds issued by the District to refinance or refund outstanding notes or bonds issued by the District may be payable no later than twenty years following the original date of such notes or bonds.

Refunding Bonds

In addition to being authorized to issue bonds, the District is authorized to borrow money using refunding bonds for refunding existing debt. To evidence such indebtedness, the District must issue to the lender its refunding bonds (with interest) payable within a period not exceeding twenty 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 for any public purpose. To evidence such indebtedness, the District must issue to the lender its promissory notes (with interest) payable within a period not exceeding ten years following the date of said notes*. Such notes constitute a general obligation of the District. Notes issued by the District to refinance or refund outstanding notes issued by the District must be payable no later than twenty years following the original date of such notes, or ten years, whichever is less.

Bond or Note Anticipation Notes

In anticipation of issuing general obligation bonds or notes, the District is authorized to borrow money using bond or note anticipation notes. The bond or note anticipation notes shall in no event be 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 or note anticipation notes are payable only from (a) proceeds of the bond or note anticipation notes set aside for payment of interest on the bond or note 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 or note anticipation notes. The maximum term of any bond or note anticipation notes (including any refunding) is five years.

** On January 16, 2024, the Wisconsin Senate passed 2023 Senate Bill 773 ("SB 773") which would, among other things, amend the Wisconsin Statutes to allow general obligation promissory notes issued under Section 67.12(12) of the Wisconsin Statutes to be issued for a term of up to 20 years, rather than the current limit of 10 years. SB 773 was passed by the Wisconsin Assembly on January 18, 2024 and next will go to the Governor for signature.*

Temporary Borrowing

The Board 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

The District has the power to contract indebtedness for purposes specified by statute so long as the principal amount thereof does not exceed ten percent of the equalized value of taxable property within the District. For information with respect to the District's percent of legal debt incurred, see the caption "INDEBTEDNESS OF THE DISTRICT - Debt Limit," herein.

THE RESOLUTIONS

The following are summaries of certain provisions of the Resolutions adopted by the Board pursuant to the procedures prescribed by Wisconsin Statutes. Reference is made to the Resolutions for a complete recital of their terms.

The Initial Resolution; Referendum Election; Previous Financing

By way of a resolution adopted on January 23, 2023 (the "Initial Resolution"), the Board authorized the issuance of general obligation bonds in an amount not to exceed \$21,500,000 for the public purpose of paying the cost of the Project.

By way of a resolution also adopted on January 23, 2023, the Board provided for a referendum election to be held on April 4, 2023. The District gave notice to the electors relating to the bond referendum at which time the electors would vote to approve or reject the Initial Resolution.

On April 4, 2023, a referendum was held in the District on the proposition of whether the Initial Resolution should be approved at which 871 votes were cast "Yes" for approval of the Initial Resolution and 787 votes were cast "No" for rejection of the Initial Resolution.

By way of a resolution adopted on May 31, 2023, the Board authorized the issuance of the 2023 Bonds to provide financing for a portion of the cost of the Project.

Award Resolution

By way of a resolution to be adopted on February 12, 2024 (the "Award Resolution"), the Board will accept the bid (or reject all bids) of the Underwriter (defined herein) for the purchase of the Bonds, in accordance with bid specifications, provide the details and form of the Bonds, and set out certain covenants with respect thereto. The Award Resolution pledges the full faith, credit and resources of the District to payments of the principal of and interest on the Bonds. Pursuant to the Award Resolution, the amount of direct, annual, irrevocable taxes levied for collection in the years 2025 through 2044 which will be sufficient to meet the principal and interest payments on the Bonds when due will be specified (or monies to pay such debt service will otherwise be appropriated). The Award Resolution establishes separate and distinct from all other funds of the District a debt service fund with respect to payment of principal of and interest on the Bonds.

THE DISTRICT

The administration of the District is exercised by the Board. The Board consists of seven members who are elected for staggered three-year terms of office. The Board elects a President, Vice President, Clerk and Treasurer from among its members for one-year terms. The Board is empowered to employ a District Administrator to conduct the affairs and programs of the District.

Common school districts hold an annual meeting, which will incorporate a public hearing, prior to adopting the budget for the ensuing year. The Board shall present at the annual meeting a full, itemized written report. The report shall state all receipts and expenditures of the District since the last annual meeting, the current cash balance of the District, the amount of the deficit and the bills payable of the District, the amount necessary to be raised by taxation for the support of the schools of the District for the ensuing year and the amount required to pay the principal and interest of any debt due during the ensuing year. The report shall also include the budget summary. The Board has the power and duty, among other things, to make rules for the organization, gradation, and government of the schools of the District, enter into agreements with other governmental units, tax for operation and maintenance, engage employees, including a District Administrator, and purchase school equipment.

The Board

<u>Name</u>	<u>Expiration of Term</u>
Todd Miller, President	April, 2026
Wendi Stitzer, Vice President	April, 2026
Kaye Woodke, Clerk	April, 2024
Casey Updike, Treasurer	April, 2024
Jimmie Kaska, Director	April, 2025
Greg Loos, Director	April, 2025
Sarah Capel Roth, Director	April, 2026

Source: The District

Administration

<u>Name</u>	<u>Title</u>	<u>Years of Service</u>
Lisa Wallin-Kapinus	District Administrator	2.5 ⁽¹⁾
Jarrett Roethke	Director of Business Services	2.0 ⁽²⁾
Laurie Genz Prien	Pupil Services Director/Homeless Liaison	6.5
Danelle Schmid	Elementary School Principal	7.5
Pete Schroeder	Middle/High School Principal	1.5 ⁽³⁾
Edwin Boneske	Middle/High School Athletic Director/Asst. Principal	7 months ⁽⁴⁾
Theresa Wunnicke	Business Services Assistant	1.5 ⁽⁵⁾

⁽¹⁾Ms. Wallin-Kapinus was previously a Principal at Fennimore Community School District.

⁽²⁾The District contracts with Jarrett Roethke through CESA 5 for this position.

⁽³⁾Mr. Schroeder was previously a math teacher at a District in Winter Wisconsin.

⁽⁴⁾Mr. Boneske was previously a band teacher at Potosi School District in Wisconsin.

⁽⁵⁾Ms. Wunnicke was previously employed at People’s State Bank in Prairie du Chien for ten years.

Source: The District

District Facilities

<u>Facility</u>	<u>Year of Construction</u>	<u>Year of Addition</u>
Boscobel Middle/High School	1954	--
Boscobel Elementary School	1984	--
Boscobel Elementary Rock School*	1898	--
Boscobel Annex School*	1945	--
Boscobel Bus Garage	1965	--

*The Boscobel Elementary Rock School building will be used for instruction until after the completion of the Project. The District may sell the building once the Project is completed. In addition, the District expects to sell the Annex School, currently used for administrative purposes, once the Project is completed. The Project is expected to be completed in August 2025.

Source: The District

School Enrollments

<u>Year</u>	<u>Total Pre-K through 12*</u>
2019-20	792
2020-21	770
2021-22	768
2022-23	736
2023-24	743
2024-25**	725
2025-26**	718
2026-27**	715
2027-28**	718
2028-29**	717

*Full-time equivalent ("FTE").

**Projected enrollments are based on using the revenue limit membership number and estimating future enrollment for 2023-24 based on January pupil count numbers with increase in summer school offering. Future years are projected based on a running average from the past five years. The District expects future enrollment to flatten as construction on the Project is completed.

Source: The District.

Employment Relations

<u>Department</u>	<u>Number of Employees*</u>
Teachers	72
Administration	5
Instructional Aides	28
Secretaries	5
Custodians	8
Food Service	7
Maintenance	1
Other-Bookkeepers	2
Technology	1
Drivers	12
TOTAL	<u>141</u>

*Headcount.

Source: The District.

The District currently has no organized labor groups. The District considers its relationship with its employees to be very good.

All eligible District personnel are covered by the Municipal Employment Relations Act ("MERA") of the Wisconsin Statutes. Pursuant to that law, employees have rights to organize and, after significant changes were made to the law in 2011, very limited rights to collectively bargain with municipal employers. MERA was amended by 2011 Wisconsin Act 10 (the "Act") and by 2011 Wisconsin Act 32.

As a result of the 2011 amendments to MERA, the District is prohibited from bargaining collectively with municipal employees with respect to any factor or condition of employment except total base wages. Even then, the District is limited to increasing total base wages beyond any increase in the consumer price index since 180 days before the expiration of the previous collective bargaining agreement (unless the District were to seek approval for a higher increase through a referendum). Ultimately, the District can unilaterally implement the wages for a collective bargaining unit.

Under the changes to MERA, impasse resolution procedures were removed from the law for municipal employees of the type employed by the District, including binding interest arbitration. Strikes by any municipal employee or labor organization are expressly prohibited. As a practical matter, it is anticipated that strikes will be rare. Furthermore, if strikes do occur, they may be enjoined by the courts. Additionally, because the only legal subject of bargaining is the base wage rates, all bargaining over items such as just cause, benefits, and terms of conditions of employment are prohibited and cannot be included in a collective bargaining agreement.

Due to the changes described above, the Board is free to unilaterally determine and promulgate policies, benefits and other terms and conditions of employment. Accordingly, the Board has approved an Employee Handbook, which sets forth policies, procedures and benefits for employees of the nature that were previously set forth in labor contracts. The Employee Handbook's terms are subject to change at the sole discretion of the District and are not subject to grievance or arbitration. However, individual employees are allowed to file a grievance if they are disciplined or terminated. However, under the changes to MERA, the Board, rather than an arbitrator, is the final decision-maker regarding any grievance, though the grievance must be heard by an impartial hearing officer before reaching the Board.

Pension Plan

All eligible 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. During the fiscal years ended June 30, 2021 ("Fiscal Year 2021"), June 30, 2022 ("Fiscal Year 2022") and June 30, 2023 ("Fiscal Year 2023") the District's portion of contributions to WRS (not including any employee contributions) totaled \$383,907, \$400,873 and \$414,712, respectively.

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

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

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2023, the District reported a liability of \$1,805,176 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2022 based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. The District's proportion was 0.03407469% of the aggregate WRS net pension liability as of December 31, 2022.

The calculation of the total pension liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. Such changes may have a significant impact on the calculation of the net pension liability of the WRS, which may also cause the ETF Board to change the contribution requirements for employers and employees.

For more detailed information regarding the WRS and such actuarial assumptions, see Note 6 in "Appendix A - Basic Financial Statements and Related Notes for the year ended June 30, 2023" attached hereto.

Other Post Employment Benefits

The District does not offer any other post employment benefits.

GENERAL INFORMATION

Location

The District is a pre-Kindergarten through twelfth grade school district located in southwest Wisconsin. The District includes a small portion in Richland County and Crawford and Grant Counties. The District serves the Town of Boscobel and portions of the Towns of Castle Rock, Clayton, Haney, Hickory Grove, Marietta, Marion, Mount Hope, Richwood, Scott, Watterstown, Woodman, the Village of Woodman and the City of Boscobel. The District encompasses approximately 176 square miles.

Education

The District offers a comprehensive educational program for students in the pre-Kindergarten through the twelfth grade through the use of one middle/high school, one elementary school, the elementary Rock school and one annex school. District enrollment for the 2023-24 school year totals 743 FTE students, the District has a 2022 estimated population of 5,782*, and the District currently has 141 employees.

*Source: U.S. Census Bureau.

Post-Secondary Education

Several local colleges provide excellent educational opportunities to District residents. Southwest Wisconsin Technical College located in Fennimore serves District residents. Western Technical College, with its main campus in La Crosse, has a regional campus in Viroqua which serves area residents.

Many other opportunities are within commuting distance, including University of Wisconsin-Platteville.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Population

	The District	Grant County	Crawford County	Richland County	City of Boscobel
Estimate, 2023	*	51,236	16,151	17,144	3,148
Estimate, 2022	5,782	51,171	16,129	17,282	3,130
Estimate, 2021	5,864	51,952	16,787	18,057	3,203
Census, 2020	5,850	51,938	16,113	17,304	3,286
Estimate, 2019	5,615	52,954	16,669	18,007	3,237

*Not available.

Source: Wisconsin Department of Administration, Demographic Services Center.

Per Return Adjusted Gross Income

	State of Wisconsin	Grant County	Crawford County	Richland County	City of Boscobel
2022	\$70,548	\$57,035	\$52,641	\$54,619	\$50,670
2021	66,369	54,132	47,393	51,921	45,932
2020	61,518	49,110	47,580	46,694	42,620
2019	61,003	47,500	43,704	44,657	42,241
2018	59,423	45,684	45,035	45,081	40,471

Source: Wisconsin Department of Revenue, Division of Research and Policy.

Unemployment Rate

	State of Wisconsin	Grant County	Crawford County	Richland County
December, 2023 ⁽¹⁾	2.7%	2.5%	4.3%	2.6%
December, 2022	2.2	2.1	3.6	2.2
Average, 2022	2.9% ⁽¹⁾	2.7%	3.8%	2.8%
Average, 2021 ⁽²⁾	3.8	3.1	4.5	3.6
Average, 2020 ⁽²⁾	6.4	5.3	7.4	5.2
Average, 2019	3.2	3.1	4.0	3.0
Average, 2018	3.0	2.8	3.7	2.6

⁽¹⁾Preliminary.

⁽²⁾Figures reflect employment impact as a result of COVID-19.

Source: Wisconsin Department of Workforce Development WisConomy.

Residential Building Permit-City of Boscobel

Year	Number of Permits	Valuation
2023 ⁽¹⁾	2	\$1,200,000
2022	1	255,000
2021	1	82,000
2020	3	520,000
2019	7	1,275,361
2018	4	745,000

⁽¹⁾As of December 2023.

Source: U.S. Census Bureau.

Largest Employers

Employer	Type of Business	Number of Employees
Truvariant	Packaging manufacturer	400
Wisconsin Secure Program Facility	Correctional facility	270
Gunderson Boscobel Hospital	Hospital	200-250
The District	Education	141
Bemis North America	Flexible packaging	100-150
Great Lakes Higher Education	Student loan guarantee & servicing	100+
Milk Specialties	Animal feeds	50-100
Piggly Wiggly	Grocery store	50
Town & Country Sanitation	Trash collection	45
City of Boscobel	Government	38

Source: Data Axle Genie (www.dataaxlegenie.com), the City of Boscobel and the District.

Largest Taxpayers

Taxpayer	Type of Business/Property	2023 Assessed Valuation	2023 Equalized Valuation
Curwood Wisconsin LLC ⁽¹⁾	Manufacturing	\$4,672,200	\$5,454,123
Back 9 LLP ⁽¹⁾	Manufacturing	3,689,100	4,306,500
Boscobel Properties ⁽¹⁾	Packaging plant	2,104,400	2,456,600
Beinborn Rentals LLC ⁽¹⁾	Duplex/home rentals	1,696,300	1,980,187
Sun Vista Boscobel ⁽¹⁾	Housing	1,608,000	1,877,109
Milk Specialties Co. ⁽²⁾	Science based nutritional milk products	1,363,500	1,773,800
Bluff View Hospitality ⁽¹⁾	Hotel	1,458,800	1,702,940
Country W Farms LLC ⁽¹⁾	Farm	1,435,400	1,675,624
Community First Bank ⁽¹⁾	Bank	1,292,300	1,508,575
Convenience Store Investment ⁽¹⁾	Retail	916,200	1,069,532
TOTAL		\$20,236,200	\$23,804,990

The above taxpayers represent 4.82% of the District's 2023 Equalized Value (TID IN) (\$493,561,030).

