PRELIMINARY OFFICIAL STATEMENT DATED SEPTEMBER 27, 2016

NEW ISSUE — Moody's Rated "Aa3"
Bank Qualified — (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 Notes is excludable from gross income and is not an item of tax preference for federal income tax purposes. The Notes shall be designated as "qualified tax-exempt obligations". See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Notes. The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.

$4,955,000
SCHOOL DISTRICT OF HARTFORD JOINT NO. 1**
Dodge and Washington Counties, Wisconsin
General Obligation Promissory Notes

Dated: November 1, 2016 — Due: April 1, 2017-2026

The $4,955,000 General Obligation Promissory Notes (the "Notes") will be dated November 1, 2016 and will be in the denomination of $5,000 each or any multiple thereof. The Notes will mature serially on April 1 of the years 2017 through 2026. Interest on the Notes shall be payable commencing on April 1, 2017 and semi-annually thereafter on October 1 and April 1 of each year. Associated Trust Company, National Association, Green Bay, Wisconsin will serve as paying agent for the Notes.

MATURITY SCHEDULE*

(April 1)	Amount*	Rate	Yield	CUSIP [(1)] Base 416791	(April 1)	Amount*	Rate	Yield	CUSIP [(1)] Base 416791
2017	$815,000				2022	$245,000			
2018	820,000				2023	250,000			
2019	765,000				2024	255,000			
2020	630,000				2025	260,000			
2021	645,000				2026	270,000			

The Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes. The Notes will be general obligations of the School District of Hartford Joint No. 1, 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 Notes will be used for the public purpose of paying the cost of energy efficiency and capital improvement projects at District buildings and grounds, including HVAC and boiler upgrades, building entrance improvements, lighting improvements and acquisition of related equipment. (See "THE FINANCING PLAN" herein.)

The Notes maturing April 1, 2023 and thereafter are subject to call and prior redemption on April 1, 2022 or any date thereafter, in whole or in part, from maturities selected by the District and by lot within each maturity at par plus accrued interest to the date of redemption. All or a portion of the Notes 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: **BAIRD**

The Notes will be issued only as fully registered Notes 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 Notes. 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 Notes will not receive certificates representing their interest in the Notes purchased. (See "BOOK-ENTRY-ONLY SYSTEM" herein.)

The District's Notes are offered when, as and if issued subject to the approval of legality by Quarles & Brady LLP, Milwaukee, Wisconsin, Bond Counsel. Quarles & Brady LLP will also act as Disclosure Counsel for the District. The anticipated settlement date for the Notes is on or about November 1, 2016.

**Preliminary, subject to change.*

SALE DATE: OCTOBER 4, 2016 — SALE TIME: 9:30 A.M. CT

***The School District's legal name, School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon, will be referred to as "School District of Hartford Joint No. 1," "School District" or "District" throughout the Official Statement.*

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SCHOOL DISTRICT OF HARTFORD JOINT NO. 1
(Dodge and Washington Counties, Wisconsin)

SCHOOL BOARD

Jeffrey Becker, President
William Savage, Vice President
Katherine Staus, Treasurer
Barbara Lindert, Clerk
Andrew Hughes, Director

ADMINISTRATION

Dr. Mark T. Smits, District Administrator
John Stellmacher, Chief Financial Officer
Laura Schieffer, Pupil Services Director
Jill Piontek, Food Services Manager
Ed Behnke, Facilities Manager
Joe Viste, Central Middle School Principal
Neil Hanlon, Lincoln Elementary School Principal
Doan Bui, Rossman Elementary School Principal

PROFESSIONAL SERVICES

School District Attorney:	Wisconsin Association of School Boards, 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

REGARDING USE OF THIS OFFICIAL STATEMENT

This Official Statement is being distributed in connection with the sale of the Notes 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 Notes 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 Hartford Joint No. 1, 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 Notes 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 Notes 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 Notes 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 NOTES, THE UNDERWRITER MAY OR MAY NOT OVERALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICES OF THE NOTES 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 NOTES MAY BE CHANGED FROM TIME TO TIME BY THE UNDERWRITER AFTER THE NOTES ARE RELEASED FOR SALE AND THE NOTES MAY BE OFFERED AND SOLD AT PRICES OTHER THAN THE INITIAL OFFERING PRICES, INCLUDING SALES TO DEALERS WHO MAY SELL THE NOTES INTO INVESTMENT ACCOUNTS.

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SUMMARY

District:	School District of Hartford Joint No. 1 Dodge and Washington Counties, Wisconsin.
Issue:	$4,955,000 General Obligation Promissory Notes.
Dated Date:	November 1, 2016.
Interest Due:	Commencing April 1, 2017 and on each October 1 and April 1 thereafter. Interest on the Notes will be computed on the basis of a 30-day month and a 360-day year.
Principal Due:	April 1, 2017 through 2026.
Redemption Provisions:	The Notes maturing on and after April 1, 2023 shall be subject to call and prior payment on April 1, 2022 or on any date thereafter at par plus accrued interest. The amounts and maturities of the Notes to be redeemed shall be selected by the District. If less than the entire principal amount of any maturity is to be redeemed, the Notes 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 Note to be redeemed at the address shown on the registration books. All or a portion of the Notes 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 Notes as the same become due and, for said purposes, there are levied without limitation on all the taxable property in the District, direct, annual irrepealable 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 Notes will be used for the public purpose of paying the cost of energy efficiency and capital improvement projects at District buildings and grounds, including HVAC and boiler upgrades, building entrance improvements, lighting improvements and acquisition of related equipment. (See “THE FINANCING PLAN” herein.)
Tax Status:	Interest on the Notes is excludable from gross income for federal income tax purposes. (See “TAX EXEMPTION” herein.)
Credit Rating:	This issue has been assigned an “Aa3” rating from Moody’s Investors Service, Inc. (See “RATING” herein.)
Bank Qualification:	The Notes shall be designated as “qualified tax-exempt obligations”.
Bond Years:	17,904.58 years.
Average Life:	3.613 years.
Record Date:	The 15th 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 Hartford Joint No. 1, Wisconsin (the "District" and the "State" respectively) in connection with the sale of the District's $4,955,000 General Obligation Promissory Notes (the "Notes"). The Notes 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 Notes are qualified in their entirety by reference to the form thereof included in the Resolutions. Copies of the Resolutions may be obtained from the Financial Advisor (defined herein) upon request.

THE FINANCING PLAN

By way of a resolution adopted June 21, 2016 (the “Authorizing Resolution”), the Board authorized the issuance of general obligation promissory notes in an amount not to exceed $5,500,000 for the public purpose of paying the cost of energy efficiency and capital improvement projects at District buildings and grounds, including HVAC and boiler upgrades, building entrance improvements, lighting improvements and acquisition of related equipment (the “Project”).

REDEMPTION PROVISIONS

Optional Redemption

The Notes maturing April 1, 2023 and thereafter are subject to call and prior redemption on April 1, 2022 or any date thereafter, in whole or in part, from maturities selected by the District and by lot within each maturity at par plus accrued interest to the date of redemption.

Mandatory Redemption

All or a portion of the Notes 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 April 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 cover of this Official Statement.

ESTIMATED SOURCES AND USES*

Sources of Funds	
Par Amount of Notes	$4,955,000
Reoffering Premium	95,906
Total Sources of Funds:	$5,050,906
Uses of Funds	
Deposit to Project Construction Fund	$4,955,000
Costs of Issuance (Including Underwriter’s Discount)	92,740
Bid Premium for Deposit to Debt Service Fund	3,166
Total Uses of Funds:	$5,050,906

**Preliminary, subject to change.*

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 Notes 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, irrepealable 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 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 may 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 promissory 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.

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 five 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 District pursuant to the procedures prescribed by Wisconsin Statutes. Reference is made to the Resolutions for complete recitals of their terms.

The Authorizing Resolution

By way of the Authorizing Resolution adopted on June 21, 2016, the Board authorized the issuance of general obligation promissory notes in an amount not to exceed $5,500,000 for the purpose of paying the cost of the Project.

As required by Wisconsin Statue, notice of the adoption of the Authorizing Resolution was published in the required newspaper on June 24, 2016. The Authorizing Resolution is subject to referendum if, within 30 days after publication of notice of adoption of the Authorizing Resolution a sufficient petition requesting a referendum is filed by the electors of the District. The petition period expired on July 25, 2016 without a sufficient petition having been filed.

Award Resolution

By way of a resolution to be adopted on October 4, 2016 (the "Award Resolution"), the Board will award the sale of the Notes and accept the bid (or reject all bids) of the Underwriter (defined herein) for the purchase of the Notes, in accordance with bid specifications, provide the details and form of the Notes, 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 Notes. Pursuant to the Award Resolution, the amount of direct, annual, irrepealable taxes levied for collection in the years 2017 through 2026 which will be sufficient to meet the principal and interest payments on the Notes 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 Notes.

THE DISTRICT

The administration of the District of is exercised by a Board. The Board consists of five 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 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.

School Board

Name	Expiration of Term
Jeffrey Becker, President	April, 2018
William Savage, Vice President	April, 2017
Katherine Staus, Treasurer	April, 2018
Barbara Lindert, Clerk	April, 2017
Andrew Hughes, Director	April, 2019

Source: The District.

Administration

Name	Title	Years of Service Within the District
Dr. Mark T. Smits	District Administrator	14
John Stellmacher	Chief Financial Officer	6
Laura Schieffer	Pupil Services Director	4
Jill Piontek	Food Services Manager	Contracted
Ed Behnke	Facilities Manager	40
Joe Viste	Central Middle School Principal	2*
Neil Hanlon	Lincoln Elementary School Principal	6
Doan Bui	Rossman Elementary School Principal	7

**Joe Viste was previously an Assistant Principal in the Milwaukee Public Schools.*

Source: The District.