Source: ⁽¹⁾City of Boscobel provided some of the Assessed Valuation and Equalized Valuations were calculated using the Aggregate Ratio. Additional taxpayer information is from the Wisconsin Department of Revenue Manufacturing Assessment Rolls. ⁽²⁾Town of Boscobel information is from the Wisconsin Department of Revenue Manufacturing Assessment Rolls.

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 20 and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The County Board may authorize its County Treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. Since, in practice, all delinquent real estate taxes are withheld from the county's share of taxes, the District receives 100 percent of the real estate taxes it levies.

Set forth below are the taxes levied and the tax rate per \$1,000 equalized value on all taxable property within the District.

Levy Year	Collection Year	District Tax Rate	District Levy	Uncollected Taxes as of August 20 of Each Year	Percent of Levy Collected
2023	2024	\$8.64	\$4,173,571	-In Process of Collection-	
2022	2023	7.30	3,009,105	-0-	100.00%
2021	2022	8.29	3,081,747	-0 -	100.00
2020	2021	9.68	3,391,175	-0 -	100.00
2019	2020	10.44	3,302,827	-0 -	100.00

Source: Wisconsin Department of Public Instruction.

**2023-2024 Proportionate Amounts of Local Tax Revenue
Per Municipality Based on 2023 Equalized Valuation**

<u>Municipality</u>	<u>2023 Equalized Valuation (TID OUT)</u>	<u>Percent of Levy</u>	<u>Amount of Levy</u>
Town of Clayton ⁽¹⁾	\$220,190	0.045577%	\$1,902
Town of Haney ⁽¹⁾	3,376,514	0.698906	29,169
Town of Marietta ⁽¹⁾	54,354,587	11.250884	469,564
Town of Scott ⁽¹⁾	54,766,471	11.336140	473,122
Town of Boscobel ⁽²⁾	40,381,200	8.358525	348,849
Town of Castle Rock ⁽²⁾	104,272	0.021583	901
Town of Hickory Grove ⁽²⁾	29,165,841	6.037052	251,961
Town of Marion ⁽²⁾	47,265,935	9.783600	408,325
Town of Mount Hope ⁽²⁾	987,955	0.204497	8,535
Town of Watterstown ⁽²⁾	20,223,423	4.186057	174,708
Town of Woodman ⁽²⁾	24,162,187	5.001343	208,735
Village of Woodman ⁽²⁾	6,813,200	1.410268	58,859
City of Boscobel ⁽²⁾	197,399,200	40.859762	1,705,311
Town of Richwood ⁽³⁾	3,892,955	0.805805	33,631
TOTAL	\$483,113,930	100.000000%	\$4,173,571

⁽¹⁾ Crawford County.

⁽²⁾ Grant County.

⁽³⁾ Richland County.

Source: Wisconsin Department of Revenue.

EQUALIZED VALUATIONS

All equalized valuations of property in the State of Wisconsin are determined by the State of Wisconsin, Department of Revenue, Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Assessed valuations of residential and commercial property are determined by local assessors.

Set forth in the table below are equalized valuations of property located within the District for the years 2019 through 2023. The District's Equalized Valuation (TID IN) has increased by 54.15 percent since 2019 with an average annual increase of 11.43 percent.

<u>Year</u>	<u>Equalized Valuation (TID IN)</u>	<u>Equalized Valuation (TID OUT)</u>
2023	\$493,561,030	\$483,113,930
2022	419,048,305	412,468,105
2021	375,498,849	371,524,549
2020	354,084,490	350,156,790
2019	320,176,536	316,270,636

Source: Wisconsin Department of Revenue.

Tax Incremental Districts

The City of Boscobel has Tax Incremental Districts (“TIDs”) created under Wisconsin Statutes Section 66.1105. TID valuations totaling \$10,447,100 have been excluded from the District’s tax base for 2023.

<u>Municipality</u>	<u>TID No.</u>	<u>Base Year</u>	<u>Base Value</u>	<u>2023 Value</u>	<u>Increment</u>
City of Boscobel ⁽¹⁾	04	2005	\$5,090,300	\$9,435,200	\$4,344,900
City of Boscobel ⁽¹⁾	05	2020	11,816,900	17,919,100	6,102,200
TOTAL					\$10,447,100

⁽¹⁾Located in Grant County.

Source: Wisconsin Department of Revenue.

INDEBTEDNESS OF THE DISTRICT

Direct Indebtedness

Set forth below is the direct general obligation indebtedness of the District, including principal and interest payments due on existing debt as well as debt service on the Bonds. Interest on the Bonds has been estimated using an average rate of 5.44 percent. The bond years total 88,545.83 and the average life is 9.321 years.

	<u>Outstanding Bonds</u>		<u>The Bonds</u>		<u>Total Debt Service Requirements*</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal*</u>	<u>Interest*</u>	
2024	\$375,000	\$607,027			\$982,027
2025	0	519,056		\$754,634	1,273,690
2026	0	519,056	\$400,000	496,900	1,415,956
2027	0	519,056	580,000	474,850	1,573,906
2028	0	519,056	680,000	446,500	1,645,556
2029	0	519,056	750,000	410,575	1,679,631
2030	0	519,056	820,000	367,400	1,706,456
2031	0	519,056	890,000	320,375	1,729,431
2032	0	519,056	955,000	269,638	1,743,694
2033	0	519,056	1,025,000	215,188	1,759,244
2034	0	519,056	1,100,000	156,750	1,775,806
2035	580,000	504,556	600,000	110,000	1,794,556
2036	1,170,000	460,806	0	93,500	1,724,306
2037	1,225,000	400,931	0	93,500	1,719,431
2038	1,285,000	338,181	0	93,500	1,716,681
2039	1,345,000	279,156	0	93,500	1,717,656
2040	1,405,000	223,278	0	93,500	1,721,778
2041	1,470,000	163,981	0	93,500	1,727,481
2042	1,535,000	101,044	0	93,500	1,729,544
2043	1,610,000	34,213	0	93,500	1,737,713
2044	0	0	1,700,000	46,750	1,746,750
	<u>12,000,000</u>	<u>8,303,736</u>	<u>9,500,000</u>	<u>4,817,559</u>	<u>34,621,295</u>
Less 2024 Sinking Funds	<u>(375,000)</u>	<u>(607,027)</u>	<u>0</u>	<u>0</u>	<u>(982,027)</u>
TOTAL	<u>\$11,625,000</u>	<u>\$7,696,709</u>	<u>\$9,500,000</u>	<u>\$4,817,559</u>	<u>\$33,639,269</u>

*Preliminary, subject to change.

Other Financings

The District has established a \$1,000,000 line of credit with the Clare Bank of Platteville available for short-term cash flow borrowing. The District has not drawn on the line of credit in the last five years, and the District currently does not expect to draw on the line of credit in the near future.

Future Financing

Over the next twelve months, the District does not intend to issue any additional general obligation debt.

Default Record

The District has no record of default on any prior debt repayment obligations.

Overlapping and Underlying Indebtedness

Set forth below is information relating to the outstanding overlapping and underlying indebtedness of the District.

<u>Municipality</u>	<u>Amount of Debt (Net of 2024 Principal Amounts)</u>	<u>Percent Chargeable to District</u>	<u>Outstanding Debt Chargeable to District</u>
Southwest Wisconsin Technical College District	\$18,100,000	3.76%	\$680,560
Crawford County	1,055,000	6.25	65,938
Grant County	18,780,000	7.85	1,474,230
Richland County	26,220,000	0.22	57,684
Village of Woodman	0	100.00	0
City of Boscobel	896,030	100.00	896,030
Total Towns	<u>579,249</u>	Varies	<u>336,383</u>
TOTAL	<u>\$65,630,279</u>		<u>\$3,510,824</u>

NOTE: This summary may not reflect all of the District's outstanding overlapping and underlying indebtedness.

Source: Wisconsin Department of Revenue. Information provided by each municipal entity through publicly available disclosure documents available on EMMA.msrb.org and the Wisconsin Department of Public Instruction and direct inquiries.

Statistical Summary

The table below reflects direct, overlapping and underlying bonded indebtedness net of all 2024 principal payments.

Equalized Valuation (2023) as certified by Wisconsin Department of Revenue	\$493,561,030
Direct Bonded Indebtedness (including the Bonds)	\$21,125,000
Direct, Overlapping and Underlying Bonded Indebtedness (including the Bonds)	\$24,635,824
Direct Bonded Indebtedness as a Percentage of Equalized Valuation	4.28%
Direct, Overlapping and Underlying Bonded Indebtedness as a Percentage of Equalized Valuation	4.99%
Population of District (2022 Estimate)*	5,782
Direct Bonded Indebtedness Per Capita	\$3,653.58
Direct, Overlapping and Underlying Bonded Indebtedness Per Capita	\$4,260.78

*Source: U.S. Census Bureau.

Debt Limit

As described under the caption "CONSTITUTIONAL AND STATUTORY CONSIDERATIONS AND LIMITATIONS CONCERNING THE DISTRICT'S POWER TO INCUR INDEBTEDNESS--Debt Limit," the total indebtedness of the District may not exceed ten percent of the equalized value of property in the District. The table below reflects direct bonded indebtedness as of the date of the closing of the Bonds, and is a comparison of the outstanding indebtedness of the District as a percentage of the applicable debt limit.

Equalized Valuation (2023) as certified by Wisconsin Department of Revenue	\$493,561,030
Legal Debt Percentage Allowed	<u>10.00%</u>
Legal Debt Limit	\$49,356,103
Direct Bonded Indebtedness (including the Bonds)	<u>\$21,125,000</u>
Unused Margin of Indebtedness	\$28,231,103
Percent of Legal Debt Incurred	42.80%
Percentage of Legal Debt Available	57.20%

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 an annual meeting 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 last half of the fiscal year by the teachers and departmental administrators of each school to their respective principals, who thereafter review and revise such requests and submit them, with their recommendations, to the District Administrator. After review and adjustment by the administrative 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 the annual meeting is held.

**GENERAL FUND SUMMARY
FOR YEARS ENDED JUNE 30**

	2023-24 BUDGET ⁽¹⁾	2022-23 ACTUAL ⁽¹⁾	2021-22 ACTUAL ⁽¹⁾	2020-21 ACTUAL ⁽¹⁾	2019-20 ACTUAL(1)
Revenues					
Local	\$4,843,235	\$3,072,878	\$3,133,768	\$3,444,140	\$3,354,858
Interdistrict	447,628	440,204	435,093	355,369	376,349
Intermediate	1,500	22,807	17,906	8,194	5,162
State	7,927,232	8,288,372	8,239,421	8,094,645	8,144,432
Federal	1,070,601	1,984,185	1,582,526	877,465	512,547
Other	15,052	5,064	51,011	53,296	20,185
Total revenues	14,305,248	13,813,510	13,459,725	12,833,109	12,413,533
Expenditures					
Instruction	7,435,343	7,117,801	7,124,684	6,605,315	6,816,078
Support Service	4,045,232	4,476,831	4,249,060	3,603,866	3,415,385
Debt Service	0	0	0	0	0
Non-Program	2,824,673	1,246,159	1,029,926	1,043,172	842,923
Capital outlay	0	0	0	0	0
Total Expenditures	14,305,248	12,840,791	12,403,670	11,252,353	11,074,386
Excess of revenue over (under) expenditures	0	972,719	1,056,055	1,580,756	1,339,147
Other financing sources (uses)					
Operating transfer in (out)	0	(250,000)	(1,186,000)	(1,505,946)	(1,331,886)
Proceeds from capital lease	0	0	0	0	65,795
Proceeds from the sale of fixed assets	0	0	84,010	0	2,254
Net other financing sources (uses)	0	(250,000)	(1,101,990)	(1,505,946)	(1,263,837)
Revenues and other sources over (under) expenditures and other uses	0	722,719	(45,935)	74,810	75,310
Fund balances - Beginning of year	2,891,134	2,168,415	2,214,350	2,139,540	2,064,230
Fund balances - End of year	<u>\$2,891,134</u>	<u>\$2,891,134</u>	<u>\$2,168,415</u>	<u>\$2,214,350</u>	<u>\$2,139,540</u>

⁽¹⁾The figures reflect the District's adoption of Statement No. 54 of the Governmental Accounting Standards Board, which include what was previously separately identified as the special education fund within the general fund.

The amounts shown for the years ending June 30, 2020 through June 30, 2023 are excerpts from the audit reports that have been prepared by Johnson Block & Company, Inc., Certified Public Accountants, Mineral Point, Wisconsin (the "Auditor"). The amounts shown for the year ending June 30, 2024 are on a budgetary basis, and such amounts have been provided by the District. The comparative statement of revenues, expenditures and encumbrances should be read in conjunction with the other financial statements and notes thereto appearing at Appendix A to this Official Statement.

Financial Statements

A copy of the District's Basic Financial Statements and Related Notes for the fiscal year ended June 30, 2023, including the accompanying independent auditor's report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the District's financial position. Such financial statements have been audited by 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 Bonds, the District represents that 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.

UNDERWRITING

The Bonds have been purchased at a public sale by a group of Underwriters for whom _____ is acting as Managing Underwriter (the "Underwriter"). The Underwriter intends to offer the Bonds to the public initially at the prices which produce the yields set forth on the inside cover page of this Official Statement plus accrued interest from March 4, 2024, which prices may subsequently change without any requirement of prior notice. The Underwriter reserves the right to join with dealers and other underwriters in offering the Bonds to the public. The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into investment trusts) at prices lower than the public offering prices. In connection with this offering, the Underwriter may over allocate or effect transactions which stabilize or maintain the market price of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

RATING

This issue has been assigned a "A2" rating by Moody's Investors Service, Inc. Such rating reflects only the views of such organization and explanations of the significance of such rating may be obtained from the rating agency furnishing the same. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that such rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by such rating agency, if in the judgment of such rating agency circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Bonds, and the rating assigned by the rating agency should be evaluated independently. Except as may be required by the Undertaking described under the heading "CONTINUING DISCLOSURE" neither the District nor the Underwriter undertakes responsibility to bring to the attention of the owners of the Bonds any proposed change in or withdrawal of such rating or to oppose any such revision or withdrawal.

FINANCIAL ADVISOR

Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin, has been retained as financial advisor (the "Financial Advisor" or "Baird") in connection with the issuance of the Bonds. In preparing this Official Statement, the Financial 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 Financial Advisor's knowledge, the information contained in this Official Statement is true and accurate. However, the Financial Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

The Financial Advisor's duties, responsibilities, and fees in connection with this issuance arise solely from the services for which it is engaged to perform as financial advisor on the Bonds. Baird's compensation for serving as financial advisor on the Bonds is conditional on the successful closing of the Bonds.