District Facilities

Facility	Year Constructed	Year(s) of Additions
Central Middle School	1991	
Lincoln Elementary School	1954	1965, 2000, 2011
Rossman Elementary School	1969	2001
Maintenance Building	1974	

Source: The District.

School Enrollments

Year	Pre-K through 8 Total*
2011-12	1,876
2012-13	1,898
2013-14	1,939
2014-15	1,969
2015-16	1,983
2016-17**	2,010
2017-18**	2,024
2018-19**	2,015
2019-20**	2,022
2020-21**	2,015

**FTE.*

***Projected enrollments are based on five years of cohort survival adjustments and District projections for incoming 4K and 5K classes.*

Source: The District.

Employment Relations

Department	Number of Employees*
Teachers	162
Administration	7
Instructional Aides	47
Secretaries	21
Custodians	13
Food Service	17
Technology	5
TOTAL	272

**Headcount.*

Source: The District.

Labor Contract

The District employees are represented by the following bargaining unit:

Union	Group Represented	Contract Expiration Date*
Hartford Elementary Education Association	Certified Teaching Staff	June 30, 2017

**Contract covers only total base wages.*

The District considers its relationship with the employee groups to be positive and collaborative.

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, on July 1, 2011, an Employee Handbook became effective for all employee groups and was most recently updated on July 1, 2016. The Employee Handbook set 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 by the unions. 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. The total retirement plan contributions (including both the District's and the employees' contributions) for the years ended June 30, 2014 and June 30, 2013 were $1,319,719 and $1,173,692, respectively. During the fiscal year ended June 30, 2015 ("Fiscal Year 2015"), the District's portion of contributions to WRS (not including any employee contributions) totaled $700,040.

The District implemented Governmental Accounting Standards Board Statement No. 68 ("GASB 68") for Fiscal Year 2015.

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, 2014, the total pension liability of the WRS was calculated as $89.7 billion and the fiduciary net position of the WRS was calculated as $92.2 billion, resulting in a net pension asset of $2.5 billion.

Under GASB 68, each participating employer in a cost-sharing pension plan must report the employer's proportionate share of the net pension liability or net pension asset of the pension plan. Accordingly, for Fiscal Year 2015, the District reported an asset of $1,704,354 for its proportionate share of the net pension asset of the WRS. The net pension asset was measured as of December 31, 2014 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 0.06938779% of the aggregate WRS net pension asset as of December 31, 2014.

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 H in "Appendix A - Basic Financial Statements and Related Notes for the year ended June 30, 2015" attached hereto.

Other Post-Employment Benefits

The District provides "other post-employment benefits" ("OPEB") (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) through a single-employer defined benefit plan to employees who have terminated their employment with the District and have satisfied specified eligibility standards. Membership in the District’s group health plan consisted of 44 retirees receiving benefits and 217 active plan members as of July 1, 2014, the date of the latest actuarial valuation.

OPEB calculations are required to be updated every two years and prepared in accordance with Statement No. 45 of the Governmental Accounting Standards Board ("GASB 45") regarding retiree health and life insurance benefits, and related standards. An actuarial study for the District was last completed by Key Benefit Concepts, LLC in April 2015 with an actuarial valuation date of July 1, 2014.

The District is required to expense the estimated yearly cost of providing post-retirement benefits representing a level of funding that, if paid on an ongoing basis, is projected to cover costs and amortize unfunded actuarial liabilities over a given period not to exceed 30 years. Such annual accrual expense is referred to as the "annual required contribution." As shown in the District's Audited Financial Statements for Fiscal Year 2015, the District's annual required contribution for Fiscal Year 2015 was $734,556. For Fiscal Year 2015, contributions to the plan totaled $1,745,365, which was 237.61% of the annual required contribution. The District’s current funding practice is to make annual contributions to the plan in the amounts at least equal to the benefits paid to retirees in a particular year on a “pay-as-you-go” basis with additional discretionary contributions to a trust to accumulate assets for payment of future benefits.

The plan's ratio of actuarial value of assets to actuarial accrued liability as of the most recent actuarial valuation date, July 1, 2014, was 63.48%. As of July 1, 2014, the actuarial accrued liability was $6,330,542, and the actuarial value of assets was $4,018,487, resulting in an unfunded actuarial accrued liability of $2,312,055.

For more information, see Note I in "Appendix A - Basic Financial Statements and Related Notes for the Year Ended June 30, 2015" attached hereto.

GENERAL INFORMATION

Location

The District encompasses approximately 50 square miles in southeastern Wisconsin. The District serves all or portions of the City of Hartford and the Towns of Ashippun, Rubicon, Addison, Erin and Hartford in Dodge and Washington Counties. The City of Hartford is approximately 60 miles north east of Madison, 40 miles north west of Milwaukee, and 127 miles north of Chicago. The City is accessible via Interstate 41 and State Highways 60 and 83.

Education

The District provides a comprehensive education for students in pre-kindergarten through the eighth grade. District facilities include one middle school, two elementary schools and a maintenance building. The District is one of five other public elementary school districts that feed into Hartford Union High School District. Enrollment for the 2015-16 school year was 1,983 students. The District serves a 2014 estimated population of 17,920* and employs 272 people.

**Source: U.S. Census Bureau.*

Post-Secondary Education

Moraine Park Technical College, which operates a campus located in the City of West Bend, provides vocational, technical and adult educational training to District residents. Also located in the City of West Bend, the University of Wisconsin – Washington County is a two-year institution offering undergraduate courses. Many other two and four-year educational opportunities are a short commute for area residents, including Milwaukee Area Technical College, University of Wisconsin-Milwaukee, Marquette University, Concordia University Wisconsin, Cardinal Stritch University, Mount Mary University, Alverno College and Carroll University.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Population

	Dodge County	Washington County	City of Hartford	Town of Hartford
Preliminary Estimate, 2016	89,962	134,113	14,627	3,582
Estimate, 2015	89,595	133,486	14,403	3,587
Estimate, 2014	89,203	133,071	14,320	3,597
Estimate, 2013	88,875	132,612	14,274	3,592
Census, 2010	88,759	131,887	14,223	3,609

Source: Wisconsin Department of Administration, Demographic Services Center.

Per Return Adjusted Gross Income

	State of Wisconsin	Dodge County	Washington County	City of Hartford	Town of Hartford
2014	$52,050	$49,120	$62,340	$54,420	$58,540
2013	50,670	47,640	61,020	52,350	57,900
2012	49,900	46,660	60,720	58,340	56,550
2011	47,640	46,950	57,580	49,930	63,710
2010	46,958	45,276	55,966	50,170	57,165

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

Unemployment Rate

	State of Wisconsin	Dodge County	Washington County
July, 2016	4.1%	3.6%	3.5%
July, 2015	4.6	4.4	3.9
Average, 2015	4.6%	4.5%	3.8%
Average, 2014	5.4	5.4	4.6
Average, 2013	6.7	6.9	5.7
Average, 2012	7.0	7.1	6.1
Average, 2011	7.8	7.8	6.9

Source: Wisconsin Department of Workforce Development.

Residential Building Permit Valuations

City of Hartford			Town of Hartford		
Year	Number	Valuations	Year	Number	Valuations
2016*	48	$10,905,308	2016*	3	$1,270,000
2015	78	15,546,000	2015	2	350,000
2014	45	7,666,300	2014	2	470,000
2013	34	6,509,000	2013	3	974,000
2012	22	3,448,950	2012	5	1,512,000

**As of July, 2016.*

Source: U.S. Census Bureau.

Largest Employers

The largest employers within the District are listed below:

Employer	Type of Business	Number of Employees
Quad Graphics, Inc.	Magazine and catalog printing; ink plant	1,200
Broan NuTone, LLC	Manufacturer of home vent systems	760
Signicast Corporation	Foundry	675
Hartford Finishing (Steelcraft/Snoway)	Metal, aluminum and stainless steel fabricating/powder coat painting	435
Aurora Healthcare	Healthcare	425
Wal-Mart	Retail store	350
GE Healthcare (previously API Healthcare)	Computer software systems for hospitals	289
Menasha Packaging	Corrugated containers and display graphics	280
Helgesen Industries	Contract metal fabricating	275
The District	Education	272

Source: Infogroup (www.salesgenie.com), direct employer contacts, the City of Hartford official statement dated June 14, 2016 and the District.

Largest Taxpayers

The largest taxpayers within the District are listed below:

Taxpayer	Type of Business	2015 Assessed Valuation	2015 Equalized Valuation
Quad Graphics, Inc.	Magazine and catalog printing	$27,132,600	$27,233,589
ARHC AMHTDWI01, LLC (Aurora Healthcare)	Healthcare	24,352,400	24,189,179
Signicast Corporation	Foundry	17,598,200	17,612,577
Hartford Finishing (Steelcraft/Snoway)	Metal, aluminum and stainless steel fabricating/powder coat painting	14,825,200	14,725,834
Wal-Mart	Retail store	13,303,800	13,214,632
Helgesen Industries	Contract metal fabricating	8,236,300	8,181,096
Broan NuTone, LLC (Dorojack Realty)	Manufacturer of home vent systems	7,563,200	7,512,508
Hartford Land Development (Kaerek Builders)	Land development	5,541,500	5,504,358
American Homes 4 Rent Prp	Residential	5,445,600	5,409,101
CSRA MOB Portfolio II (GE Healthcare) (previously API Healthcare)	Computer software systems for hospitals	5,148,500	5,113,992
	TOTAL	$129,147,300	$128,696,867

Source: City of Hartford, Finance Director.