REVENUE LIMITS ON WISCONSIN SCHOOL DISTRICTS

The Wisconsin Statutes impose revenue limits on Wisconsin school districts, including the District. The Wisconsin Statutes generally have allowed for some annual per pupil increases without voter approval in certain, but not all years. For example, the Wisconsin Statutes provided for increases of average revenue per pupil by \$175 per pupil in the 2019-20 school year and \$179 per pupil in the 2020-21 school year without the need for voter approval; however, for the 2015-16 through 2018-19 school years and the 2021-22 and 2022-23 school years, school districts were prohibited from increasing their revenue limit without voter approval. The current Wisconsin Statutes provide for an increase of average revenue per pupil by \$325 per pupil for the 2023-24 and 2024-25 school years without the need for voter approval, which amount is continued under the current Wisconsin Statutes until the year 2425. These provisions of the Wisconsin Statutes may change in the future.

The revenue limit is increased by funds needed for payment of debt service on general obligation debt authorized before the effective date of the revenue limit statutes (August 12, 1993) (the "Effective Date") and debt service on obligations issued to refund such debt. Debt authorized after the Effective Date is exempt from the revenue limits

if approved at a referendum, as is debt service on obligations issued to refund such debt.

The Bonds were approved at referendum. Accordingly, the payment of debt service on the Bonds is not subject to the revenue limits.

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 Bonds under existing law substantially in the following form:

"The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds 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 Bonds 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) for taxable years beginning after December 31, 2022. The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds 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 Bonds to be included in gross income retroactively to the date of issuance of the Bonds. 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 Bonds."

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

Prospective purchasers of the Bonds should be aware that ownership of the Bonds 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 Bonds 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 Bonds. 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 Bonds may be enacted. Prospective purchasers of the Bonds 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

To the extent that the initial public offering price of certain of the Bonds is less than the principal amount payable at maturity, such Bonds ("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 Bonds is more than the principal amount payable at maturity, such Bonds ("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.

NOT QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds shall NOT be "qualified tax-exempt obligations" for purposes of Section 265 of the Code relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

CONTINUING DISCLOSURE

In order to assist the Underwriter in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission (the "SEC"), pursuant to the Securities Exchange Act of 1934 (the "Rule"), the District shall covenant pursuant to the Award Resolution adopted by the Board to enter into an undertaking (the "Undertaking") for the benefit of holders including beneficial holders of the Bonds 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 Undertaking provides that the annual report will be filed not later than 270 days after the end of each fiscal year. The District's fiscal year ends June 30th.** 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 Bonds are delivered. Such Certificate will be in substantially the form attached hereto as Appendix B. A failure by the District to comply with the Undertaking will not constitute an event of default on the Bonds (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 Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

The District is required to 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.

The District failed to timely file notice of the incurrence of a financial obligation incurred in December 2023. Except to the extent the preceding is deemed to be material, in the previous five years, the District has not failed to comply in all material respects with any previous undertakings under the Rule. The District has reviewed its continuing disclosure responsibilities to help ensure compliance in the future.

BOOK-ENTRY-ONLY SYSTEM

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the Bonds. The Bonds 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 Bond certificate will be issued for each maturity of the Bonds, 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. 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"). DTC has an S&P Global rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("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 Bonds 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 Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds 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 Bonds 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 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds 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 the Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds 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 Bonds 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 Bonds 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 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds 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 detail information from the District or the Agent, 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 Agent, 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 Agent, 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 Bonds at any time by giving reasonable notice to the District or the Agent. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond 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 sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof.

LITIGATION

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

LEGAL MATTERS

Legal matters incident to the authorization and issuance of the Bonds are subject to the unqualified approving legal opinion of Quarles & Brady LLP, Bond Counsel. Such opinion will be issued on the basis of the law existing at the time of the issuance of the Bonds. A copy of such opinion will be available at the time of the delivery of the Bonds.

Quarles & Brady LLP has also been retained by the District to serve as Disclosure Counsel to the District with respect to the Bonds. Although, as Disclosure Counsel to the District, Quarles & Brady LLP has assisted the District with certain disclosure matters, Quarles & Brady LLP has not undertaken to independently verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds 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 LLP makes no representation as to the suitability of the Bonds for any investor.

Quarles & Brady LLP from time to time serves as counsel to the Financial Advisor with respect to issuers other than the District and transactions other than the issuance of the Bonds.

MUNICIPAL BANKRUPTCY

Municipalities (including school districts such as the District) 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 Bonds 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 Bonds could be modified in bankruptcy proceedings. Such modifications could be adverse to holders of the Bonds, and there could ultimately be no assurance that holders of the Bonds would be paid in full or in part on the Bonds. Further, under such circumstances, there could be no assurance that the Bonds would not be treated as general, unsecured debt by a bankruptcy court, meaning that claims of holders of the Bonds 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 Bonds.

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 Bonds would not occur.

MISCELLANEOUS

Any statement made in this Official Statement involving matters of opinion or of 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 the estimates will be realized.

The execution and delivery of this Official Statement by the District Clerk has been duly authorized by the District.

In accordance with the Rule, the Preliminary Official Statement is deemed final except for the omission of certain information described in the Rule.

AUTHORIZATION

This Official Statement has been approved for distribution to prospective purchasers and the Underwriter of the Bonds. The District, acting through its President and Clerk, will provide to the Underwriter of the Bonds at the time of delivery of the Bonds, a certificate confirming that, to the best of its knowledge and belief, the Official Statement with respect to the Bonds, together with any supplements thereto, at the time of the adoption of the Award Resolution and at the time of delivery of the Bonds, 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.

SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS

By: /s/ _____
District Clerk

APPENDIX A

BASIC FINANCIAL STATEMENTS AND RELATED NOTES

For Year Ended June 30, 2023

SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS,

GRANT, CRAWFORD AND RICHLAND COUNTIES, WISCONSIN

**Johnson Block & Company, Inc.
Certified Public Accountants
Mineral Point, Wisconsin**

A copy of the District's Basic Financial Statements and Related Notes for the fiscal year ended June 30, 2023, including the accompanying independent auditor's report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the District's financial position. Such financial statements have been audited by 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 Bonds, the District represents that 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.



BOSCOBEL AREA SCHOOL DISTRICT
FINANCIAL STATEMENTS
INCLUDING INDEPENDENT AUDITOR'S REPORT
AS OF AND FOR THE YEAR ENDED
JUNE 30, 2023

Johnson Block & Company, Inc.
Certified Public Accountants
2500 Business Park Road
Mineral Point, WI 53565
(608) 987-2206

Boscobel Area School District
June 30, 2023
Table of Contents

Independent Auditor’s Report 1

Basic Financial Statements:

District-Wide Financial Statements:

Exhibit

A-1 Statement of Net Position 4

A-2 Statement of Activities 6

Fund Financial Statements:

A-3 Balance Sheet – Governmental Funds 7

A-4 Reconciliation of the Governmental Funds Balance Sheet with the
Statement of Net Position 8

A-5 Statement of Revenues, Expenditures and Changes in Fund Balances –
Governmental Funds 9

A-6 Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities 10

A-7 Statement of Net Position – Proprietary Fund 11

A-8 Statement of Revenues, Expenses and Changes in Net Position – Proprietary Fund 12

A-9 Statement of Cash Flows – Proprietary Fund 13

Notes to the Basic Financial Statements 14

Required Supplementary Information:

B-1 Budgetary Comparison Schedule for the General Fund 38

B-2 Budgetary Comparison Schedule for the Special Education Fund 39

B-3 Wisconsin Retirement System Schedules 40

Notes to the Required Supplementary Information 41

Supplementary Information:

C-1 Combining Balance Sheet – Nonmajor Governmental Funds 46

C-2 Combining Statement of Revenues, Expenditures and Changes in Fund
Balances – Nonmajor Governmental Funds 47



INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Boscobel Area School District
Boscobel, Wisconsin

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Boscobel Area School District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Boscobel Area School District as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules and the Wisconsin Retirement System schedules 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financials statements that collectively comprise of the District's basic financial statements. The combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

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

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
December 8, 2023

BASIC FINANCIAL STATEMENTS

Exhibit A-1
Boscobel Area School District
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 1,616,409	\$ 43,083	\$ 1,659,492
Restricted cash and investments	3,545,941		3,545,941
Receivables:			
Taxes	859,292		859,292
Accounts	1,346	12,114	13,460
Other governments	1,279,581	37,526	1,317,107
Inventory		3,530	3,530
Total current assets	<u>7,302,569</u>	<u>96,253</u>	<u>7,398,822</u>
Noncurrent assets:			
Capital assets:			
Property and equipment	15,927,976	208,879	16,136,855
Less: accumulated depreciation	(8,703,495)	(82,283)	(8,785,778)
Right to use leased assets			
Net accumulated amortization of \$43,863	21,932		21,932
Net book value of capital assets	<u>7,246,413</u>	<u>126,596</u>	<u>7,373,009</u>
Total noncurrent assets	<u>7,246,413</u>	<u>126,596</u>	<u>7,373,009</u>
Total assets	<u>14,548,982</u>	<u>222,849</u>	<u>14,771,831</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension outflows	<u>6,425,947</u>	<u>145,495</u>	<u>6,571,442</u>
Total assets and deferred outflows of resources	<u>\$ 20,974,929</u>	<u>\$ 368,344</u>	<u>\$ 21,343,273</u>

Exhibit A-1 (Continued)
 Boscobel Area School District
 Statement of Net Position
 June 30, 2023

	Governmental Activities	Business-Type Activities	Total
Accounts payable	\$ 56,942	\$	\$ 56,942
Payroll taxes and withholdings	248,242		248,242
Deposits payable	240,000	12,399	252,399
Current portion of long-term obligations	43,994		43,994
Total current liabilities	<u>589,178</u>	<u>12,399</u>	<u>601,577</u>
Noncurrent liabilities:			
Lease liability	25,509		25,509
Net pension liability	1,765,209	39,967	1,805,176
Compensated absences	173,197	1,072	174,269
Less: current portion of long-term obligations	(43,994)		(43,994)
Total noncurrent liabilities	<u>1,919,921</u>	<u>41,039</u>	<u>1,960,960</u>
Total liabilities	<u>2,509,099</u>	<u>53,438</u>	<u>2,562,537</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred pension inflows	<u>3,697,441</u>	<u>83,717</u>	<u>3,781,158</u>
NET POSITION			
Net investment in capital assets	7,220,904	126,596	7,347,500
Restricted for:			
Special revenue	310,064		310,064
Community service	246		246
Capital improvement	3,555,941		3,555,941
Food service		104,593	104,593
Unrestricted	<u>3,681,234</u>		<u>3,681,234</u>
Total net position	<u>14,768,389</u>	<u>231,189</u>	<u>14,999,578</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 20,974,929</u>	<u>\$ 368,344</u>	<u>\$ 21,343,273</u>

Exhibit A-2
Boscobel Area School District
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities	Business-Type Activities	Total
Governmental activities:						
Instruction:						
Regular instruction	\$ 4,706,456	\$ 439,952	\$ 1,439,899	\$ (2,826,605)	\$	\$ (2,826,605)
Vocational instruction	438,422		113,733	(324,689)		(324,689)
Special instruction	1,862,488		792,393	(1,070,095)		(1,070,095)
Other instruction	551,581	40,897	94,459	(416,225)		(416,225)
Total instruction	<u>7,558,947</u>	<u>480,849</u>	<u>2,440,484</u>	<u>(4,637,614)</u>		<u>(4,637,614)</u>
Support services:						
Pupil services	486,162		110,018	(376,144)		(376,144)
Instructional staff services	757,664		358,210	(399,454)		(399,454)
General administration services	428,362			(428,362)		(428,362)
Building administration services	603,307			(603,307)		(603,307)
Business administration services	2,284,079	515	239,806	(2,043,758)		(2,043,758)
Central services	15,196		1,378	(13,818)		(13,818)
Insurance	118,469			(118,469)		(118,469)
Interest and fiscal charges	2,149			(2,149)		(2,149)
Community services	5,000			(5,000)		(5,000)
Other support services	279,516		70,824	(208,692)		(208,692)
Total support services	<u>4,979,904</u>	<u>515</u>	<u>780,236</u>	<u>(4,199,153)</u>		<u>(4,199,153)</u>
Non-program transactions:						
Purchased instruction	1,222,379		70,174	(1,152,205)		(1,152,205)
Post-secondary scholarships	549			(549)		(549)
Other non-program transactions	23,780			(23,780)		(23,780)
Total other non-program transactions	<u>1,246,708</u>		<u>70,174</u>	<u>(1,176,534)</u>		<u>(1,176,534)</u>
Total governmental activities	<u>13,785,559</u>	<u>481,364</u>	<u>3,290,894</u>	<u>(10,013,301)</u>		<u>(10,013,301)</u>
Business-type activities:						
Food service	507,788	112,369	363,554		(31,865)	(31,865)
Total primary government	<u>\$ 14,293,347</u>	<u>\$ 593,733</u>	<u>\$ 3,654,448</u>			<u>(10,045,166)</u>
General revenues:						
Property taxes:						
General purposes				3,004,105		3,004,105
Community services				5,000		5,000
Other taxes				2,241		2,241
Federal and State aid not restricted for specific purposes:						
General				7,088,835		7,088,835
Other				18,842		18,842
Interest and investment earnings				83,541		83,541
Gain on disposal of assets				9,816		9,816
Miscellaneous				10,437		10,437
Total general revenues				<u>10,222,817</u>		<u>10,222,817</u>
Changes in net position				209,516	(31,865)	177,651
Net position - beginning				14,558,873	263,054	14,821,927
Net position - ending	<u>\$ 14,768,389</u>			<u>\$ 14,768,389</u>	<u>\$ 231,189</u>	<u>\$ 14,999,578</u>

Exhibit A-3
 Boscobel Area School District
 Balance Sheet
 Governmental Funds
 June 30, 2023

	General Fund	Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 1,306,099	\$	\$ 310,310	\$ 1,616,409
Restricted cash and investments		3,545,941		3,545,941
Receivables:				
Taxes	859,292			859,292
Accounts	1,346			1,346
Other funds		250,000		250,000
Other governments	1,279,581			1,279,581
Total assets	<u>\$ 3,446,318</u>	<u>\$ 3,795,941</u>	<u>\$ 310,310</u>	<u>\$ 7,552,569</u>
LIABILITIES				
Accounts payable	\$ 56,942	\$	\$	\$ 56,942
Payroll taxes and withholdings	248,242			248,242
Deposits payable		240,000		240,000
Due to other funds	250,000			250,000
Total liabilities	<u>555,184</u>	<u>240,000</u>		<u>795,184</u>
FUND BALANCES				
Restricted		3,555,941	310,310	3,866,251
Unassigned	2,891,134			2,891,134
Total fund balances	<u>2,891,134</u>	<u>3,555,941</u>	<u>310,310</u>	<u>6,757,385</u>
Total liabilities and fund balances	<u>\$ 3,446,318</u>	<u>\$ 3,795,941</u>	<u>\$ 310,310</u>	<u>\$ 7,552,569</u>

Exhibit A-4
 Boscobel Area School District
 Reconciliation of the Governmental Funds Balance Sheet
 with the Statement of Net Position
 June 30, 2023

Total fund balances - governmental funds: \$ 6,757,385

Amounts reported for governmental activities in the statement of net position
 are different because:

Capital assets and right to use leased assets used in governmental activities
 are not financial resources and therefore are not reported as assets in
 governmental funds:

Governmental capital assets	15,927,976	
Governmental accumulated depreciation	(8,703,495)	
Right to use leased assets, net of accumulated amortization	<u>21,932</u>	7,246,413

Pension deferred outflows of resources and deferred inflows of resources
 are actuarially determined by the defined benefit pension plan. These
 items are reflected in the statement of net position and are being
 amortized with pension expense in the statement of activities. The
 deferred outflows of resources and deferred inflows of resources are
 not financial resources and therefore, not reported in the fund statements.

Deferred outflows of resources		6,425,947
Deferred inflows of resources		(3,697,441)

Long-term liabilities are not due in the current period and therefore are
 not reported in the fund statements. Long-term liabilities reported in
 the statement of net position that are not reported in the funds
 balance sheet are:

Lease liability	25,509	
Net pension liability	1,765,209	
Compensated absences	<u>173,197</u>	<u>(1,963,915)</u>

Total net position - governmental activities \$ 14,768,389

Exhibit A-5
 Boscobel Area School District
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Year Ended June 30, 2023

	General Fund	Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ 3,006,346		\$ 5,000	\$ 3,011,346
Other local sources	66,532	63,692	103,057	233,281
Interdistrict sources	440,204			440,204
Intermediate sources	22,807			22,807
State sources	8,288,372			8,288,372
Federal sources	1,984,185			1,984,185
Other sources	5,064			5,064
Total revenues	13,813,510	63,692	108,057	13,985,259
EXPENDITURES				
Instruction:				
Regular instruction	4,482,034		2,391	4,484,425
Vocational instruction	411,773			411,773
Special instruction	1,777,866			1,777,866
Other instruction	446,128		82,215	528,343
Total instruction	7,117,801		84,606	7,202,407
Support services:				
Pupil services	465,403			465,403
Instructional staff services	714,313			714,313
General administration services	415,211			415,211
Building administration services	561,720			561,720
Business administration services	1,898,041	2,091,648	1,044	3,990,733
Central services	15,196			15,196
Insurance	118,468			118,468
Principal and interest	15,468			15,468
Community services			5,000	5,000
Other support services	273,011			273,011
Total support services	4,476,831	2,091,648	6,044	6,574,523
Non-program transactions:				
Purchased instructional services	1,222,379			1,222,379
Post-secondary scholarships			549	549
Other non-program transactions	23,780			23,780
Total non-program transactions	1,246,159		549	1,246,708
Total expenditures	12,840,791	2,091,648	91,199	15,023,638
Excess (deficiency) of revenues over expenditures	972,719	(2,027,956)	16,858	(1,038,379)
OTHER FINANCING SOURCES (USES)				
Transfers from (to) other funds	(250,000)	250,000		
Total other financing sources (uses)	(250,000)	250,000		
Net change in fund balances	722,719	(1,777,956)	16,858	(1,038,379)
Fund balance - beginning	2,168,415	5,333,897	293,452	7,795,764
Fund balance - ending	\$ 2,891,134	\$ 3,555,941	\$ 310,310	\$ 6,757,385

Exhibit A-6
 Boscobel Area School District
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2023

Net change in fund balances-total governmental funds \$ (1,038,379)

Amounts reported for governmental activities in the statement of activities are different because:

The acquisition of capital assets and right-to-use leased assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation and amortization expenses in the statement of activities.

Capital/lease outlay reported in governmental fund statements	2,337,697	
Depreciation expenses reported in the statement of activities	(571,614)	
Amortization expenses reported in the statement of activities	<u>(13,159)</u>	
Amount by which capital outlays are greater (less) than depreciation/amortization in the current period		1,752,924

The net effect of various miscellaneous transactions involving capital assets (e.g. sales trade-ins, donations, and disposals) is to increase/decrease net position: (33,773)

Vested employee benefits are reported in the governmental funds when amounts are paid.

The statement of activities reports the value of benefits earned during the year.

Change in compensated absences	5,120
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Long-term proceeds, including capital leases, provide current financial resources to government funds but issuing long-term debt increases long-term liabilities in the statement of net position. Repayment of principal on long-term debt is reported in governmental funds as an expenditure but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities.

Principal payments on lease liabilities	13,319
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Pension expense reported in the governmental funds represents current year required contributions into the defined benefit pension plan. Pension expense in the statement of activities is actuarially determined by the defined benefit pension plan as the difference between the net pension liability from the prior year to the current year, with some adjustments.

Difference between the required contributions into the defined benefit plan and the actuarially determined change in net pension liability between years, with adjustments	<u>(489,695)</u>
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Change in net position - governmental activities	<u><u>\$ 209,516</u></u>
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Exhibit A-7
 Boscobel Area School District
 Statement of Net Position
 Proprietary Fund
 June 30, 2023

	Food Service
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 43,083
Accounts receivable	12,114
Due from other government	37,526
Inventory	3,530
Total current assets	96,253
Noncurrent assets:	
Capital assets:	
Property and equipment	208,879
Accumulated depreciation	(82,283)
Net book value of capital assets	126,596
Total noncurrent assets	126,596
Total assets	222,849
DEFERRED OUTFLOWS OF RESOURCES	
Deferred pension outflows	145,495
Total assets and deferred outflows of resources	\$ 368,344
LIABILITIES	
Current liabilities:	
Customer deposits	\$ 12,399
Noncurrent liabilities:	
Net pension liability	39,967
Compensated absences	1,072
Total noncurrent assets	41,039
Total liabilities	53,438
DEFERRED INFLOWS OF RESOURCES	
Deferred pension inflows	83,717
NET POSITION	
Net investment in capital assets	126,596
Restricted	104,593
Total net position	231,189
Total liabilities, deferred inflows of resources, and net position	\$ 368,344

Exhibit A-8
 Boscobel Area School District
 Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Fund
 For the Year Ended June 30, 2023

	<u>Food Service</u>
OPERATING REVENUES	
Food sales	\$ 112,369
State sources	13,574
Federal sources	<u>349,980</u>
Total operating revenues	<u>475,923</u>
OPERATING EXPENSES	
Salaries and wages	147,919
Employee benefits	64,590
Purchased services	12,638
Supplies, food and materials	257,684
Depreciation	23,848
Other operating costs	<u>1,109</u>
Total operating expenses	<u>507,788</u>
Operating income	<u>(31,865)</u>
Change in net position	(31,865)
Net position - beginning of year	<u>263,054</u>
Net position - end of year	<u><u>\$ 231,189</u></u>

Exhibit A-9
 Boscobel Area School District
 Statement of Cash Flows
 Proprietary Fund
 For the Year Ended June 30, 2023

	<u>Food Service</u>
CASH FLOWS FROM (USED BY) OPERATING ACTIVITIES	
Received from user charges	\$ 113,045
Received from other government payments	293,396
Payments to employees for services	(200,811)
Payments to suppliers for goods and services	(233,488)
Payments for other operating expenses	<u>(1,109)</u>
Net cash flows from (used by) operating activities	<u>(28,967)</u>
CASH FLOWS FROM (USED BY) CAPITAL AND RELATING FINANCING ACTIVITIES	
Payments for capital acquisitions	<u>(135,189)</u>
Net change in cash and cash equivalents	(164,156)
Cash and cash equivalents - beginning of year	<u>207,239</u>
Cash and cash equivalents - end of year	<u><u>\$ 43,083</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income (loss)	\$ (31,865)
Noncash items in change in net position:	
Depreciation expense	23,848
Employer pension	11,938
Changes in assets and liabilities:	
Accounts receivable	127
Due from other government	(33,013)
Accounts payable	(311)
Accrued payroll	(52)
Customer deposits	549
Compensated absences	<u>(188)</u>
Net cash flows from (used by) operating activities	<u><u>\$ (28,967)</u></u>
NONCASH NONCAPITAL FINANCING ACTIVITIES	
During the year the District received commodities from the U.S. Department of Agriculture	<u><u>\$ 37,145</u></u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

Boscobel Area School District
Index to Notes to the Basic Financial Statements
June 30, 2023

Note 1	Summary of Significant Accounting Policies	14
A.	Reporting Entity	14
B.	Basis of Presentation	14
C.	Measurement Focus and Basis of Accounting	16
D.	Assets and Liabilities	17
E.	Budgets.....	20
F.	Claims and Judgments.....	20
G.	Estimates	20
H.	Interfund Transactions	21
I.	Equity Classifications.....	21
J.	Risk Management.....	23
K.	Pensions	23
L.	Deferred Outflows and Inflows of Resources	23
M.	Change in Accounting Principle	23
Note 2	Explanation of Certain Differences Between Governmental Fund Statements and District-Wide Statements	24
Note 3	Cash and Cash Equivalents/Investments.....	24
Note 4	Capital Assets.....	29
Note 5	Long-Term Obligations.....	30
A.	Long-Term Liabilities	30
B.	Lease Liability.....	31
Note 6	Defined Benefit Pension Plan	31
Note 7	Limitation of School District Revenues	36
Note 8	Governmental Fund Balances	36
Note 9	Interfund Balances and Transfers.....	37
Note 10	Effect of New Accounting Standards on Current Period Financial Statements.....	37
Note 11	Commitments/Subsequent Events.....	37

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Boscobel Area School District ("District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the District are described below:

A. Reporting Entity

The Boscobel Area School District is organized as a common school district governed by an elected seven-member school board. The District operates early childhood through grade 12 and is comprised of all or parts of fourteen taxing districts.

The accompanying financial statements present the activities of the District. The District is not a component unit of another reporting entity nor does it have any component units.

The financial reporting entity consists of (a) organizations for which the stand-alone government is financially accountable and (b) the stand-alone government that is controlled by a separately elected governing body that is legally separate and is fiscally independent. All of the accounts of the district comprise the stand-alone government.

B. Basis of Presentation

District-Wide Statements

The statement of net position and the statement of activities present financial information about the District's governmental activities. These statements include the financial activities of the overall government in its entirety, except for fiduciary funds, which are presented in the fund financial statements by type. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the district's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients for goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

As a general rule, the effect of interfund activity has been eliminated from the district-wide financial statements.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds each of which are considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Funds are organized as major funds or nonmajor funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenditures of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.
- c. In addition, any other governmental or enterprise fund that the District believes is particularly important to financial statement users may be reported as a major fund.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal value. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Governmental Funds

Governmental funds are identified as either general, special revenue, debt service, capital projects, or permanent funds based upon the following guidelines:

General Fund – The general fund is the general operating fund of the District and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes.

Capital Projects Funds – Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary fund and trust funds).

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Major Funds

The District reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in another fund.

Capital Improvement Fund – accounts for money deposited into a separate long-term capital improvement account. Expenditures may only be used for purposes identified in the District’s long-term capital improvement plan.

The District reports the following major enterprise fund:

Food Service Fund – This fund accounts for the activities of the District’s food service, generally the school breakfast and lunch programs.

Nonmajor Funds

The District reports the following nonmajor funds:

Special Revenue Funds:

Special Revenue Fund – accounts for funds that can be used for District operations. The source of such funds is gifts and donations from private parties.

Community Service Fund – accounts for activities associated with providing recreational and enrichment programs to the community.

C. Measurement Focus and Basis of Accounting

The District-wide and proprietary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

The aggregate District tax levy is apportioned and certified in November of the current fiscal year for collection to comprising municipalities based on the immediate past October 1st full or “equalized” taxable property values. As permitted by a collecting municipality’s ordinance, taxes may be paid in full or two or more installments with the first installment payable the subsequent January 31st, and the final payment no later than the following July 31st. On or before January 15th, and by the 20th of each subsequent month thereafter, the District is paid by the collecting municipalities its proportionate share of tax collections received through the last day of the preceding month. On or before August 20th, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which the taxes are levied. All property taxes are considered due on January 1st, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30th and are available to pay current liabilities.

State general and categorical aids and other entitlements are recognized as revenue in the period the District is entitled to the resources and the amounts are available. Expenditure-driven programs currently reimbursable are recognized as revenue when the qualifying expenditures have been incurred and the amounts are available. Amounts owed to the District which are not available are recorded as receivables and deferred inflows of resources. Amounts received prior to the entitlement period are also recorded as deferred inflows of resources.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, expenditure-driven grant programs, public charges for services, and investment income.

Charges for services provided by other educational agencies and private parties are recognized as revenue when services are provided. Charges for special educational services are not reduced by anticipated state special education aid entitlements.

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

D. Assets and Liabilities

Cash and Investments

The District has pooled the cash resources of its funds in order to maximize investment opportunities. Each fund’s portion of total cash and investments is reported as cash and cash equivalents/investments by the District’s individual major funds, and in the aggregate for nonmajor funds.

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

All deposits of the District are made in board designated official depositories and are secured as required by State Statute. The District may designate, as an official depository, any bank or savings association. Also, the District may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

Investments with remaining maturities at the time of purchase of one year or less are stated at amortized cost which approximates fair value. Investments with a maturity of more than one year at acquisition and non-money market investments are carried at fair value as determined by quoted market prices.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets and Liabilities (Continued)

Accounts Receivable

All accounts receivable are shown at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since such allowance would not be material.

Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventory in the general fund and governmental activities consist of expendable supplies held for consumption. Such items, which are not material, are recorded as expenditures when purchased and, accordingly, are not reflected.

Inventories of proprietary fund types are valued at cost based on weighted average and are charged to expenses or are capitalized when used.

Internal Receivables and Payable

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term internal loans are reported as “due to and from other funds.” Internal receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position.

Capital Assets

District-Wide Statements

In the district-wide financial statements, capital assets are reported at actual cost or estimated historical costs. Donated assets are reported at acquisition value.

Capital assets are defined by the District as assets with an initial cost of \$5,000 or more and an estimated life of greater than one year. All capital assets, or groups of assets, that meet the District’s capitalization threshold of \$5,000 are capitalized and updated for additions. Assets that are disposed of are taken off on an annual basis. All improvements to capital assets are capitalized while the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s useful are expensed.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Land improvements	20 years
Machinery and equipment	5-20 years
Buildings and improvements	20-75 years
Vehicles	10 years

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets and Liabilities (Continued)

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same way as in the District-wide statements.

Right to Use Leased Assets

The District has recorded a right to use leased assets. The right to use leased assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary changes necessary to place the lease into service. The right to use leased assets are amortized on a straight-line basis over the life of the related lease.

Long-Term Obligations

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the district-wide or fund financial statements.

All long-term obligations to be repaid from governmental resources are reported as liabilities in the district-wide statements. The long-term debt consists primarily of notes payable, lease liabilities, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the district-wide statements.

Vested Employee Benefits

Sick Leave

The District's policies generally allow accumulated employee sick leave to vest. Accumulated benefits are recorded as expenditure in the year used. District employees accrue sick leave as follows:

- 12 month employees earn 12 days of sick leave per year.
- 230 day employees earn 10.5 days of sick leave per year.
- 210 day employees earn 10 days of sick leave per year.
- 9 month employees earn 10 days of sick leave per year.