The above taxpayers represent 8.60% of the District's 2015 Equalized Value (TID IN) ($1,496,153,525).

TAX LEVIES, RATES AND COLLECTIONS

Personal property taxes, special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31. Real property taxes may be paid in full by January 31 or in two equal installments payable by January 31 and July 31. Municipalities also have the option of adopting payment plans which allow taxpayers to pay their real property taxes and special assessments in three or more installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31 are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. Any amounts paid after July 31 are paid to the county treasurer. For municipalities which have not adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15 and February 20. For municipalities which have adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15, February 15 and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The County Board may authorize its County Treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property 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/Collection Year	District Tax Rate*	District Levy*	Uncollected Taxes As of August 20 of Each Year	Percent of Levy Collected
2015/16	$6.52	$9,459,953	-0-	100.00%
2014/15	6.52	9,508,676	-0-	100.00
2013/14	6.78	9,509,879	-0-	100.00
2012/13	6.93	9,534,879	-0-	100.00
2011/12	6.79	9,634,879	-0-	100.00

**The District's tax rate and levy figure for 2016/17 is not yet available.*

Source: Wisconsin Department of Public Instruction.

2015-16 Proportionate Amounts of Local Tax Revenue
<u>Per Municipality Based on 2015 Equalized Valuation</u>

Municipality	2015 Equalized Valuation (TID OUT)	Percent of Levy	Amount of Levy*
City of Hartford(1)(2)	$1,033,258,078	71.25551059%	$6,740,738
Town of Ashippun(1)	36,219,130	2.49774249	236,285
Town of Rubicon(1)	7,724,441	0.53269265	50,392
Town of Addison(2)	9,330,404	0.64344302	60,869
Town of Erin(2)	112,351,285	7.74796573	732,954
Town of Hartford(2)	251,191,287	17.32264552	1,638,714
TOTAL	$1,450,074,625	100.00000000%	$9,459,953

(1) Dodge County.
(2) Washington County.

**The District's tax rate and levy figure for 2016/17 is not yet available.*

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 2011 through 2015. The District's Equalized Valuation (TID IN) has decreased by 2.88 percent since 2011 with an average annual decrease of 0.73 percent.

Year	Equalized Valuation (TID IN)	Equalized Valuation (TID OUT)
2015	$1,496,153,525	$1,450,074,625
2014	1,488,901,913	1,457,542,913
2013	1,425,740,704	1,402,211,104
2012	1,457,325,992	1,375,970,947
2011	1,540,541,088	1,418,416,088

Source: Wisconsin Department of Revenue.

<u>Tax Increment Districts</u>

The City of Hartford has Tax Incremental Districts ("TIDs") created under Wisconsin Statutes Section 66.1105. TID valuations totaling $46,078,900 have been excluded from the District's tax base for 2015.

Municipality	TID #	Creation Date	Base Value	2015 Value	Increment
City of Hartford	5	2005	$357,500	$34,150,300	$33,792,800
	6	2008	1,100,000	1,412,000	312,000
	7*	2011	3,600	2,771,100	2,767,500
	7**	2011	13,800	5,801,400	5,787,600
	8	2013	6,047,400	9,466,400	3,419,000
				TOTAL	$46,078,900

**Washington County.*
***Dodge 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 Notes. Interest on the Notes has been estimated using an average rate of 2.26 percent. The bond years are 17,904.58 and the average life is 3.613 years.

	Outstanding Bonds and Notes[1]		The Notes*		Less: Direct Payment Interest Credits[2]	Total Debt Service Requirements*
Year	Principal	Interest	Principal*	Interest*		
2016	$665,000	$195,248			($82,349)	$777,899
2017	675,000	184,398	$815,000	$87,550	(82,261)	1,679,687
2018	685,000	172,683	820,000	79,900	(82,261)	1,675,322
2019	700,000	160,420	765,000	64,050	(82,261)	1,607,209
2020	780,000	151,810	630,000	50,100	(82,261)	1,529,649
2021	685,000	146,834	645,000	37,350	(82,261)	1,431,923
2022	565,000	141,253	245,000	28,450	(82,261)	897,442
2023	495,000	135,403	250,000	23,500	(82,261)	821,642
2024	415,000	129,935	255,000	18,450	(82,261)	736,124
2025	150,000	127,373	260,000	12,000	(82,261)	467,112
2026	160,000	63,686	270,000	4,050	(44,179)	453,557
	5,975,000	1,609,043	4,955,000	405,400	(866,877)	12,077,566
Less 2016 Sinking Funds	(665,000)	(195,248)	0	0	82,349	(777,899)
TOTAL	$5,310,000	$1,413,795	$4,955,000	$405,400	($784,528)	$11,299,667

[1]Amounts include mandatory sinking fund deposits for District's outstanding QECB issue.

[2]Assumed direct payment interest credit from the United States Treasury in connection with the Taxable General Obligation Refunding Bonds (Qualified Energy Conservation Bonds-Direct Payment), dated May 3, 2011 (the "QECBs"). Receipt of the credits is expected but not assured. The Budget Control Act of 2011 (the "BCA") requires the Director of the United States Office of Management and Budget ("OMB") to calculate cuts each year for the next ten years to federal programs necessary to reduce spending to levels specified in the BCA, which cuts are referred to as sequestration. The BCA has been amended to extend the reduction of subsidy payments through fiscal year 2025. The reductions to the subsidy payments in fiscal year 2016, as reported by OMB, are 6.8%, and will be 6.9% for fiscal year 2017 (reflected in the table above for 2016 and beyond). Such cuts may be avoided or mitigated if Congress takes action to postpone or change the provisions of BCA. The District cannot predict whether any such cuts to the subsidy amounts it expects to receive will occur in the future.

**Preliminary, subject to change.*

Other Financing

The District has borrowed for short-term cash flow purposes in the past five years as follows.

Amount	Dated	Maturity Date
$4,000,000	October 26, 2011	October 15, 2012
3,000,000	September 26, 2012	October 15, 2013
2,500,000	September 26, 2013	October 10, 2014
2,500,000	September 25, 2014	October 9, 2015
2,500,000	September 29, 2015	October 10, 2016
2,250,000	September 27, 2016	October 9, 2017

The District expects to continue to borrow for short-term cash flow purposes in the future consistent with its previous borrowings.

Future Financing

The District does not anticipate issuing additional general obligation debt in the next twelve months.

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.

Name of Entity	Amount of Debt (Net of 2016 Principal Amounts)	Percent Chargeable to District	Outstanding Debt Chargeable to District
Moraine Park Technical College District*	$22,745,000	6.03%	$1,371,524
Dodge County	34,435,000	1.24	426,994
Washington County	10,965,000	10.41	1,141,457
City of Hartford	27,290,000	96.14	26,236,606
Hartford Union High School District	9,055,000	46.89	4,245,968
Total Towns	0	Varies	0
Total Sanitary Districts	262,624	Varies	65,883
TOTAL	$104,752,624		$33,488,432

**Moraine Park Technical College District anticipates the issuance of approximately $3,680,000 General Obligation Promissory Notes, Series 2016-17A in October, 2016. This amount is not included in the figure shown above.*

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 2016 principal payments.

2015 Equalized Valuation as certified by Wisconsin Department of Revenue	$1,496,153,525
Direct Bonded Indebtedness Including The Notes	$10,265,000
Direct, Overlapping and Underlying Bonded Indebtedness Including The Notes	$43,753,432
Direct Bonded Indebtedness as a Percentage of Equalized Valuation	0.69%
Direct, Overlapping and Underlying Bonded Indebtedness as a Percentage of Equalized Valuation	2.92%
Population of District (2014 Estimate)*	17,920
Direct Bonded Indebtedness Per Capita	$572.82
Direct, Overlapping and Underlying Bonded Indebtedness Per Capita	$2,441.60

**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 five percent of the equalized value of property in the District. Set forth in the table below is a comparison of the outstanding indebtedness of the District as of the closing date of the Notes, as a percentage of the applicable debt limit.

Equalized Valuation (2015) as certified by Wisconsin Department of Revenue	$1,496,153,525
Legal Debt Percentage Allowed	5.00%
Legal Debt Limit	$74,807,676
Direct Bonded Indebtedness Outstanding Including The Notes[1]	$10,265,000
Unused Margin of Indebtedness	$64,542,676
Percent of Legal Debt Incurred	13.72%
Percentage of Legal Debt Available	86.28%

[1] *Amount includes the principal amount due on the QSCB issue without factoring in mandatory sinking fund deposits.*

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

As part of the budgeting process using a site-based management approach, budget requests are submitted during the course of the fiscal year by the teachers and departmental administrators of each school. The local Building Leadership Team refines the requests before the building administrator makes final adjustments and forwards the budget document to the Central Administrative Offices for development. All requests for new program initiatives or modifications are reviewed by the administrative team prior to submission of the proposed budget to the Board. The Board reviews final recommendations of the administrative team and committee and adjusts the budget as necessary. The proposed budget is formally adopted by the Board after the annual hearing is held.