Support staff who have 5 years of service with the District will be reimbursed for accumulated sick days up to 100 days based on their position. Supervisors receive a reimbursement of \$22 per day, business office and administrative assistant personnel a rate of \$15 per day, and all other support staff personnel receive payment based on a rate of \$12 per day upon leaving employment. Upon termination, professional staff with at least 5 years of service to the District shall be reimbursed for up to 150 days of unused sick days at the rate of \$45 per day.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets and Liabilities (Continued)

Vacation

Support staff shall accrue vacation time based on years of service to the District. Vacation can be used in the year in which it is earned and employees have until August 15 following the year it was earned to use the vacation. Vacation time not used cannot be accumulated. When an employee leaves employment with the District, the employee will be paid for any unused vacation plus any vacation earned prior to leaving.

The vested employee benefits liabilities are reported on the district-wide and proprietary fund financial statements. In the governmental fund financial statements, none of the liabilities are reported as it is not expected to be paid using expendable available resources.

Compensated absences are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

E. Budgets

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1.C.

The budgeted amounts presented include amendments adopted during the year. Transfers between functions and changes to the overall budget must be approved by a two-thirds board action. Appropriations lapse at year end unless specifically carried over. There were no carryovers to the following year. Budgets were adopted at the two-digit sub-function level in the general fund and at the one-digit function level for all other funds.

F. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental fund types. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the district-wide and proprietary fund statements as expenses when the related liabilities are incurred. There were no significant claims or judgements at year-end.

G. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Interfund Transactions

Charges for services between funds are reported as revenues in the seller funds and as expenditure/expense in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. These transfers are eliminated from the statement of activities. On the fund financial statements, short-term interfund loans are classified as due to/from other funds. These amounts are eliminated in the statement of net position.

I. Equity Classifications

District-wide Statements and Proprietary Fund Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Equity Classifications (Continued)

Governmental Fund Statements

Governmental fund equity is classified as fund balance. The District classifies governmental fund balances as follows:

- Nonspendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Intent can be expressed by the Board or by an individual or subordinate high-level body to which the Board has delegated authority. Assigned fund balance includes all remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- Unassigned – includes residual positive fund balance within the general fund which has not been classified within the above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

The Board may, from time to time, commit additional amounts of fund balance to a specific purpose. Such action shall be taken in open meeting and require the approval of a majority of the Board. Commitments of fund balance, once made, can be modified only by majority vote of the Board.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the District to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it shall be the policy of the District that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

The School Board recognizes the need to maintain an operating fund balance to:

1. Provide adequate working capital sufficient to meet the District's cash flow requirements, thus minimizing any cash flow (short-term) borrowing during the annual operating cycle.
2. Function as a safeguard to fund unanticipated expenses that the District might incur or to fund unrealized revenue which may occur but is not yet available to meet recurring operational expenses.
3. Generate sufficient interest income from investments to offset the interest expense from temporary borrowing for cash flow needs.
4. Cover operating costs until the deferred tax revenue is received.
5. Demonstrate fiscal responsibility to give the District the best possible bond rating, which allows for the lowest interest rate available.

The District has a policy to maintain a fund balance at a level sufficient to avoid short term borrowing.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

K. Pensions

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 the 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.

L. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expenditure) until then. The deferred outflows of resources are for the WRS pension system.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position which applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. The deferred inflows of resources are related to the WRS pension system.

M. Change in Accounting Principle

Effective July 1, 2022, the District adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. GASB 96 was issued to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). The District does not have any material SBITAs requiring disclosure in the financial statements.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 2 EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

Explanation of Differences between Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances and the Statement of Activities

Differences between the governmental funds statement of revenues, expenditures and changes in fund balances and the statement of activities fall into one of three broad categories. The amounts shown on the reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities in the basic financial statements represent:

- a. Long-term revenue differences arise because governmental funds report revenues only when they are considered "available", whereas the statement of activities reports revenues when earned. Differences in long-term expenses arise because governmental funds report on a modified accrual basis whereas the accrual basis of accounting is used on the statement of activities. The long-term expenses reported recognize the change in vested employee benefits.
- b. Capital related differences include (1) the difference between proceeds for the sale of capital assets reported on governmental fund statements and the gain or loss on the sale of assets as reported on the statement of activities, and (2) the difference between recording an expenditure for the purchase of capital items in the governmental fund statements, and capitalization and recording depreciation expense on those items as recorded in the statement of activities.
- c. Long-term debt transaction differences occur because long-term debt proceeds are recorded as revenue and both interest and principal payments are recorded as expenditures in the governmental fund statements. In the statement of activities, long-term debt proceeds are recorded as a liability, interest expense is recorded as incurred, and principal payments are recorded as a reduction of liabilities.

NOTE 3 CASH AND CASH EQUIVALENTS/INVESTMENTS

At June 30, 2023, the cash and investments included the following:

	Account Balances
Deposits and repurchase agreements	
with financial institutions	\$ 5,121,852
Mutual funds	74,136
Exchange traded funds	8,945
Cash on hand	500
Total	\$ 5,205,433

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 3 CASH AND CASH EQUIVALENTS/INVESTMENTS (CONTINUED)

Cash and investments as of June 30, 2023 are classified in the accompanying financial statements as follows:

Per statement of net position:	
Cash and investments	\$ 1,659,492
Restricted cash and investments	3,545,941
Total	<u>\$ 5,205,433</u>

Investments Authorized by Wisconsin State Statutes

Investment of District funds is restricted by state statutes. Available investments are limited to:

- Time deposits in any credit union, bank, savings bank, trust company or savings and loan association.
- Bonds are securities of any county, city, drainage district, technical college district, village, town, or school district of the state.
- Bonds or securities issued or guaranteed by the federal government.
- The local government investment pool.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- Repurchase agreements that are fully collateralized by bonds or securities.
- Bonds issued by a local exposition district.
- Bonds issued by a local professional baseball park district.
- Bonds issued by the University of Wisconsin Hospital and Clinics Authority.
- Bonds issued by a local football stadium district.
- Bonds issued by a local arts district.
- Bonds issued by the Wisconsin Aerospace Authority.

Foreign Currency Risk

The District did not invest in any foreign currency during this fiscal year.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market rates. The District's investment policy does not limit investments maturities as a means of managing its exposure to fair value losses arising from increasing rates.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 3

CASH AND CASH EQUIVALENTS/INVESTMENTS (CONTINUED)

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

Investment Type	Remaining Maturity (in months)	
	Amount	12 Months or less
Certificates of deposit	\$ 62,019	\$ 62,019
Mutual funds	74,136	74,136
Exchange traded funds	8,945	8,945
Totals	\$ 145,100	\$ 145,100

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The District's investment policy does not further limit its investment choices. As of June 30, 2023, the District's investments were rated as follows:

	Amount	Morningstar Rating
Mutual funds	\$ 13,198	(2) Stars
Mutual funds	22,867	(3) Stars
Mutual funds	28,120	(4) Stars
Mutual funds	9,951	(5) Stars
Exchange traded funds	3,976	(2) Stars
Exchange traded funds	4,969	(4) Stars

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the District would not be able to recover the value of its investment of collateral securities that are in possession of another party. The District's investment policy does not address custodial credit risk.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 3

CASH AND CASH EQUIVALENTS/INVESTMENTS (CONTINUED)

Federal Deposit Insurance Corporation (FDIC) Insurance

The insurance coverage of public unit accounts depends upon the type of deposit and the location of the insured depository institution. All time and saving deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. For purposes of these rules, the term 'time and savings deposits' includes NOW accounts and money market deposit accounts but does not include interest bearing demand deposit accounts. The term 'demand deposits' means both interest-bearing and noninterest-bearing deposits that are payable on demand and for which the depository institution does not reserve the right to require advance notice of an intended withdrawal. The insurance coverage of accounts held by government depositors is different if the depository institution is located outside the State in which the public unit is located. In that case, all deposits, both time and savings deposits and demand deposits, owned by the public unit and held by the public unit's official custodian are added together and insured up to \$250,000. Time and savings deposits are not insured separately from demand deposits.

Collateralization of Public Unit Deposits

Depending on applicable state or federal law, public unit deposits may be secured by collateral or assets of the bank. In the event of failure of the bank, the FDIC will honor the collateralization agreement if the agreement is valid and enforceable under applicable law. The FDIC does not guarantee, however, that the collateral will be sufficient to cover the amount of the uninsured funds. As such, although it does not increase the insurance coverage of the public unit deposits, collateralization provides an avenue of recovery in the event of the failure of an insured bank.

As of June 30, 2023, \$378,127 of District's deposits with financial institutions were insured by the FDIC and \$5,814,688 of the District's deposits were in excess of FDIC limits. All of the amounts exceeding FDIC limits were collateralized by securities held in the District's name by a local financial institution.

Additionally, the District has entered into a repurchase agreement with a local bank. As of June 30, 2023, District deposits totaling \$730,938 were in a repurchase agreement account. From time to time the bank sells certain securities which are direct obligations at the United States Government or its agencies upon the transfer of funds by the District with a simultaneous agreement by the District to sell such Securities to the bank and of the bank to repurchase such securities.

Fluctuating cash flows during the year due to tax collections, receipt of state aids and proceeds from borrowing may have resulted in temporary balances during the year significantly exceeding uninsured amounts at the balance sheet date.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer. Government securities and investments in mutual funds are excluded from this risk. At June 30, 2023, the investment portfolio had no concentrations of applicable investments greater than 5% of the total portfolio.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 3

CASH AND CASH EQUIVALENTS/INVESTMENTS (CONTINUED)

Fair Value Measurement

Financial assets required to be measured on a recurring basis are classified under a three-tier hierarchy for fair value investments. Fair value is the amount that would be received to sell an asset, or paid to settle a liability, in an orderly transaction between market participants at the measurements date.

The District uses the following hierarchical disclosure framework:

Level 1 – Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 – Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Measurement based on the District’s assumptions about a hypothetical marketplace because observable market inputs are not available as of the reporting date.

The District uses appropriate valuation techniques based on the available inputs to measure the fair values of its assets and liabilities. When available, the District measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs have the lowest priority.

Assets at Fair Value as of June 30, 2023	
	Fair Value
Mutual funds	\$ 74,136
Exchange traded funds	8,945
	<u>\$ 83,081</u>

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 4

CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2023 were as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 417,483	\$	\$	\$ 417,483
Construction work in process	787,511	1,636,314	(184,456)	2,239,369
Total capital assets not being depreciated	1,204,994	1,636,314	(184,456)	2,656,852
<i>Capital assets being depreciated:</i>				
Buildings and improvements	9,709,749	671,139	(86,000)	10,294,888
Furniture and equipment	1,836,749	108,715	(103,666)	1,841,798
Vehicles	1,066,053	105,985	(37,600)	1,134,438
Total capital assets being depreciated	12,612,551	885,839	(227,266)	13,271,124
Total capital assets	13,817,545	2,522,153	(411,722)	15,927,976
Less accumulated depreciation:				
Buildings and improvements	6,084,633	408,863	(86,000)	6,407,496
Furniture and equipment	1,497,263	82,134	(69,893)	1,509,504
Vehicles	743,478	80,617	(37,600)	786,495
Total accumulated depreciation	8,325,374	571,614	(193,493)	8,703,495
Total net capital assets being depreciated	5,492,171	1,950,539	(218,229)	7,224,481
Right to use leased assets being amortized:				
Copy machine	65,795			65,795
Less: accumulated amortization:				
Copy machine	30,704	13,159		43,863
Net right to use leased assets being amortized	35,091	(13,159)		21,932
Total net capital assets	\$ 5,527,262	\$ 1,937,380	\$ (218,229)	\$ 7,246,413
Business-type activities:				
<i>Capital assets being depreciated:</i>				
Furniture and equipment	\$ 91,408	\$ 135,189	\$ (17,718)	\$ 208,879
Less: accumulated depreciation	76,153	23,848	(17,718)	82,283
Total net capital assets	\$ 15,255	\$ 111,341	\$	\$ 126,596

Capital outlay was charged to governmental fund functions as follows:

Business administration services	\$ 2,337,697
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Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 4

CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to governmental and business-type functions as follows:

Governmental activities:	
Regular instruction	\$ 14,654
Vocational instruction	6,560
Special instruction	1,807
Other instruction	4,706
Business administration services	540,988
Other support services	2,899
Total depreciation for governmental activities	<u>\$ 571,614</u>
Business-type activities:	
Food service	<u>\$ 23,848</u>

Lease amortization expense was charged to functions as follows:

Governmental activities:	
General administration	<u>\$ 13,159</u>

NOTE 5

LONG-TERM OBLIGATIONS

A. Long-Term Liabilities

Long-term liability balances and activity for the year ended June 30, 2023 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Current Portion
Governmental activities:					
Lease liability	\$ 38,828	\$	\$ (13,319)	\$ 25,509	\$ 14,218
Vested employee benefits	178,317	13,576	(18,696)	173,197	29,776
Total governmental activities long-term debt	<u>\$ 217,145</u>	<u>\$ 13,576</u>	<u>\$ (32,015)</u>	<u>\$ 198,706</u>	<u>\$ 43,994</u>
Business-type activities:					
Vested employee benefits	\$ 1,260	\$	\$ (188)	\$ 1,072	\$
Total business-type long-term debt	<u>\$ 1,260</u>	<u>\$</u>	<u>\$ (188)</u>	<u>\$ 1,072</u>	<u>\$</u>

The vested employee benefits liability attributed to governmental activities are typically being liquidated in the general fund.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 5

LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Debt

The 2022 equalized valuation of the District, as certified by the Wisconsin Department of Revenue is \$419,048,831. The legal debt limit and margin of indebtedness as of June 30, 2023 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes may not exceed 10% of the equalized value of taxable property within the District's jurisdiction. The debt limit as of June 30, 2023 was \$41,904,831 The District had no debt subject to this limit at June 30, 2023.

B. Lease Liability

The District has entered into a lease agreement that allows the right to use copy machine over the term of the lease.

Aggregate cash flow requirements for the retirement of the lease liability and interest at June 30, 2023 were as follows:

Year Ending		Principal	Interest	Total
June 30				
2024	\$	14,218	\$ 1,250	\$ 15,468
2025		11,291	311	11,602
	\$	25,509	\$ 1,561	\$ 27,070

NOTE 6

DEFINED BENEFIT PENSION 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, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <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 a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 6

DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

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

The WRS also provides death and disability benefits for employees.

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

Year	Core Fund Adjustment (%)	Variable Fund Adjustment (%)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0

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

During the reporting period, the WRS recognized \$402,607 in contributions from the employer.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 6

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Contribution rates as of June 30, 2023 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.80%	6.80%
Protective with Social Security	6.80%	13.20%
Protective without Social Security	6.80%	18.10%

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

At June 30, 2023, the District reported a liability (asset) of \$1,805,176 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 .03407469%, which was a decrease of .00026881% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the District recognized pension expense (income) of \$918,759.

Pension amounts have been allocated to the proprietary funds and business-type activities. Allocations were based on the proportionate share of current year contributions to the pension plan made by the proprietary fund and business-type activities relative to the total contributions made by the District.