GENERAL FUND SUMMARY
FOR YEARS ENDED JUNE 30[1]

	2016-17 BUDGET	2015-16 ESTIMATE	2014-15 ACTUAL	2013-14 ACTUAL	2012-13 ACTUAL
Revenues					
Local Sources	$7,910,577	$8,379,616	$9,142,146	$7,677,851	$8,434,321
Intermediate	12,662	22,122	8,441	21,017	20,877
Interdistrict	354,109	412,372	294,559	256,173	197,248
State	13,447,275	12,780,952	12,712,170	12,275,983	11,674,561
Federal	912,199	852,423	792,819	775,471	840,804
Other	25,162	91,246	59,611	121,699	134,998
Total Revenues	22,661,984	22,538,731	23,009,746	21,128,194	21,302,809
Expenditures					
Instruction	12,682,270	11,891,526	13,245,248	14,161,972	13,735,616
Support Service	6,756,814	7,300,117	7,940,773	7,268,245	6,647,023
Non Program	3,222,900	3,109,143			
Total Expenditures	22,661,984	22,300,786	21,186,021	21,430,217	20,382,639
Excess of Revenues Over (Under) Expenditures	0	237,945	1,823,725	(302,023)	920,170
Other Financing Sources (Uses)					
Adjustments and refunds	0	0	(3,331)	(1,614)	(1,127)
Proceeds from capital leases	0	0	0	202,296	0
Transfer from general fund	0	0	(677,978)	0	0
Net Other Financing Sources (Uses)	0	0	(681,309)	200,682	(1,127)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	0	237,945	1,142,416	(101,341)	919,043
Fund Balances - Beginning of Year	5,242,036	5,004,091	3,861,675	3,963,016	3,043,972
Fund Balances - End of Year	$5,242,036	$5,242,036	$5,004,091[2]	$3,861,675	$3,963,015

[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.

[2]The large increase in Fund Balance is due to the District contributing to a trust (Fund 73) they set up to fund Other Post-Employment Benefits.

The amounts shown for the fiscal years ending June 30, 2013 through June 30, 2015 are excerpts from the audit reports that have been prepared by Huberty CPAs & Trusted Advisors, Fond du Lac, Wisconsin (the “Auditor”). The amounts shown for the fiscal year ending June 30, 2016 are shown on an estimated basis and the amounts shown for the fiscal year ending June 30, 2017 are shown on a budgetary basis, and such amounts have been provided by the District. The comparative statement of revenues, expenditures and changes in fund balances should be read in conjunction with the other financial statements and notes thereto appearing in 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, 2015, 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 the Auditor to perform any additional examination, assessment or evaluation with respect to such financial statements since the date thereof, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the Notes, the District 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 Notes 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 Notes to the public initially at the prices which produce the yields set forth on the cover page of this Official Statement plus accrued interest from November 1, 2016, if any, 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 Notes to the public. The Underwriter may offer and sell the Notes to certain dealers (including dealers depositing the Notes 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 Notes 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 an "Aa3" 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 Notes.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Notes, 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 Notes any proposed change in or withdrawal of such rating or to oppose any such revision or withdrawal.

REVENUE LIMITS ON WISCONSIN SCHOOL DISTRICTS

The Wisconsin Statutes impose revenue limits on Wisconsin school districts, including the District. The Wisconsin Statutes previously allowed for some annual per pupil increases without voter approval, but the current Wisconsin Statutes prohibit any increase without voter approval. For example, in general terms, for the 2013-14 school year and the 2014-15 school year, a school district could increase its average revenues per pupil without voter approval by no more than $75.00 per pupil in each school year. Under the current Wisconsin Statutes, school districts cannot increase their average revenues per pupil for the 2015-16 school year or any school year thereafter unless they seek voter approval at referendum. 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.

Pursuant to the Award Resolution, the District levied a direct annual irrepealable tax sufficient to pay the principal of and interest on the Notes. While the tax levied to repay the principal of and interest on the Notes is subject to the revenue limits, the provisions of Section 121.92(2)(C) of the Wisconsin Statutes provide that no penalties for exceeding the revenue limit can reduce the property taxes levied for the purpose of paying the principal of and interest on valid bonds or notes issued by the District. However, to the extent that funds levied to pay debt service on the Notes use up amounts available within the revenue limits, there would be fewer funds remaining within the revenue limits to finance District operations.

Section 121.91(4)(o) of the Wisconsin Statutes allows a school board to adopt a resolution to increase its revenue limit by the amount spent by a school district in any school year on a project to implement energy efficiency measures or to purchase energy efficiency products, including the payment of debt service on bonds or notes issued to finance the project, if the requirements set forth in Section 121.91(4)(o) of the Wisconsin Statutes are met. Under current administrative rules, a single resolution may be adopted that is valid for the entire term of the debt and includes all of the years in which the exemption applies. It cannot be predicted whether or how these rules may be changed in the future.

The Notes are being issued for the purpose of paying the costs of projects to implement energy efficiency measures. The District has adopted a resolution for the term of the Notes to increase its revenue limit pursuant to the energy revenue limit exemption for debt service due on the Notes. However, it cannot be predicted whether any portion of the Project will qualify for such exemption or whether any future State legislation will alter or amend the energy revenue limit exemption. In particular, there have been recent proposals by certain State legislators to eliminate the energy revenue limit exemption. The District cannot predict whether, or in what form, any such proposals may be brought to the State Legislature or whether any such legislation may be passed in the future.

TAX EXEMPTION

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

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

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

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

From time to time legislation is proposed, and there are or may be legislative proposals pending in the Congress of the United States that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Notes. It cannot be predicted whether, or in what form, any proposal that could alter one or more of the federal tax matters referred to above or adversely affect the market value of the Notes may be enacted. Prospective purchasers of the Notes should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

Original Issue Discount

To the extent that the initial public offering price of certain of the Notes is less than the principal amount payable at maturity, such Notes ("Discounted Notes") 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 Note over the initial offering price to the public, excluding underwriters or other intermediaries, at which price a substantial amount of such Discounted Notes were sold (issue price). With respect to a taxpayer who purchases a Discounted Note in the initial public offering at the issue price and who holds such Discounted Note 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 Note 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 Note 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 Note, on days that are determined by reference to the maturity date of such Discounted Note. The amount treated as original issue discount on a Discounted Note for a particular semiannual accrual period is generally equal to (a) the product of (i) the yield to maturity for such Discounted Note (determined by compounding at the close of each accrual period) and (ii) the amount that would have been the tax basis of such Discounted Note 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 Note during the accrual period. The tax basis is determined by adding to the initial public offering price on such Discounted Note the sum of the amounts that have been treated as original issue discount for such purposes during all prior periods. If a Discounted Note 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 Note is added to the cost basis of the owner in determining gain or loss upon disposition of a Discounted Note (including its sale, exchange, redemption, or payment at maturity). Amounts received upon disposition of a Discounted Note 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 Notes may result in certain collateral federal income tax consequences for the owners of such Discounted Notes. The extent of these collateral tax consequences will depend upon the owner's particular tax status and other items of income or deduction. In the case of corporate owners of Discounted Notes, a portion of the original issue discount that is accrued in each year will be included in adjusted current earnings for purposes of calculating the corporation's alternative minimum tax liability. Corporate owners of any Discounted Notes should be aware that such accrual of original issue discount may result in an alternative minimum tax liability although the owners of such Discounted Notes will not receive a corresponding cash payment until a later year.

The Code contains additional provisions relating to the accrual of original issue discount. Owners who purchase Discounted Notes at a price other than the issue price or who purchase such Discounted Notes in the secondary market should consult their own tax advisors with respect to the tax consequences of owning the Discounted Notes. Under the applicable provisions governing the determination of state and local taxes, accrued interest on the Discounted Notes 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 Notes should consult their own tax advisors with respect to the state and local tax consequences of owning the Discounted Notes.

Bond Premium

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

Any Premium Note 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 Note is calculated on a daily basis from the issue date of such Premium Note 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 Note that has amortizable note 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 Notes. During each taxable year, such an owner must reduce his or her tax basis in such Premium Note 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 Note. The adjusted tax basis in a Premium Note will be used to determine taxable gain or loss upon a disposition (including the sale, exchange, redemption, or payment at maturity) of such Premium Note.

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

DESIGNATION AS QUALIFIED TAX-EXEMPT OBLIGATIONS

The District will designate the Notes as "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 Underwriters 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 Notes to provide certain financial information and operating data relating to the District annually to the Municipal Securities Rulemaking Board (the "MSRB"), and to provide notices of the occurrence of certain events enumerated in the Rule electronically or in the manner otherwise prescribed by the MSRB to the MSRB. **The 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 Notes 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 Notes (although holders will have the right to obtain specific performance of the obligations under the Undertaking). Nevertheless, such a failure must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Notes in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Notes and their market price.

The District 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.

In the previous five years, the District has not failed to comply in all material respects with any previous undertakings under the Rule.

BOOK-ENTRY-ONLY SYSTEM

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

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. 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 a Standard & Poor's 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 and www.dtc.org.

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

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

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

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

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

Redemption proceeds, distributions, and dividend payments on the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from District or 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 Notes 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, Agent, or 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 District or 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 Notes at any time by giving reasonable notice to District or Agent. Under such circumstances, in the event that a successor depository is not obtained, Note certificates are required to be printed and delivered.

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

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that District believes to be reliable, but 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 Notes, or in any way contesting or affecting the validity of the Notes or any proceedings of the District taken with respect to the issuance or sale thereof.

LEGAL MATTERS

Legal matters incident to the authorization and issuance of the Notes 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 Notes. A copy of such opinion will be available at the time of the delivery of the Notes.

Quarles & Brady LLP has also been retained by the District to serve as Disclosure Counsel to the District with respect to the Notes. Although, as Disclosure Counsel to the District, Quarles & Brady 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 Notes and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in this Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the Notes 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 Notes.

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

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

FINANCIAL ADVISOR

Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin has acted as Financial Advisor to the District in connection with the issuance of the Notes.

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 Notes. The District, acting through its President and District Clerk, will provide to the Underwriter of the Notes at the time of delivery of the Notes, a certificate confirming that, to the best of its knowledge and belief, the Official Statement with respect to the Notes, together with any supplements thereto, at the time of the adoption of the Award Resolution and at the time of delivery of the Notes, was true and correct in all material respects and did not at any time contain an untrue statement of a material fact or omit to state a material fact required to be stated, where necessary to make the statements in light of the circumstances under which they were made, not misleading.