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 expected and actual experience	\$ 2,875,086	\$ (3,777,217)
Net differences between projected and actual earnings on pension plan investments	3,066,578	
Changes in assumptions	354,972	
Changes in proportion and differences between employer contributions and proportionate share of contributions	12,009	(3,941)
Employer contributions subsequent to the measurement date	262,797	
Total	\$ 6,571,442	\$ (3,781,158)

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 6

DEFINED BENEFIT PENSION PLAN (CONTINUED)

\$262,797 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended June 30, 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 Deferred Outflows (Inflows) of Resources
2024	\$ 105,430
2025	523,828
2026	538,295
2027	1,359,934
Total	\$ 2,527,487

Actuarial assumptions. 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:	
Wage Inflation:	3.0%
Seniority/Merit:	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-Retirement Adjustments:	1.7%*

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

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

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:

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 6

DEFINED BENEFIT PENSION PLAN (CONTINUED)

Asset Allocation Targets and Expected Returns ¹			
As of December 31, 2022			
Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return % ²
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 ³	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
 ¹ Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations			
² New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%			
³ 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. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 4.05% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2022. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 6

DEFINED BENEFIT PENSION 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 what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	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)	\$ 5,991,320	\$ 1,805,176	\$ (1,074,532)

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

NOTE 7

LIMITATION OF SCHOOL DISTRICT REVENUES

Wisconsin statutes limit the amount of revenues school districts are permitted to derive from general state aids and property taxes unless a higher amount is approved by a referendum of the taxpayers. This limitation does not apply to revenues needed for the repayment of any general obligation debt (including refinanced debt) authorized by either of the following: (a) a resolution of the school board or a referendum prior to August 12, 1993, (b) a referendum on or after August 12, 1993.

NOTE 8

GOVERNMENTAL FUND BALANCES

Governmental fund balances reported on the fund financial statements at June 30, 2023 include the following:

Restricted:

Major fund:	
Capital improvement fund	\$ 3,555,941
Nonmajor funds:	
Special revenue fund	310,064
Community service fund	246
Total nonmajor funds	<u>310,310</u>
Total restricted fund balances	<u>3,866,251</u>

Unassigned:

Major fund:	
General fund	2,891,134
Total governmental fund balances	<u>\$ 6,757,385</u>

Boscobel Area School District
Notes to the Basic Financial Statements
June 30, 2023

NOTE 9 INTERFUND BALANCES AND TRANSFERS

Interfund receivable and payable balances in the fund financial statements on June 30, 2023 are as follows:

Receivable Fund	Payable Fund	Amount	Purpose
Capital Improvement	General	\$ 250,000	Long-term capital improvement trust

A transfer was made for \$250,000 from the general fund to the capital improvement fund. Amounts in the capital improvement fund can be spent in accordance with a ten-year capital improvement plan.

NOTE 10 EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has adopted GASB Statement No. 100, *Accounting Changes and Error Corrections*, effective for periods beginning after June 15, 2023, and GASB Statement No. 101, *Compensated Absences*, effective for periods beginning after December 15, 2023. When these become effective, application of these standards may restate portions of these financial statements.

NOTE 11 COMMITMENTS/SUBSEQUENT EVENTS

In March 2022, the District approved a \$5,441,800 facility improvement project consisting of: steam to hot water conversion and HVAC capital upgrades, HVAC building automation upgrades, drainage and sanitary pipe repairs, main lobby bathroom upgrades, and hallway flooring upgrades. As of June 30, 2023, approximately \$2.68 million is left to finish the facility improvement project.

In July 2023, the District approved the issuance of \$12,000,000 general obligation bonds for future capital improvement projects at the District. Interest rates of the loan are between 4.125%-5.00%. Loan repayment is as follows:

Year Ending	Principal	Interest	Total
June 30			
2024	\$ 375,000	\$ 347,499	\$ 722,499
2025		519,056	519,056
2026		519,056	519,056
2027		519,056	519,056
2028		519,056	519,056
2029-2033		2,595,281	2,595,281
2034-2038	4,260,000	2,330,031	6,590,031
2039-2043	7,365,000	954,700	8,319,700
	\$ 12,000,000	\$ 8,303,735	\$ 20,303,735

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit B-1
Required Supplementary Information
Boscobel Area School District
Budgetary Comparison Schedule for the General Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variances	
				Positive (Negative)	
	Original	Final		Original To Actual	Final To Actual
REVENUES					
Property taxes	\$ 2,851,712	\$ 3,006,346	\$ 3,006,346	\$ 154,634	\$
Other local sources	46,562	66,371	66,532	19,970	161
Interdistrict sources	441,738	440,204	440,204	(1,534)	
Intermediate sources	17,906	15,558	22,807	4,901	7,249
State sources	7,651,757	7,588,355	7,622,330	(29,427)	33,975
Federal sources	1,959,984	1,498,878	1,705,911	(254,073)	207,033
Other sources	218,146	223,209	5,064	(213,082)	(218,145)
Total revenues	13,187,805	12,838,921	12,869,194	(318,611)	30,273
EXPENDITURES					
Instruction:					
Undifferentiated curriculum	2,395,782	2,547,348	2,489,896	(94,114)	57,452
Regular curriculum	1,875,000	2,028,259	1,992,138	(117,138)	36,121
Vocational curriculum	370,000	410,672	411,773	(41,773)	(1,101)
Physical curriculum	170,000	168,933	168,933	1,067	
Co-curricular activities	230,000	263,634	256,834	(26,834)	6,800
Other instruction	15,000	20,361	20,361	(5,361)	
Total instruction	5,055,782	5,439,207	5,339,935	(284,153)	99,272
Support services:					
Pupil services	280,000	292,549	288,349	(8,349)	4,200
Instructional staff services	470,162	505,391	540,038	(69,876)	(34,647)
General administration services	350,000	361,258	415,211	(65,211)	(53,953)
Building administration services	550,000	574,413	561,720	(11,720)	12,693
Business administration services	1,975,000	2,155,864	1,871,200	103,800	284,664
Central services	15,000	16,741	13,818	1,182	2,923
Insurance	105,000	132,987	118,468	(13,468)	14,519
Principal and interest	15,000		15,468	(468)	(15,468)
Other support services	390,000	396,304	272,983	117,017	123,321
Total support services	4,150,162	4,435,507	4,097,255	52,907	338,252
Non-program transactions:					
Purchased instructional services	1,251,970	1,095,018	1,122,233	129,737	(27,215)
Other non-program transactions		23,780	23,780	(23,780)	
Total non-program transactions	1,251,970	1,118,798	1,146,013	105,957	(27,215)
Total expenditures	10,457,914	10,993,512	10,583,203	(125,289)	410,309
Excess (deficiency) of revenues over expenditures	2,729,891	1,845,409	2,285,991	(443,900)	440,582
OTHER FINANCING SOURCES (USES)					
Transfers to other funds	(2,125,000)	(1,516,266)	(1,563,272)	561,728	(47,006)
Net change in fund balance	604,891	329,143	722,719	117,828	393,576
Fund balance - beginning	2,168,415	2,168,415	2,168,415		
Fund balance - ending	\$ 2,773,306	\$ 2,497,558	\$ 2,891,134	\$ 117,828	\$ 393,576

Exhibit B-2
Required Supplementary Information
Boscobel Area School District
Budgetary Comparison Schedule for the Special Education Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variances	
				Positive (Negative)	
	Original	Final		Original To Actual	Final To Actual
REVENUES					
Interdistrict sources	\$ 9,000	\$ 9,000	\$	\$ (9,000)	\$ (9,000)
State sources	653,026	668,051	666,042	13,016	(2,009)
Federal sources	355,000	330,641	278,274	(76,726)	(52,367)
Total revenues	1,017,026	1,007,692	944,316	(72,710)	(63,376)
EXPENDITURES					
Instruction:					
Special instruction	1,900,000	1,786,607	1,777,866	122,134	8,741
Support services:					
Pupil services	150,000	183,501	177,054	(27,054)	6,447
Instructional staff services	170,000	174,275	174,275	(4,275)	
Business administration services	20,000	20,869	26,841	(6,841)	(5,972)
Central services	1,000	2,378	1,378	(378)	1,000
Other support services		28	28	(28)	
Total support services	341,000	381,051	379,576	(38,576)	1,475
Non-program transactions:					
Purchased instructional services	110,000	97,622	100,146	9,854	(2,524)
Total non-program transactions	110,000	97,622	100,146	9,854	(2,524)
Total expenditures	2,351,000	2,265,280	2,257,588	93,412	7,692
Excess (deficiency) of revenues over expenditures	(1,333,974)	(1,257,588)	(1,313,272)	20,702	(55,684)
OTHER FINANCING SOURCES					
Transfer from general fund	1,623,091	1,266,266	1,313,272	(309,819)	47,006
Net change in fund balance	289,117	8,678		(289,117)	(8,678)
Fund balance - beginning					
Fund balance - ending	\$ 289,117	\$ 8,678	\$	\$ (289,117)	\$ (8,678)

Exhibit B-3
 Boscobel Area School District
 Wisconsin Retirement System Schedules
 June 30, 2023

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
Last 10 Calendar Years*

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered-employee payroll	Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2022	0.03407469%	\$ 1,805,176	\$ 6,193,959	29.14%	95.72%
2021	0.00343435%	(2,768,149)	5,838,412	(47.41%)	106.02%
2020	0.00349048%	(2,179,153)	5,713,693	(38.14%)	105.26%
2019	0.03558078%	(1,147,286)	5,609,737	(20.45%)	102.96%
2018	0.03634529%	1,293,051	5,460,426	23.68%	96.45%
2017	0.03683197%	(1,093,584)	5,377,150	(20.34%)	102.93%
2016	0.03715172%	306,219	5,405,681	5.66%	99.12%
2015	0.03708997%	602,705	5,247,927	11.48%	98.20%
2014	0.03580506%	(916,572)	4,978,129	(18.41%)	102.74%

*The proportionate share of the net pension liability (asset) and other amounts presented above for each year were determined as of the calendar year-end that occurred 6 months prior to the financial reporting period.

SCHEDULE OF CONTRIBUTIONS
Last 10 Fiscal Years**

Year ended June 30,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2023	\$ 414,712	\$ (414,712)	\$	\$ 6,199,097	6.80%
2022	400,873	(400,873)		6,080,572	6.50%
2021	383,907	(383,907)		5,687,516	6.75%
2020	380,466	(380,466)		5,714,305	6.66%
2019	368,415	(368,415)		5,578,050	6.60%
2018	363,339	(363,339)		5,385,203	6.75%
2017	361,432	(361,432)		5,375,704	6.72%
2016	362,382	(362,382)		5,422,596	6.68%
2015	353,292	(353,292)		5,139,091	6.87%

**The contribution and other amounts presented above for each fiscal year are based on information that occurred during that fiscal year.

Boscobel Area School District
Notes to the Required Supplementary Information
June 30, 2023

NOTE 1

BUDGET SCHEDULE

Budgets are adopted each fiscal year for all funds in accordance with Section 65.90 of the Wisconsin Statutes, using the budgetary accounting basis prescribed by the Wisconsin Department of Public Instruction, which is in accordance with generally accepted accounting principles. The legally adopted budget and budgetary expenditure control is exercised at the one-digit function level for all funds. Reported budget amounts are as originally adopted or as amended by the School Board resolution.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- Based upon requests from district staff, district administration recommends budget proposals to the School Board.
- The School Board prepares a proposed budget including proposed expenditures and the means of financing them for the July 1 through June 30 fiscal year.
- A public notice is published containing a summary of the budget and identifying the time and place where a public hearing will be held on the proposed budget.
- Pursuant to the public budget hearing, the School Board may make alterations to the proposed budget.
- Once the School Board (following the public hearing) adopts the budget, no changes may be made in the amount of tax to be levied or in the amount of the various appropriations and the purposes of such appropriations unless authorized by a 2/3 vote of the entire School Board.

The District is legally required by the State of Wisconsin to maintain and budget separately for a Special Education fund. The Special Education Fund is combined with the General Fund in the basic financial statements. Due to the perspective differences in budgeting, the required supplementary information reports the budgetary comparison schedules separately for the General Fund and the Special Education Fund.

Except as noted in the previous paragraph, annual budgets are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental and special revenue funds.

Appropriations lapse at year-end unless authorized as a carryover by the School District.

NOTE 2

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

Annual budgets are adopted on a basis consistent with U.S. generally accepted accounting principles for all governmental and special revenue funds.

The following functions had an excess of actual expenditures over budget for the year ended June 30, 2023:

Fund	Excess Expenditures
General fund:	
Non-program transactions	\$ 27,215
Transfers to other funds	47,006
Special education fund:	
Non-program transactions	2,524

Boscobel Area School District
Notes to the Required Supplementary Information
June 30, 2023

NOTE 3

EXPLANATION OF DIFFERENCES BETWEEN BUDGETARY
INFLOWS AND OUTFLOWS AND GAAP REVENUES AND EXPENDITURES

	General Fund	Special Education Fund
Sources/Inflows of Resources:		
Actual amounts "total revenues" from the budgetary comparison schedules	\$ 12,869,194	\$ 944,316
Reclassification:		
Special education fund revenues are reclassified to the general fund, required for GAAP reporting	944,316	(944,316)
The general fund revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	\$ 13,813,510	\$
Uses/Outflows of Resources:		
Actual amounts "total expenditures" from the budgetary comparison schedules	\$ 10,583,203	\$ 2,257,588
Reclassification:		
Special education fund expenditures are reclassified to the general fund, required for GAAP reporting	2,257,588	(2,257,588)
The general fund expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds	\$ 12,840,791	\$

NOTE 4

WISCONSIN RETIREMENT SYSTEM SCHEDULES

Governmental Accounting Standards Board Statement No. 68 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 2 preceding years.

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 transitioning 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.

Boscobel Area School District
Notes to the Required Supplementary Information
June 30, 2023

NOTE 4

WISCONSIN RETIREMENT SYSTEM SCHEDULES (CONTINUED)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:					
	2022	2021	2020	2019	2018
Valuation Date:	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016
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%	5.5%	5.5%
Weighted based on assumed rate for:					
Pre-retirement:	7.0%	7.0%	7.0%	7.2%	7.2%
Post-retirement:	5.0%	5.0%	5.0%	5.0%	5.0%
Salary Increases					
Wage Inflation:	3.0%	3.0%	3.0%	3.2%	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*:	1.9%	1.9%	1.9%	2.1%	2.1%
Retirement Age:	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2018 valuation pursuant to an experience study of the period 2015 - 2017.	Experience -based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.	Experience - based table of rates that are specific to the type of eligibility condition. Last updated for the 2015 valuation pursuant to an experience study of the period 2012 - 2014.
Mortality:	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2018 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).