SCHOOL DISTRICT OF HARTFORD JOINT NO. 1

By /s/________________________________

District Clerk

APPENDIX A

BASIC FINANCIAL STATEMENTS
AND RELATED NOTES

SCHOOL DISTRICT OF HARTFORD JOINT NO. 1
DODGE AND WASHINGTON COUNTIES, WISCONSIN

For Year Ended June 30, 2015

Huberty CPAs & Trusted Advisors
Fond du Lac, Wisconsin

A copy of the District's Basic Financial Statements and Related Notes for the fiscal year ended June 30, 2015, 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 the Auditor to perform any additional examination, assessment or evaluation with respect to such financial statements since the date thereof, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the Notes, the District 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.

SCHOOL DISTRICT OF HARTFORD JT #1

AUDITED FINANCIAL STATEMENTS

JUNE 30, 2015

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Fond du Lac: 145 S. Marr St. | Suite 2 | Fond du Lac, WI 54935 | 920.923.8400
Ripon: 201 E Fond du Lac St. | P.O. Box 272 | Ripon, WI 54971 | 920.748.7741
Plymouth: 2831 Eastern Ave. | Plymouth, WI 53073 | 920.892.2423
Campbellsport: 140 E. Main St. | P.O. Box 440 | Campbellsport, WI 53010 | 920.533.6330
Markesan: 57 N. Bridge St. | Markesan, WI 53946 | 920.398.3551

INDEPENDENT AUDITOR'S REPORT

Board of Education
School District of Hartford Jt #1
Hartford, Wisconsin

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of School District of Hartford Jt #1 ("District"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School District of Hartford Jt #1, as of June 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedules of funding progress and employer contributions, district's proportionate share of the net pension liability (asset), and district's contributions as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental 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 opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District of Hartford Jt #1's basic financial statements. The combining and individual non-major fund financial statements and the schedule of changes in assets and liabilities – agency funds, as listed in the table of contents as other supplemental information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, schedules of changes in assets and liabilities – agency funds, and the schedule of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, the schedules of changes in assets and liabilities – agency funds, and the schedule of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2015, on our consideration of the School District of Hartford Jt #1'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 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 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 School District of Hartford Jt #1's internal control over financial reporting and compliance.

Hawkins + Associates, S.C.

Certified Public Accountants

Fond du Lac, Wisconsin
November 23, 2015

BASIC FINANCIAL STATEMENTS

SCHOOL DISTRICT OF HARTFORD JT #1
STATEMENT OF NET POSITION
JUNE 30, 2015

ASSETS	
Cash and investments	$ 7,115,985
Receivables:	
Taxes	2,189,923
Prepaid expenses	13,551
Due from other governments	609,792
Due from other funds	85
Capital Assets:	
Non-depreciable	140,950
Depreciable, net	16,006,710
Total Assets	26,076,996
DEFERRED OUTFLOWS OF RESOURCES	
Post-employment benefits, paid in advance	1,215,009
Pension sources	1,470,923
Total Deferred Outflows of Resources	2,685,932
LIABILITIES	
Short-term notes payable	2,500,000
Accounts payable	431,073
Accrued wages	1,459,232
Accrued payroll liabilities	492,893
Accrued interest payable	69,878
Noncurrent liabilities:	
Due within one year	709,941
Due in more than one year	4,100,172
Total Liabilities	9,763,189
DEFERRED INFLOWS OF RESOURCES	
Unavailable revenue	36,479
Pension sources	38,217
Total Deferred Inflows of Resources	74,696
NET POSITION	
Net investment in capital assets	9,888,544
Restricted for:	
Other debt service retirement	826,101
State projects	26,380
Unrestricted	8,184,018
Total Net Position	$ 18,925,043

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
Governmental Activities:				
Instruction:				
Regular	$ 10,318,056	$ 348,198	$ 205,453	$ (9,764,405)
Vocational	5,173	134	-	(5,039)
Special education	2,625,690	-	1,272,909	(1,352,781)
Other	19,304	21,827	-	2,523
Total Instruction	12,968,223	370,159	1,478,362	(11,119,702)
Support services:				
Pupil services	683,276	-	104,448	(578,828)
Instructional staff services	1,231,559	-	558,810	(672,749)
Administration	1,493,248	-	-	(1,493,248)
Building and grounds	1,515,037	38,592	627,053	(849,392)
Pupil transportation	556,026	4,855	67,292	(483,879)
Central services	291,120	-	-	(291,120)
Food service	781,237	404,039	393,654	16,456
Insurance	163,132	-	45,418	(117,714)
Internal services	275,800	-	-	(275,800)
Other support services	48,518	20,800	-	(27,718)
Community services	499,562	-	-	(499,562)
Depreciation - unallocated	482,808	-	-	(482,808)
Total Support services	8,021,323	468,286	1,796,675	(5,756,362)
Total Governmental Activities	$ 20,989,546	$ 838,445	$ 3,275,037	(16,876,064)
General Revenues:				
Property taxes:				
General purposes				8,945,272
Debt services				453,158
Community service				112,824
State and federal aids not restricted to specific functions:				
General				10,574,944
Other				57,103
Interest and investment earnings				122,142
Miscellaneous				91,692
Loss on disposal of capital assets				(22,392)
Total General Revenues				20,334,743
Change in Net Position				3,458,679
Net Position:				
Beginning of year				12,799,753
Restatement adjustment				2,666,611
End of year				$ 18,925,043

SCHOOL DISTRICT OF HARTFORD JT #1
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2015

ASSETS	General Fund	Debt Service Fund	Other Governmental	Total Governmental
Cash and investments	$ 5,873,560	$ 826,101	$ 416,324	$ 7,115,985
Receivables:				
Taxes	2,189,923	-	-	2,189,923
Prepaid expenses	13,551	-	-	13,551
Due from other governments	601,235	-	8,557	609,792
Due from other funds	33	-	52	85
Total Assets	8,678,302	826,101	424,933	9,929,336
DEFERRED OUTFLOWS OF RESOURCES				
Post-employment benefits, paid in advance	1,215,009	-	-	1,215,009
Total Assets and Deferred Outflows of Resources	$ 9,893,311	$ 826,101	$ 424,933	$ 11,144,345
LIABILITIES				
Short-term notes payable	$ 2,500,000	$ -	$ -	$ 2,500,000
Accounts payable	417,589	-	13,484	431,073
Accrued wages	1,445,824	-	13,408	1,459,232
Accrued payroll liabilities	487,668	-	5,225	492,893
Accrued interest payable	19,782	-	-	19,782
Total Liabilities	4,870,863	-	32,117	4,902,980
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	18,357	-	18,122	36,479
FUND BALANCES				
Restricted for:				
Other debt service retirement	-	826,101	-	826,101
Assigned	1,215,009	-	374,694	1,589,703
Unassigned	3,789,082	-	-	3,789,082
Total Fund Balances	5,004,091	826,101	374,694	6,204,886
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 9,893,311	$ 826,101	$ 424,933	

Total net position reported for governmental activities in the statement of net position are different from the amount reported above as total governmental funds fund balance because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net position:		
Governmental capital assets	$ 21,156,618	
Governmental accumulated depreciation	(5,008,958)	16,147,660
Deferred outflows of resources (related to pensions)		1,470,923
Deferred inflows of resources (related to pensions)		(38,217)
Long-term obligations, including bonds, notes and capital leases payable, are not due in the current period and therefore are not reported in the fund statements. Long-term obligations reported in the statement of net position that are not reported in the funds balance sheet are:		
General obligation debt and capital leases	(6,206,861)	
Compensated absences	(255,351)	
Net pension asset (liability)	1,704,354	
Accrued interest of general obligation debt	(50,096)	
Deferred credits - unamortized premiums	(52,255)	(4,860,209)
Total Net Position - Governmental Activities		$ 18,925,043

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

	General Fund	Debt Service Fund	Other Governmental	Total Governmental
REVENUES:				
Property taxes	$ 8,945,272	$ 453,158	$ 112,824	$ 9,511,254
Other local sources	196,874	6,304	416,311	619,489
Interdistrict sources	294,559	-	-	294,559
Intermediate sources	8,441	-	-	8,441
State sources	12,712,170	-	10,456	12,722,626
Federal sources	792,819	-	383,198	1,176,017
Other sources	59,611	81,951	-	141,562
Total Revenues	23,009,746	541,413	922,789	24,473,948
EXPENDITURES:				
Instruction:				
Regular	10,525,320	-	7,847	10,533,167
Vocational	5,173	-	-	5,173
Special	2,695,045	-	-	2,695,045
Other	19,710	-	-	19,710
Total Instruction	13,245,248	-	7,847	13,253,095
Support Services:				
Pupil services	703,556	-	-	703,556
Instructional staff services	1,253,867	-	-	1,253,867
Administration	1,578,683	-	-	1,578,683
Building and grounds	2,770,836	-	889,910	3,660,746
Pupil transportation	556,026	-	-	556,026
Central services	291,120	-	-	291,120
Food service	-	-	781,362	781,362
Insurance	163,132	-	-	163,132
Principal and interest	75,473	1,631,737	-	1,707,210
Internal services	48,518	-	-	48,518
Other support services	499,562	-	-	499,562
Total Support Services	7,940,773	1,631,737	1,671,272	11,243,782
Total Expenditures	21,186,021	1,631,737	1,679,119	24,496,877
Excess of Revenues Over (Under) Expenditures	1,823,725	(1,090,324)	(756,330)	(22,929)
Other Financing Sources (Uses):				
Adjustments and refunds	(3,331)	-	-	(3,331)
Transfer from general fund	(677,978)	677,978	-	-
Proceeds from long term debt	-	-	750,000	750,000
Total Other Financing Sources (Uses)	(681,309)	677,978	750,000	746,669
Net Change in Fund Balances	1,142,416	(412,346)	(6,330)	723,740
Fund Balances:				
Beginning of year	3,861,675	1,238,447	381,024	5,481,146
End of year	$ 5,004,091	$ 826,101	$ 374,694	$ 6,204,886