Boscobel Area School District
Notes to the Required Supplementary Information
June 30, 2023

NOTE 4

WISCONSIN RETIREMENT SYSTEM SCHEDULES (CONTINUED)

Significant methods and assumptions used in calculating Wisconsin Retirement System Actuarially Determined Contributions:					
	2017	2016	2015	2014	2013
Valuation Date:	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012	December 31, 2011
Actuarial Cost Method:	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method:	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed	Level Percent of Payroll-Closed
Amortization Period:	30 Year closed from date of participation in	30 Year closed from date of participation in	30 Year closed from date of participation in	30 Year closed from date of participation in	30 Year closed from date of participation in
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%
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 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2009 - 2011.	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2006 - 2008.
Mortality:	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience adjusted for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%).	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin 2012 Mortality Table. The rates based on actual WRS experience projected to 2017 with scale BB to all for future improvements (margin) in mortality	Wisconsin Projected Experience Table - 2005 for women and 90% of the Wisconsin Projected Experience Table - 2005 for men.
*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.					

SUPPLEMENTARY INFORMATION

Exhibit C-1
 Boscobel Area School District
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2023

	Special Revenue		Total
	Special	Community	Nonmajor
	Revenue	Service	Governmental
	Fund	Fund	Funds
ASSETS			
Cash and investments	\$ 310,064	\$ 246	\$ 310,310
Total assets	\$ 310,064	\$ 246	\$ 310,310
FUND BALANCES			
Restricted	\$ 310,064	\$ 246	\$ 310,310
Total fund balances	\$ 310,064	\$ 246	\$ 310,310

Exhibit C-2
 Boscobel Area School District
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended June 30, 2023

	<u>Special Revenue</u>		Total Nonmajor Governmental Funds
	Special Revenue Fund	Community Service Fund	
REVENUES			
Property taxes	\$	\$ 5,000	\$ 5,000
Other local sources	103,057		103,057
Total revenues	103,057	5,000	108,057
EXPENDITURES			
Instruction:			
Regular instruction	2,391		2,391
Other instruction	82,215		82,215
Total instruction	84,606		84,606
Support services:			
Business administration services	1,044		1,044
Community services		5,000	5,000
Total support services	1,044	5,000	6,044
Non-program transactions:			
Post-secondary scholarships	549		549
Total expenditures	86,199	5,000	91,199
Net change in fund balances	16,858		16,858
Fund balances - beginning	293,206	246	293,452
Fund balances - end	<u>\$ 310,064</u>	<u>\$ 246</u>	<u>\$ 310,310</u>

APPENDIX B

FORM OF CONTINUING DISCLOSURE CERTIFICATE

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the School District of Boscobel Area Schools, Grant, Crawford and Richland Counties, Wisconsin (the "Issuer") in connection with the issuance of \$9,500,000 General Obligation School Building and Facility Improvement Bonds, dated March 4, 2024 (the "Securities"). The Securities are being issued pursuant to resolutions adopted on January 23, 2023 and February 12, 2024 (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 Final Official Statement dated February 12, 2024 delivered in connection with the Securities, which is available from the MSRB.

"Financial Obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

"Fiscal Year" means the fiscal year of the Issuer.

"Governing Body" means the School Board of the Issuer or such other body as may hereafter be the chief legislative body of the Issuer.

"Issuer" means the School District of Boscobel Area Schools, Grant, Crawford and Richland Counties, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the District Administrator of the Issuer who can be contacted at 1110 Park Street, Boscobel, Wisconsin 53805, phone (608) 375-4164, fax (608) 375-2378.

"Listed Event" means any of the events listed in Section 5(a) of this Disclosure Certificate.

"MSRB" means the Municipal Securities Rulemaking Board.

"Participating Underwriter" means any of the original underwriter(s) of the Securities (including the Purchaser) required to comply with the Rule in connection with the offering of the Securities.

"Rule" means SEC Rule 15c2-12(b)(5) promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time, and official interpretations thereof.

"SEC" means the Securities and Exchange Commission.

Section 3. Provision of Annual Report and Audited Financial Statements.

(a) The Issuer shall, not later than 270 days after the end of the Fiscal Year, commencing with the year ending June 30, 2024, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 270 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

(b) If the Issuer is unable or fails to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send in a timely manner a notice of that fact to the MSRB in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements, adopted annual budget and/or current general fund budget summary 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 Indebtedness

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which are available to the public on the MSRB's Internet website or filed with the SEC. The Issuer shall clearly identify each such other document so incorporated by reference.

Section 5. Reporting of Listed Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Securities:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Securities, or other material events affecting the tax status of the Securities;
7. Modification to rights of holders of the Securities, if material;
8. Securities calls, if material, and tender offers;
9. Defeasances;
10. Release, substitution or sale of property securing repayment of the Securities, if material;
11. Rating changes;

12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer, any of which affect holders of the Securities, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer, any of which reflect financial difficulties.

For the purposes of the event identified in subsection (a)12. above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

(b) When a Listed Event occurs, the Issuer shall, in a timely manner not in excess of ten business days after the occurrence of the Listed Event, file a notice of such occurrence with the MSRB. Notwithstanding the foregoing, notice of Listed Events described in subsections (a) (8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Securities pursuant to the Resolution.

(c) Unless otherwise required by law, the Issuer shall submit the information in the format prescribed by the MSRB, as described in Section 1(b) of this Disclosure Certificate.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under the Resolution and this Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all the Securities.

Section 7. Issuer Contact; Agent. Information may be obtained from the Issuer Contact. Additionally, the Issuer may, from time to time, appoint or engage a dissemination agent to assist it in carrying out its obligations under the Resolution and this Disclosure Certificate, and may discharge any such agent, with or without appointing a successor dissemination agent.

Section 8. Amendment; Waiver. Notwithstanding any other provision of the Resolution or this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if the following conditions are met:

(a)(i) The amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the Issuer, or the type of business conducted; or

(ii) This Disclosure Certificate, as amended or waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of beneficial owners of the Securities, as determined and certified to the Issuer by an underwriter, financial advisor, bond counsel or trustee.

In the event this Disclosure Certificate is amended for any reason other than to cure any ambiguities, inconsistencies, or typographical errors that may be contained herein, the Issuer agrees the next Annual Report it submits after such amendment shall include an explanation of the reasons for the amendment and the impact of the change, if any, on the type of financial statements or operating data being provided.

If the amendment concerns the accounting principles to be followed in preparing financial statements, then the Issuer agrees that it will give an event notice and that the next Annual Report it submits after such amendment will include a comparison between financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10. Default. (a) Except as described in the Final Official Statement, in the previous five years, the Issuer has not failed to comply in all material respects with any previous undertakings under the Rule to provide annual reports or notices of events.

(b) In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any holder of the Securities may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under the Resolution and this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default with respect to the Securities and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

Section 11. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Participating Underwriters and holders from time to time of the Securities, and shall create no rights in any other person or entity.

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 4th day of March, 2024.

Todd M. Miller
District President

Kaye Woodke
District Clerk

APPENDIX C

FORM OF LEGAL OPINION

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

March 4, 2024

Re: School District of Boscobel Area Schools, Wisconsin ("Issuer")
\$9,500,000 General Obligation School Building and Facility Improvement Bonds,
dated March 4, 2024 ("Bonds")

We have acted as bond counsel to the Issuer in connection with the issuance of the Bonds. 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 Bonds are numbered from R-1 and upward; bear interest at the rates set forth below; and mature on March 1 in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2026	\$ 400,000	___%
2027	580,000	___
2028	680,000	___
2029	750,000	___
2030	820,000	___
2031	890,000	___
2032	955,000	___
2033	1,025,000	___
2034	1,100,000	___
2035	600,000	___
2036-2043	--	--
2044	1,700,000	___

Interest is payable semi-annually on March 1 and September 1 of each year commencing on March 1, 2025.

The Bonds maturing on March 1, 2033 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on March 1, 2032 or on any date thereafter. Said Bonds are redeemable as a whole or in part, and if in part, from maturities selected by the Issuer, and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

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

We further certify that we have examined a sample of the Bonds 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 Bonds 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 Bonds, 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 Bonds 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 Bonds.

3. The interest on the Bonds is excludable for federal income tax purposes from the gross income of the owners of the Bonds. The interest on the Bonds 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 Bonds 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) for taxable years beginning after December 31, 2022. The Code contains requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds 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 Bonds to be included in gross income retroactively to the date of issuance of the Bonds. 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 Bonds.

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

The rights of the owners of the Bonds 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

APPENDIX D

OFFICIAL NOTICE OF SALE AND BID FORM

FOR

\$9,500,000

**SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
Grant, Crawford and Richland Counties, Wisconsin**

General Obligation School Building and Facility Improvement Bonds

DATE AND TIME: Monday, February 12, 2024
9:30 A.M. (Central Time)

PLACE: Robert W. Baird & Co.
Public Finance Department
777 East Wisconsin Avenue, 25th Floor
Milwaukee, Wisconsin 53202

Attention: Ms. Lori Jackson
Phone: (414) 765-3827
Fax: (414) 298-7354

Bids will also be accepted electronically via PARITY.

OFFICIAL NOTICE OF SALE

\$9,500,000

SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
GRANT, CRAWFORD AND RICHLAND COUNTIES, WISCONSIN
GENERAL OBLIGATION SCHOOL BUILDING AND FACILITY IMPROVEMENT BONDS
DATED MARCH 4, 2024 (the "Bonds")

NOTICE IS HEREBY GIVEN that bids will be received by the School District of Boscobel Area Schools, Grant, Crawford and Richland Counties, Wisconsin (the "District") for the purchase of all but no part of its Bonds electronically via PARITY (as described below) or at the offices of the District's financial advisor, Robert W. Baird & Co. Incorporated, Public Finance Department, 25th Floor, 777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202 ("Baird"), Attention: Ms. Lori Jackson, until 9:30 a.m. (Central Time) on:

February 12, 2024

at which time the bids will be publicly opened and read. Bids may be mailed or delivered to Baird at the address set forth above or submitted electronically via PARITY, as described below. Signed bids, without final price or coupons, may be submitted to Baird prior to the time of sale. The bidder shall be responsible for submitting to Baird the final bid price and coupons, by telephone (414) 765-3827 for inclusion in the submitted bid. Bids which are mailed or delivered should be plainly marked "Bid for School District of Boscobel Area Schools Bonds". A meeting of the School Board will be held on said date for the purpose of taking action on such bids as may be received. Bids will only be considered by the School Board if the required good faith deposit has been received in accordance with the requirements set forth below.

Dates and Maturities: The Bonds will be dated March 4, 2024 and will mature on March 1 in the years and principal amounts as follows:

<u>Year</u>	<u>Principal Amount*</u>
2026	\$ 400,000
2027	580,000
2028	680,000
2029	750,000
2030	820,000
2031	890,000
2032	955,000
2033	1,025,000
2034	1,100,000
2035	600,000
2036-2043	--
2044	1,700,000

* Preliminary, subject to change. The District reserves the right, after bids are opened and prior to the award, to increase or reduce the principal amount of the individual serial maturities of the Bonds. Any such increase or reduction will be made in multiples of \$5,000 within any of the maturities. The aggregate principal amount of the Bonds will remain the same.

Interest: Interest on the Bonds will be payable semi-annually on March 1 and September 1 of each year, commencing on March 1, 2025 to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day of the calendar month next preceding each interest payment date. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the MSRB.

Optional Redemption: The Bonds maturing on March 1, 2033 and thereafter will be subject to redemption prior to maturity, at the option of the District, on March 1, 2032 or on any date thereafter. Said Bonds will be redeemable as a whole or in part, and if in part, from maturities selected by the District, and within each maturity, by lot, at the principal amount thereof, plus accrued interest to the date of redemption.

Term Bonds at Bidder's Option: Bids for the Bonds may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above.

Mandatory Redemption: Any term bonds specified shall be subject to mandatory sinking fund redemption in part prior to their scheduled maturity dates on March 1 of certain years, as more fully described in the Dates and Maturities section herein, at a price of par plus accrued interest to the date of redemption.

Security and Purpose: The Bonds are general obligations of the District. The principal of and interest on the Bonds will be payable from ad valorem taxes, which may be levied without limitation as to rate or amount upon all of the taxable property located in the District. The Bonds will be issued for the public purpose of paying the remaining portion of the cost of a school building and facility improvement project consisting of: renovations and construction of additions to accommodate grades 4-5 and for a gymnasium at the Middle/High School; district-wide capital maintenance and site improvements; and acquisition of furnishings, fixtures and equipment.

Registration: The Bonds will be issued as fully-registered Bonds without coupons and, when issued, will be registered only in the name of CEDE & CO., as nominee for The Depository Trust Company, New York, New York ("DTC").

DTC Book Entry Only System: UTILIZATION OF DTC IS REQUIRED. BIDS FOR THE BONDS MAY NOT PROVIDE FOR THE BONDS TO BE ISSUED ON A NON-DTC BASIS. DTC will act as securities depository of the Bonds. A single Bond certificate for each maturity will be issued to DTC and immobilized in its custody. Individual purchases may be made in book-entry form only pursuant to the rules and procedures established between DTC and its participants, in the denomination of \$5,000 or any integral multiple thereof. Individual purchasers will not receive certificates evidencing their ownership of the Bonds purchased. The successful bidder shall be required to deposit the Bond certificates with DTC as a condition to delivery of the Bonds. The District will make payments of principal and interest on the Bonds to DTC or its nominee as registered owner of the Bonds 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 Bonds.

Depository: In the event that the securities depository relationship with DTC for the Bonds is terminated and the District does not appoint a successor depository, the District will prepare, authenticate and deliver, at its expense, fully-registered certificated Bonds in the denomination of \$5,000 or any integral multiple thereof in the aggregate principal amount of Bonds of the same maturities and with the same interest rate or rates then outstanding to the beneficial owners of the Bonds.

Fiscal Agent: The Bonds shall be distributed to the owners in fully-registered form in the denomination of \$5,000 or any integral multiple thereof by Associated Trust Company, National Association, Green Bay, Wisconsin, the District's fiscal agent with respect to the Bonds (the "Fiscal Agent"). The Bonds shall be payable as to interest by check or draft of the Fiscal Agent mailed to the registered owners whose names appear on the books of the Fiscal Agent at the close of business on the 15th day of the calendar month next preceding each interest payment date and as to principal by presentation of the Bonds at the office of the Fiscal Agent. The District will pay all costs relating to the registration of the Bonds.

Not Qualified Tax-Exempt Obligations: The Bonds shall not be "qualified tax-exempt obligations" pursuant to the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

Bid Specifications: Bids will be received on an interest rate basis in integral multiples of One-Twentieth (1/20) or One-Eighth (1/8) of One Percent (1%). Any number of rates may be bid, but all Bonds of the same maturity shall bear the same interest rate. No bid for less than One Hundred Percent (100%) of the principal amount of the Bonds (\$9,500,000) nor more than One Hundred Seven Percent (107%) of the principal amount of the Bonds (\$10,165,000) plus accrued interest to the date of delivery will be considered. The Bonds will be awarded to a responsible bidder whose proposal results in the lowest true interest cost to the District, as calculated prior to any adjustments as described above.

The underwriter shall be responsible for paying all costs of issuance on behalf of the District. These costs include the financial advisor fee, fiscal agent fee, attorney fees, rating agency fee, and the fees for preparing and printing the Preliminary and Final Official Statement and other miscellaneous expenses of the District incurred in connection with the offering and delivery of the Bonds. The total of these costs is \$92,035.

Type of Bid: Bids must be submitted either: (1) to Baird as set forth herein; or (2) electronically via PARITY, in accordance with this Official Notice of Sale, within a one hour period prior to the time of sale, but no bids will be received after the time established above for the opening of bids. If any provisions in this Notice are conflicting with any instructions or directions set forth in PARITY, this Official Notice of Sale shall control. The normal fee for use of PARITY may be obtained from PARITY, and such fee shall be the responsibility of the

bidder. For further information about PARITY, potential bidders may contact Baird, 25th Floor, 777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202 or PARITY, c/o i-Deal LLC, 1359 Broadway, 2nd Floor, New York, New York 10018, telephone (212) 849-5021. The District and Baird assume no responsibility or liability for bids submitted through PARITY. Each bidder shall be solely responsible for making necessary arrangements to access PARITY for purposes of submitting its electronic bid in a timely manner and in compliance with the requirements of the Official Notice of Sale. Neither the District, its agents nor PARITY shall have any duty or obligation to undertake registration to bid for any prospective bidder or to provide or ensure electronic access to any qualified prospective bidder, and neither the District, its agents nor PARITY shall be responsible for a bidder's failure to register to bid or for any failure in the proper operation of, or have any liability for any delays or interruptions of or any damages caused by the services of PARITY. The District is using the services of PARITY solely as a communication mechanism to conduct the electronic bidding for the Bonds, and PARITY is not an agent of the District.

The District may regard the electronic transmission of the bid via the electronic service (including information about the purchase price for the Bonds and interest rate or rates to be borne by the Bonds and any other information included in such transmission) as though the same information were submitted on the bid form and executed on behalf of the bidder by a duly authorized signatory. If the bid is accepted by the District, the terms of the bid form, this Official Notice of Sale, and the information transmitted through the electronic service shall form a contract, and the bidder shall be bound by the terms of such contract.

For information purposes only, bidders are requested to state in their electronic bids the true interest cost to the District, as described in this Official Notice of Sale and in the written form of Official Bid Form. All electronic bids shall be deemed to incorporate the provisions of this Official Notice of Sale and the form of Official Bid Form.

Good Faith Deposit: A cashier's check in the amount of \$190,000 may be submitted contemporaneously with the bid or, in the alternative, a deposit in the amount of \$190,000 shall be made by the winning bidder by federal wire transfer as directed by the District to be received by the District no later than 1:00 p.m. prevailing Central Time on the day of the bid opening (February 12, 2024) as a guarantee of good faith on the part of the bidder to be forfeited as liquidated damages if such bid be accepted and the bidder fails to take up and pay for the Bonds. The good faith deposit will be applied to the purchase price of the Bonds. In the event the successful bidder fails to honor its accepted bid, the good faith deposit will be retained by the District. No interest shall be allowed on the good faith deposit. Payment for the balance of the purchase price of the Bonds shall be made at the closing. Good faith checks of unsuccessful bidders will be returned by overnight delivery for next day receipt sent not later than the first business day following the sale.

Bond Insurance at Bidder's Option: If the Bonds qualify for issuance of any policy of municipal bond insurance or commitment therefor at the option of the bidder, the purchase of any such insurance policy or the issuance of any such commitment shall be at the sole option and expense of the successful bidder. Each bidder shall indicate if it is obtaining bond insurance and shall list the name of the bond insurer on the bidder's Official Bid Form. Any increased costs of issuance of the Bonds resulting from such purchase of insurance shall be paid by the successful bidder. Any other rating agency fees shall be the responsibility of the successful bidder. Failure

of the municipal bond insurer to issue the policy after the Bonds have been awarded to the successful bidder shall not constitute cause for failure or refusal by the successful bidder to accept delivery on the Bonds.

Delivery: The Bonds will be delivered in printed form, one Bond per maturity, registered in the name of CEDE & CO., as nominee of DTC, securities depository of the Bonds for the establishment of book-entry accounts at the direction of the successful bidder, within approximately forty-five (45) days after the award. Payment at the time of delivery must be made in federal or other immediately available funds. In the event delivery is not made within forty-five (45) days after the date of the sale of the Bonds, the successful bidder may, prior to tender of the Bonds, at its option, be relieved of its obligation under the contract to purchase the Bonds and its good faith deposit shall be returned, but no interest shall be allowed thereon.

Legality: The successful bidder will be furnished without cost, the unqualified approving legal opinion of Quarles & Brady LLP of Milwaukee, Wisconsin ("Bond Counsel"). A transcript of the proceedings relative to the issuance of the Bonds (including an arbitrage certificate and a no-litigation certificate) will be furnished to the successful bidder without cost. A Continuing Disclosure Certificate will be delivered at closing setting forth the details and terms of the District's undertaking and such Certificate is a condition of closing.

CUSIP Numbers: The District will assume no obligation for the assignment of CUSIP numbers on the Bonds or for the correctness of any numbers printed thereon. The District will permit such numbers to be assigned and printed at the expense of the successful bidder, but neither the failure to print such numbers on any Bonds nor any error with respect thereto will constitute cause for failure or refusal by the successful bidder to accept delivery of the Bonds.

Establishment of Issue Price: (a) The winning bidder shall assist the District in establishing the issue price of the Bonds and shall execute and deliver to the District at closing an Underwriter's Certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, 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 winning bidder, 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 Bonds 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.

(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 Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

- (1) the District shall disseminate this Official Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- (2) all bidders shall 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 Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), 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 Bonds, as specified in the bid.

(c) If all of the requirements of a "competitive sale" are not satisfied, the District shall advise the winning bidder of such fact prior to the time of award of the sale of the Bonds to the underwriter. In such event, any proposal submitted will not be subject to cancellation or withdrawal and the District agrees to use the rule selected by the underwriter on its bid form to determine the issue price for the Bonds. On its bid form, each underwriter must select one of the following two rules for determining the issue price of the Bonds: (1) the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity or (2) the initial offering price to the public as of the sale date as the issue price of each maturity of the Bonds (the "hold-the-offering-price rule"). The form of Underwriter's Certificate will be modified to reflect compliance with the requirements of the rule selected by the underwriter.

(d) If all of the requirements of a "competitive sale" are not satisfied and the underwriter selects the hold-the-offering-price rule, the winning bidder shall (i) confirm that the underwriter has offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the bid submitted by the winning bidder and (ii) agree, on behalf of the underwriter participating in the purchase of the Bonds, that the underwriter will neither offer nor sell unsold Bonds 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 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 underwriter has sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder shall promptly advise the District when the underwriter has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public, if that occurs prior to the close of the fifth (5th) business day after the sale date.

The District acknowledges that, in making the representation set forth above, the winning bidder will rely on (i) the agreement of each underwriter to comply with the hold-the-offering-price rule, 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 Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the hold-the-offering-price rule, 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 retail distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of

each broker-dealer that is a party to such agreement to comply with the hold-the-offering-price rule, as set forth in the retail 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 hold-the-offering-price rule 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 retail distribution agreement to comply with its corresponding agreement regarding the hold-the-offering-price rule as applicable to the Bonds.

(e) If all of the requirements of a "competitive sale" are not satisfied and the underwriter selects the 10% test, the underwriter agrees to promptly report to the District, Bond Counsel and Baird the prices at which the Bonds have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until the 10% test has been satisfied as to each maturity of the Bonds or until all of the Bonds of a certain maturity have been sold.

(f) By submitting a bid, each bidder confirms that (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds 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 retail distribution agreement, as applicable, to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to (A) report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, and (B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

(g) Sales of any Bonds to any person that is a related party to an underwriter 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 Bonds 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 Bonds 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 Bonds to the public),

(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 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), (ii) 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 (iii) 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 Bonds are awarded by the District to the winning bidder.

Official Statement: Bidders may obtain a copy of the Preliminary Official Statement by request to the District's financial advisor prior to the bid opening. By submitting a bid, the successful bidder agrees to supply to the District within 24 hours after the award of the Bonds all necessary pricing information and any underwriter identification necessary to complete the Preliminary Official Statement. Within seven business days of the award of the Bonds, the successful bidder will be provided with an electronic copy of the Official Statement in pdf format. If the successful bidder is the manager of an underwriting syndicate, the successful bidder shall be responsible for distributing copies of the Official Statement and any addenda to syndicate members.

Certification Regarding Official Statement: The District will deliver, at closing, a certificate, executed by appropriate officers of the District acting in their official capacities, to the effect that the facts contained in the Official Statement relating to the District and the Bonds are true and correct in all material respects, and that the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading. The District also agrees to notify the successful bidder of any material developments impacting the District or the Bonds of which the District becomes aware within 60 days after the delivery of the Bonds.

Undertaking to Provide Continuing Disclosure: In order to assist bidders in complying with SEC Rule 15c2-12, as amended, the District will covenant to undertake (pursuant to a Resolution to be adopted by the School Board), to provide annual reports and timely notice of certain events for the benefit of holders of the Bonds. The details and terms of the undertaking are set forth in a Continuing Disclosure Certificate to be executed and delivered by the District, a form of which is included in the Preliminary Official Statement and in the Final Official Statement.

Irregularities: The District reserves the right to reject any and all bids and to waive any and all irregularities.

Information: Copies of the Preliminary Official Statement and additional information may be obtained by addressing inquiries to: Robert W. Baird & Co. Incorporated; Attention: Ms. Lori Jackson, (414) 765-3827 or the undersigned.

Lisa Wallin-Kapinus
District Administrator
School District of Boscobel Area Schools
1110 Park Street
Boscobel, Wisconsin 53805
Phone: (608) 375-4164

Exhibit A
(to Official Notice of Sale)

School District of Boscobel Area Schools, Wisconsin ("District")
\$9,500,000
General Obligation School Building and Facility Improvement Bonds,
dated March 4, 2024

UNDERWRITER'S CERTIFICATE

The undersigned, on behalf of _____ (the "Underwriter"), hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the "Bonds").

1. ***Reasonably Expected Initial Offering Price.***

(a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by the Underwriter are the prices listed in Schedule A (the "Expected Offering Prices"). The Expected Offering Prices are the prices for the Maturities of the Bonds used by the Underwriter in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by the Underwriter to purchase the Bonds.

(b) The Underwriter was not given the opportunity to review other bids prior to submitting its bid.

(c) The bid submitted by the Underwriter constituted a firm offer to purchase the Bonds.

[2. *Bond Insurance.*

(a) The Municipal Bond Insurance Policy (the "Bond Insurance Policy") issued by _____ (the "Bond Insurer") was essential in marketing the Bonds at the rates and prices at which they were marketed and the absence of the Bond Insurance Policy would have had a material adverse effect on the interest rates at which the Bonds were sold.

(b) In our opinion, the Bond Insurance Premium paid to the Bond Insurer for its Bond Insurance Policy is a reasonable arm's-length charge for the transfer of credit risk which the Bond Insurance Policy represents.

(c) In our opinion, the present value of the Bond Insurance Premium is less than the present value of the interest on the Bonds reasonably expected to be saved as a result of the Bond Insurance Policy. In making this determination present values were computed by using the yield on the Bonds (determined with regard to the Bond Insurance Premium) as the discount rate.]

____. ***Defined Terms.***

(a) "Maturity" means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds 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 Bonds. The Sale Date of the Bonds is February 12, 2024.

(d) "Underwriter" means (i) any person that agrees pursuant to a written contract with the District (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds 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 Bonds 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 Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents the Underwriter'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. The undersigned 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 with respect to compliance with the federal income tax rules affecting the Bonds, and by Quarles & Brady LLP, Bond Counsel, in connection with rendering its opinion that the interest on the Bonds 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 Bonds.

[UNDERWRITER]

By: _____

Name: _____

Dated: March 4, 2024

SCHEDULE A
TO
UNDERWRITER'S CERTIFICATE

EXPECTED OFFERING PRICES

(See Attached)

SCHEDULE B
TO
UNDERWRITER'S CERTIFICATE

COPY OF UNDERWRITER'S BID

(See Attached)

BID FORM
SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
\$9,500,000 General Obligation School Building and Facility Improvement Bonds

Mr. Todd Miller, President
and Members of the School Board
SCHOOL DISTRICT OF BOSCOBEL AREA SCHOOLS
1110 Park Street
Boscobel, WI 53805

Dear Mr. Miller and Members of the School Board:

For all but no part of your issue of \$9,500,000 General Obligation School Building and Facility Improvement Bonds (the "Bonds"), said bid being no less than \$9,500,000.00 (100.00% of par) and no more than \$10,165,000.00 (107.00% of par), we offer to pay a price of \$_____. The dated date and delivery date of the Bonds is March 4, 2024. The Bonds shall bear interest as follows:

<u>(March 1)</u>	<u>Rate</u>	<u>(March 1)</u>	<u>Rate</u>
2026	_____ %	2032	_____ %
2027	_____ %	2033	_____ %
2028	_____ %	2034	_____ %
2029	_____ %	2035	_____ %
2030	_____ %	2036-2043	--
2031	_____ %	2044	_____ %

The Bidder elects to have the following Term Bonds:

<u>Final Maturity Date</u>	<u>For Years</u>	<u>Amount</u>
March 1, _____	_____ to _____	\$ _____
March 1, _____	_____ to _____	\$ _____
March 1, _____	_____ to _____	\$ _____

This bid is made subject to all the terms and conditions of the Official Notice of Sale heretofore received and the Official Notice of Sale heretofore published, all terms and conditions which are made a part hereof as fully as though set forth in full in this bid.

This bid is a firm offer for the purchase of the Bonds 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.

By submitting this bid, we confirm that we are an underwriter and have an established industry reputation for underwriting new issuances of municipal bonds. YES: ___ NO: ___.

If the competitive sale requirements are not met, we elect to use either the: ___ 10% test, or the ___ hold-the-offering price rule to determine the issue price of the Bonds.

The underwriter shall be responsible for paying all costs of issuance on behalf of the District. These costs include the financial advisor fee, attorney fees, fiscal agency fee, rating agency fee and the fees for preparing and printing the Preliminary and Final Official Statement and other miscellaneous expenses of the District incurred in connection with the offering and delivery of the Bonds. The total of these costs is \$92,035.00.

A Good Faith Deposit ("Deposit") in the form of a cashier's check in the amount of \$190,000 may be submitted contemporaneously with the bid or, in the alternative, a deposit in the amount of \$190,000 shall be made by the winning bidder by federal wire transfer as directed by the District Clerk or Treasurer to be received by the District no later than 1:00 p.m. prevailing Central Time on the day of the bid opening (February 12, 2024) as a guarantee of good faith on the part of the bidder to be forfeited as liquidated damages if such bid be accepted and the bidder fails to take up and pay for the Bonds.

Managing Underwriter

Direct Contact and Phone Number: _____

By: _____

- Please attach a list of account members -

For your information, but not as a condition of this bid, the above interest rates result in:

Net Interest Cost \$ _____ True Interest Rate _____ %

The foregoing offer is hereby accepted this 12th day of February 2024 by the Members of the Board and in recognition therefore is signed by the Officers empowered and authorized to make such acceptance.

District President

District Clerk