SCHOOL DISTRICT OF HARTFORD JT #1
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015

Net Change in Fund Balances - Total Governmental Funds		$ 723,740
Amounts reported for governmental activities in the statement of activities are different because:		
The acquisition of capital assets is 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 expense in the statement of activities.		
Capital outlay reported in governmental fund statements	$ 2,207,876	
Depreciation expense reported in the statement of activities	(537,540)	1,670,336
The district disposed of outdated assets resulting in a reduction of capital assets and recapture of prior year depreciation expense reported on the statement of net position as a net gain and has no affect on the governmental funds balance sheet. Proceeds from the disposal of capital assets are reported as revenue in governmental funds, however, the gain or loss is recognized in the statement of activities.		
Capital assets disposed of during the year	(280,188)	
Depreciation recapture for the year	257,796	(22,392)
Capital leases are reported in governmental funds as an other financing source but are reported as an increase in outstanding long-term obligations in the statement of net assets and does not affect the statement of activities. Lease payments are reported in the governmental funds as an expenditure but are reported as a reduction in long-term obligations in the statement of net assets and does not affect the statement of activities.		
Lease payments reported in the statement of net assets		34,135
Certain employee benefits are reported in the government funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.		
Compensated absences and post retirement benefits paid during the year	789,362	
Compensated absences and post retirement benefits earned during the year	(854,227)	(64,865)
Debt proceeds provide current financial resources to governmental funds; but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal on long-term debt is reported in the 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.		
The amount of bond and loan proceeds in the current year is	(750,000)	
Long-term debt principal payments during the year:	1,385,000	635,000
In governmental funds, interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities, interest is reported as incurred.		
Amount of interest paid on long-term obligations during the year	225,109	
Amount of interest incurred on long-term obligations during the year	(222,670)	2,439
Changes in net pension liability (asset) and related pension sources deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds.		
Pension benefits paid in current year	1,098,555	
Pension benefits earned in current year	(628,105)	
Amounts paid are greater than amounts earned by:		470,450
Bond premiums, discounts and issue costs are reported in the governmental funds as a revenue or expenditures. In the statement of activities, these transactions are capitalized and amortized over the life of the bonds.		
Amortization of bond premium		9,836
Change in Net Position - Governmental Activities		$ 3,458,679

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1
STATEMENT OF NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2015

	Employee Benefit Trust Fund	Agency Fund
ASSETS		
Cash and investments	$ 4,680,084	$ 79,175
Accounts receivable	330,000	-
Total Assets	5,010,084	79,175
LIABILITIES		
Due to student groups	-	79,175
Due to other funds	54,030	-
Total Liabilities	54,030	$ 79,175
NET POSITION		
Restricted Net Position	$ 4,956,054	

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1
STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2015

	Employee Benefit Trust Fund
ADDITIONS:	
Contributions	$ 1,761,416
Interest and investment earnings	27,671
Total Additions	1,789,087
DEDUCTIONS:	
Trust fund disbursements	851,520
Total Deductions	851,520
Change in Net Position	937,567
Net Position:	
Beginning of year	4,018,487
End of year	$ 4,956,054

The accompanying notes are an integral part of these financial statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District of Hartford Jt #1 (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standard 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.

Reporting Entity

The School District of Hartford Jt #1 is organized as a common school district governed by an elected five-member school board. The District operates grades kindergarten through grade eight and is comprised of all or part of six taxing districts.

The accompanying financial statements present the activities of the School District of Hartford Jt #1. The school district is not a component unit of another reporting entity nor does it have any component units.

The reporting entity for the District is based upon criteria set forth by the Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity. The financial reporting entity consists of (a) organization 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.

Basis of Presentation

District-wide Statement:

The statement of net position and the statement of activities present financial information about the District's governmental and business-type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in part by fees charged to external parties. The District does not operate any business-type activities.

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.

Fund Financial Statements:

The fund statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

The District reports the following major governmental funds:

> General fund. This is the District's primary operating fund. It accounts for all financial activity that is not required to be accounted for in another fund. The general fund includes all activity of the special education fund.
>
> Debt service fund. This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental activities.

Non-major funds include state projects, food service, community service, capital projects and American Recovery and Reinvestment Act – Qualified School Construction Bond Projects funds.

Fiduciary funds include an employee benefit trust fund (other post-employment benefits) and an agency (student activity) fund.

Measurement Focus and Basis of Accounting

The district-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transactions take place. Nonexchange 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 capital leases are reported as other financing sources.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Therefore, when program expenses are incurred, both restricted and unrestricted net positions may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenues.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Cash and Investments

The District's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of six months or less from date of acquisition. All funds share common (pooled) checking and investment accounts unless regulations require separate investment accounts.

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

1. Time deposits in any credit union, bank, savings bank, trust company or savings and loan association maturing in three years or less.

2. Bonds or securities of any county, city, drainage district, technical college district, town or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, or by the University of Wisconsin Hospitals and Clinics Authority.

3. Bonds or securities issued or guaranteed by the federal government.

4. The local government investment pool.

5. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.

6. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.

7. Repurchase agreements with public depositories, with certain conditions.

All investments are stated at fair market value. Determination of fair value for investment in the state treasurer's investment pool is based on information provided by the State of Wisconsin Investment Board.

Property Tax Levy

Under Wisconsin law, personal property taxes and first installment real estate taxes are collected by city, town and village treasurers or clerks who then make proportional settlement with the school district and county treasurer for those taxes collected on their behalf. Second installment real estate taxes and delinquent taxes are collected by the county treasurer who then makes settlement with the city, town, village and school districts before retaining any for county purposes.

The District's property taxes are levied on or before October 31st on equalized property valuation certified by the Department of Revenue. As permitted by a collecting municipality's ordinance, taxes may be paid in full or in two or more installments with the first installment payable the subsequent January 31st and a final payment no later than the following July 31st. The District is paid by the collecting municipality its proportionate share of tax collections received through the last day of the preceding month on or before January 15th and by the 20th of each subsequent month thereafter. 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. The 2014 tax levy is used to finance operations of the District's fiscal year ended June 30, 2015. 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Accounts Receivable

The carrying amount of accounts receivable is reduced by a valuation allowance that reflects management's best estimate of probable losses determined principally on the basis of historical experience. All accounts or portions thereof deemed to be uncollectible are written off to the allowance for doubtful accounts. As of June 30, 2015, there was no allowance for doubtful accounts.

Internal Receivables and Payables

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advanced from and to other funds." Interfund receivables and payable between funds within governmental activities are eliminated in the statement of net position.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

District-wide Statements:

In the district-wide financial statements, property and equipment are accounted for as capital assets. Capital assets are defined by the District as assets with an initial, individual cost of $5,000 or higher. All property and equipment are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation for all exhaustible capital assets is recorded as an unallocated 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 as follows:

Buildings and improvements	20 - 90 years
Machinery and equipment	5 - 20 years

Fund Financial Statements:

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Compensated Absences

Sick leave for employees hired before July 1, 2011 accumulates for full and part-time (pro-rated) employees to a maximum of 60 days, with any previously accumulated days between 60 and 90 days grandfathered. Sick leave days in excess of the yearly allocation are subtracted from previous accumulated days until the employee reaches the 60 day threshold. Sick leave for employees hired on or after July 1, 2011 accumulates for full and part-time (pro-rated) employees to a maximum of 60 days. At the end of the school year and once an employee has accumulated a bank of 60 days, or more based on hire date, all new unused leave days (beyond 60 days) will be purchased back by the District for $50 per day.

Vacation days are earned and vest on a variable schedule based on years of service for non-certified staff. Employees are allowed to accumulate and carry over five days to the following anniversary year.

The liability is reported on the government-wide financial statements. For governmental fund financial statements, the unpaid compensated absences are not expected to be paid using the expendable available resources and, therefore the liability is not reported.

Long-term Obligations

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Equity Classifications

District-wide Statements:

Net position is classified in three components. Resources are used in the following order: restricted and unrestricted.

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.

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 and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position – Consists of the net position that does not meet the definition of "restricted" or "net investment in capital assets."

Fund Financial Statements:

The District categorizes its fund balance into five components. Resources are used in the following order: restricted, committed, assigned and unassigned. Assigned fund balance can be established by the District Administrator or Board of Education through adoption or amendment of the budget as intended for specific purposes (such as the purchase of fixed assets, food service, debt service, or for other purposes).

Nonspendable – Amounts that cannot be spent because of their form or because they must be maintained intact.

Restricted – Amounts with limitations placed on the use either by (1) external groups such as creditors, grantors, contributors or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Committed – Amounts with limitations imposed prior to the end of the period by the highest level of decision making and would require formal action at the same level to remove.

Assigned – Amounts intended to be used and established by the highest level of decision making, a body designated for that purpose, or by an official designated for that purpose.

Unassigned – All other amounts that do not meet the definition of nonspendable, restricted, committed or assigned.

The District has not adopted a fund balance spend down policy regarding the order in which fund balance will be utilized. When a policy does not specify the spend down policy, GASB Statement No. 54 indicates that restricted funds would be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

The Board of Education has adopted a policy that fund balance in the amount of 15% of general fund expenditures be maintained for cash flow and working capital purposes.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Equity Classifications – Continued

The minimum fund balance amount is calculated as follows:

Actual 2014 - 2015 General Fund Expenditures	$ 20,252,358
Minimum Fund Balance %	15%
Minimum Fund Balance Amount	$ 3,037,854

The District's unassigned general fund balance of $5,004,092 is above minimum fund balance amount.

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 and natural disasters. The District carries commercial insurance coverage and has property insurance coverage through the State of Wisconsin Local Government Insurance Fund. There have been no significant reduction in coverage from the prior year and settlements have not exceeded coverage in the past three years.

Estimates

The preparation of financial statements in accordance 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.

New GASB Pronouncements

Effective July 1, 2014, the District implemented the following financial accounting and reporting standards issued by GASB:

The District has adopted the provision of Governmental Accounting Standards Board (GASB) Statement No. 68, entitled *Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27* and Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date*. As part of GASB 68 the District is required to record its share of the Wisconsin Retirement System's (WRS) net funded pension liability (asset). The District's share of the unfunded liability (asset) will be calculated by dividing the District's three year average of contribution to WRS by the total three year average of contributions of WRS multiplied by WRS' unfunded liability (asset). See Note H for additional information regarding the adoption of GASB 68.

As of the year ended June 30, 2015, GASB also issued Statement No. 69, entitled *Government Combinations and Disposals of Government Operations;* and GASB Statement No. 70, entitled *Accounting and Financial Reporting for Nonexchange Financial Guarantees;* GASB issued Statement No. 72, entitled *Fair Value Measurement and Application;* Statement No. 73, entitled, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to certain Provisions of GASB Statement 67 and 68;* GASB Statement No. 74 entitled, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans;* GASB Statement No. 75, entitled, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions;* and GASB Statement No. 76, entitled, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.*

The District will analyze the effects of these pronouncements and plans to adopt them as applicable by their effective dates.

NOTE B – PRIOR PERIOD ADJUSTMENT

During the year, the District implemented GASB No. 68 *Accounting and Financial Reporting for Pensions*. As required by GASB No. 68, the District's net position was restated by $2,666,611 to reflect the prior year net pension asset and related deferred outflows from pension contributions made subsequent to the measurement date.

NOTE C – CASH AND INVESTMENTS

The District's deposits and investments are categorized to give an indication of the level of custodial credit risk assumed by the District at year-end. Category 1 includes items that are insured or registered or which are collateralized by or evidenced by securities held by the District or its agent in the District's name. Category 2 includes deposits collateralized with securities held by the pledging institution's trust department or agent in the District's name, or uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the District's name. Category 3 includes uncollateralized deposits, and uninsured and unregistered investments, with securities held by the counterparty or its trust department or agent but not in the District's name.

	Category				Carrying
	1	2	3	Total	Amount
Local and area banks	$ 750,000	$ 75,000	$ 9,532,379	$ 10,357,379	$ 10,007,627
Equity and bond funds					1,867,603
Wisconsin Local Government Investment Pool					14
Total					$ 11,875,244
Per statement of net position					$ 7,115,985
Per statement of net position - fiduciary funds					
Employee benefit trust fund					4,680,084
Agency fund					79,175
Total					$ 11,875,244

The District had no significant type of investments during the year not included in the above schedule.

Deposits in each local and area bank are insured by the FDIC in the amount of $250,000 for interest bearing accounts and $250,000 for non-interest bearing accounts. Bank accounts and the local government investment pool are also insured by the State Deposit Guarantee Fund in the amount of $400,000. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual organizations. This coverage has not been considered in computing the amounts in Category 1 above.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF) and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At June 30, 2015, the fair value of the District's share of the LGIP's assets was substantially equal to the amount reported above.

NOTE C – CASH AND INVESTMENTS – Continued

Investments in the LGIP are covered under a surety bond issued by Financial Security Assurance, Inc. The bond insures against losses arising from principal defaults on substantially all types of securities acquired by the Pool except U.S. Government and agency securities. The bond provides unlimited coverage on principal losses, reduced by an FDIC and State of Wisconsin Guarantee Fund Insurance.

Fluctuating cash flows during the year due to tax collections, receipt of state aids, and borrowings may have resulted in temporary balances exceeding insured amounts by substantially higher amounts than reported at the balance sheet date.

Investment Rate Risk – As a means of limiting its exposure to interest rate risk, the District coordinates its deposit maturities to closely match cash flow needs and restricts the maximum investment term to approximately one year.

Credit Risk – The District's policies are designed to maximize investment earnings while protecting the security of principal and providing adequate liquidity, in accordance to state statute as listed previously. At June 30, 2015, the District had no investments in government securities. The District does invest in the state investment pool which is not rated.

Custodial Credit Risk – The District is currently holding deposits with two financial institutions and the Local Government Investment Pool. The District does not have a policy for custodial credit risk.

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

NOTE D – INTERFUND RECEIVABLE AND PAYABLE

Interfund receivable and payable balances in the fund financial statements for the year ended June 30, 2015 were as follows:

Agency fund owes food service fund to reimburse expenses paid on fund's behalf	$ 52
Employee benefit trust fund owes general fund to reimburse expenses paid on fund's behalf	$ 33

The interfund transfers at June 30, 2015 were as follows:

	Transfer to:
Transfer from:	Debt Service Fund
General Fund	$ 677,978

NOTE E – CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2015 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 24,700	$ 116,250	$ -	$ 140,950
Total capital assets not being depreciated	24,700	116,250	-	140,950
Capital assets being depreciated:				
Buildings and improvements	18,077,342	2,008,426	-	20,085,768
Machinery and equipment	1,126,888	83,200	280,188	929,900
Total capital assets being depreciated	19,204,230	2,091,626	280,188	21,015,668
Less accumulated depreciation for:				
Buildings and improvements	4,181,661	418,561	-	4,600,222
Machinery and equipment	547,553	118,979	257,796	408,736
Total accumulated depreciation	4,729,214	537,540	257,796	5,008,958
Total capital assets being depreciated, net of accumulated depreciation	14,475,016	1,554,086	22,392	16,006,710
Governmental activities capital assets, net	$ 14,499,716	$ 1,670,336	$ 22,392	$ 16,147,660

The District's capital assets are shared by many governmental functions. Depreciation expense was allocated to District functions as follows:

Governmental activities:	
Regular instruction	$ 6,742
Administration	34,540
Building and grounds	5,057
Food service	8,393
Unallocated	482,808
	$ 537,540

Assets acquired through capital leases are as follows:

Machinery and equipment	$ 202,296
Less accumulated depreciation	(60,689)
	$ 141,607

NOTE F – SHORT-TERM OBLIGATIONS

The District issued tax anticipation notes in advance of property tax collections and state aid. The note is needed because District payments for expenses for the year begin in July whereas the final tax collection is received from the County the following year in August and state aid disbursements begin in December.

Short-term debt activity for the year ended June 30, 2015 was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Tax Anticipation Notes	$ 2,500,000	$ 2,500,000	$ 2,500,000	$ 2,500,000

NOTE G – LONG-TERM OBLIGATIONS

Long-term debt and activity for the year ended June 30, 2015 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due within One Year
Governmental Activities:					
General Obligation Debt:					
Bonds	$ 6,200,000	$ -	$ 585,000	$ 5,615,000	$ 575,000
Qualified school construction notes	500,000	-	50,000	450,000	90,000
Promissory note	-	750,000	750,000	-	-
Capital leases	175,996	-	34,135	141,861	38,607
Premiums	62,091	-	9,836	52,255	6,334
Total General Obligation Debt	6,938,087	750,000	1,428,971	6,259,116	709,941
Other Liabilities:					
Compensated absences	190,486	77,242	12,377	255,351	-
Post-employment benefits	(246,629)	776,985	1,745,365	(1,215,009)	-
Net pension liability (asset)	(2,666,611)	1,470,923	508,666	(1,704,354)	-
Total Other Liabilities	(2,722,754)	2,325,150	2,266,408	(2,664,012)	-
Governmental Activities Long-term	$ 4,215,333	$ 3,075,150	$ 3,695,379	$ 3,595,104	$ 709,941

Payments on bonds and notes are made by the debt service fund. Vested employee benefits will be liquidated by governmental funds.

Total interest paid and accrued during the year	Expense	Paid
General obligation debt	$ 207,693	$ 225,109
Short-term debt	26,275	25,972
	$ 233,968	$ 251,081

NOTE G – LONG-TERM OBLIGATIONS – Continued

The full faith, credit, and taxing powers of the District secure all general obligation debt. Bonds and notes payable are comprised of the following individual issues:

	Date of Issue	Final Maturity	Interest Rate	Balance
Refunding bonds	1/10/2012	4/1/2019	1.50 - 2.00%	$ 2,025,000
Refunding bonds	1/10/2012	4/1/2024	2.50%	290,000
Taxable refunding bonds	1/10/2012	4/1/2023	0.50 - 3.35%	1,005,000
Qualified Energy Conservation bonds	5/3/2011	4/1/2026	5.55%	2,295,000
Qualified School Construction notes	11/17/2009	9/15/2019	0.00%	450,000
				$ 6,065,000

Qualified Energy Conservation Bonds
The $2,295,000 general obligation bonds issued on May 3, 2011 are Qualified Energy Conservation Bonds, as described in Section 54De1 of the Internal Revenue Code. The interest on debt is taxable as set forth in the regulations. The district is eligible to receive a 70% subsidy of the annual interest payment from the federal government. In order to receive this subsidy, it is necessary for the District to file a claim annually.

Qualified School Construction Notes
The general obligation notes issued on November 17, 2009 are Qualified School Construction Notes, as described in Section 54Fd of the Internal Revenue Code. The interest on debt is taxable as set forth in the regulations. The district pays 0% interest on the notes.

The 2014 equalized valuation of the District as certified by the Wisconsin Department of Revenue is $1,457,542,913. The legal debt limit and margin of indebtedness as of June 30, 2015 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Debt limit (10% of $1,457,542,913)	$ 145,754,291
Deduct long-term debt applicable to debt margin	6,065,000
Margin of indebtedness	$ 139,689,291

Aggregate cash flow requirements for retirement of long-term principal and interest on notes and bonds as of June 30, 2015 are as follows:

Year Ended June 30	Principal	Interest	Total
2016	$ 665,000	$ 200,375	$ 865,375
2017	675,000	190,120	865,120
2018	685,000	178,674	863,674
2019	700,000	166,690	866,690
2020	870,000	154,150	1,024,150
2021-2025	2,310,000	691,845	3,001,845
2026	160,000	127,372	287,372
	$ 6,065,000	$ 1,709,226	$ 7,774,226

NOTE G – LONG-TERM OBLIGATIONS – Continued

Prior Year Advance Refundings

In the prior year, the District paid $782,416 to a trust company. The funds were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of general obligation bonds. As a result, the refunded bonds are considered to be defeased, and the liability has been removed from the governmental activities column of the statement of net position. This advance refunding was undertaken to reduce total debt service payments over the remaining five years by $43,800 and resulted in an economic gain of $12,261.

At June 30, 2015, $600,000 of bonds outstanding are considered defeased.

Obligations of government activities under capital lease are as follows:

Year Ended June 30	
2016	$ 50,275
2017	51,978
2018	53,645
2019	8,986
Total minimum lease payments	164,884
Less: amount representing interest	23,023
Present value of minimum lease payments	$ 141,861

NOTE H – PENSION PLAN

Plan description – The Wisconsin Retirement System (WRS) is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 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.

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

Benefits provided – Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

NOTE H – PENSION PLAN – Continued

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

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, Wisconsin Statute. 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
2005	2.6%	7.0%
2006	0.8%	3.0%
2007	3.0%	10.0%
2008	6.6%	0.0%
2009	(2.1%)	(42.0%)
2010	(1.3%)	22.0%
2011	(1.2%)	11.0%
2012	(7.0%)	(7.0%)
2013	(9.6%)	9.0%
2014	4.7%	25.0%

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, and Executives and Elected Officials. 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, January 1 through December 31, 2014, the WRS recognized $700,040 in contributions from the employer.

NOTE H – PENSION PLAN – Continued

Contribution rates as of June 30, 2015 are:

Employee Category	Employee	Employer
General (including teachers)	6.8%	6.8%
Executives & Elected Officials	7.7%	7.7%
Protective with Social Security	6.8%	9.5%
Protective without Social Security	6.8%	13.1%

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions – At June 30, 2015, the District reported a liability (asset) of ($1,704,354) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2013 rolled forward to December 31, 2014. 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, 2014, the District's proportion was 0.06938779%, which was an increase of 0.0017502% from its proportion measured as of December 31, 2013.

For the year ended June 30, 2015, the District recognized pension expense of $628,106.

At June 30, 2015, 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	$ 247,078	$ -
Changes in assumptions	-	-
Net differences between projected and actual earnings on pension plan investments	825,330	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	(38,217)
Employer contributions subsequent to the measurement date	398,515	-
	$ 1,470,923	$ (38,217)

$398,515 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, 2016. 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	Deferred Outflow of Resources	Deferred Inflow of Resources
2015	$ 210,939	$ (7,095)
2016	$ 210,939	$ (7,095)
2017	$ 210,939	$ (7,095)
2018	$ 210,939	$ (7,095)
2019	$ 210,939	$ (7,095)
Thereafter	$ 17,716	$ (2,740)

NOTE H – PENSION PLAN – Continued

Actuarial assumptions – The total pension liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date	December 31, 2013
Measurement date of net pension liability (asset)	December 31, 2014
Actuarial cost method	Entry age
Asset valuation method	Fair market value
Long-term expected rate of return	7.2%
Discount rate	7.2%
Salary increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.8%
Mortality	Wisconsin 2012 Mortality Table
Post-retirement adjustments*	2.1%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% 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 2012 using experience from 2009 – 2011. The total pension liability for December 31, 2014 is based upon a roll-forward of the liability calculated from the December 31, 2013 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 arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Long-term Real Rate of Return	Target Allocation
US equities	5.3%	21.0%
International equities	5.7%	23.0%
Fixed income	1.7%	36.0%
Inflation sensitive assets	2.3%	20.0%
Real estate	4.2%	7.0%
Private equity/debt	6.9%	7.0%
Multi-asset	3.9%	6.0%
Cash	0.9%	(20.0%)

NOTE H – PENSION PLAN – Continued

Single discount rate – A single discount rate of 7.20% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long term bond rate of 3.56%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability (asset) to changes in the discount rate – The following presents the District's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.20%, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20%) or 1-percentage-point higher (8.20%) than the current rate:

	1% Decrease to Discount Rate (6.20%)	Current Discount Rate (7.20%)	1% Increase to Discount Rate (8.20%)
District's proportionate share of the net pension liability (asset)	$ 4,808,276	$ (1,704,354)	$ (6,847,766)

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at http://legis.wisconsin.gov/lab/ and reference report number 15-11.

NOTE I – OTHER POST EMPLOYMENT BENEFITS

In addition to providing pension benefits, the District provides certain post employment medical care premium payments to qualifying retired employees and their eligible dependents or survivors pursuant to collective bargaining agreements and Board resolutions. A summary of the benefits provided by employment classification is as follows:

Administrators, Administrative Assistants and Teachers – At least age 55 with a minimum of 15 years of service and hired prior to July 1, 2007; the District will make contributions on behalf of a retiree's medical and dental premiums for a period of five years. These contributions will not exceed the contribution amount made in the retiree's final year of employment and shall not exceed an annual maximum of $8,000 for single coverage ($40,000 over five years) or $18,000 for family coverage ($90,000 over five years). In addition, (for administrators and teachers only) the District shall contribute the full amount (100%) of retiree's dental insurance for a period of five years.

Note – In lieu of the benefits noted above, those hired after July 1, 2007 who are eligible for the District's health insurance benefit at the time of retirement will receive a 403(b) benefit that is funded and deposited into the employee's account with each year of active service (immediate 100% vesting). That benefit will begin with a $3,000 non-elective contribution at the end of the fifth year of service, and $1,000 at the end of the sixth year and each year thereafter.

NOTE I – OTHER POST EMPLOYMENT BENEFITS – Continued

Support Staff – At lease age 60 with a minimum of 15 years of service and hired prior to July 1, 2007; the District will make contributions on behalf of a retiree's medical premiums for a period of five years. These contributions will not exceed the contribution amount made in the retiree's final year of employment and shall not exceed an annual maximum of $8,000 for single coverage ($40,000 over five years) or $18,000 for family coverage ($90,000 over five years).

Notes – Support staff retired prior to June 30, 2011 – Eligible retirees shall receive five years of continued medical insurance and six years of continued dental and life insurance subsidized by the District. In lieu of the benefits noted above, those hired after July 1, 2007 who are eligible for the District's health insurance benefit at the time of retirement will receive a 403(b) benefit that is funded with each year of active service. That benefit will begin with a $3,000 non-elective contribution at the end of the fifth year of service, and $1,000 at the end of the sixth year and each year thereafter.

Plan membership consisted of the following as of July 1, 2014, the date of the latest actuarial valuation:

Active	217
Retirees	44
Total	261

The District's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation:

Annual required contribution	$ 734,556
Interest on net OPEB obligation	(9,866)
Adjustment to annual required contribution	52,295
Annual OPEB cost (expense)	776,985
Contributions made	(1,745,365)
Decrease in net OPEB obligation	(968,380)
Net OPEB obligation:	
Beginning of year	(246,629)
End of year	$(1,215,009)

The funded status of the plan as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	July 1, 2014
Actuarial Value of Assets	$ 4,018,487
Actuarial Accrued Liability (AAL) – Projected Unit Credit	$ 6,330,542
Unfunded AAL (UAAL)	$(2,312,055)
Funded Ratio	63.48%
Covered Payroll	$ 5,678,653
UAAL as a Percentage of Covered Payroll	40.7%

NOTE I – OTHER POST EMPLOYMENT BENEFITS – Continued

Three Year Trend Information Year Ended June 30	Annual OPEB Cost	Percentage of OPEB Contributed	Net OPEB Obligation
2015	$ 776,985	224.6%	$ (1,215,009)
2014	$ 1,072,782	265.4%	$ (246,629)
2013	$ 1,994,806	116.2%	$ 1,527,594

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress and employer contributions, presented as required supplemental information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projects of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2014, actuarial valuation, the entry age normal - level % of salary method was used. The actuarial assumptions included a 4.0% percent investment rate of return, annual healthcare cost trend rate of 7.5% reduced by 0.5% per year down to 6.5%, then by 0.1% per year down to 5.0%, and annual dental care cost trend rate of 5%. All three rates include a 3% inflation assumption. The actuarial value of assets was determined using market value. The UAAL is being amortized on a level percentage method. The remaining amortization period at July 1, 2014 was five years.

NOTE J – OPERATING LEASE, AS LESSEE

The District leased equipment under an operating lease which required monthly payments totaling $484. The lease expired in June 2015.

The District, as a lessee, also leases three classrooms under three operating leases which all require payments twice a year for a total of $33,624. These leases automatically renewed for the 2015-2016 school year with no changes to the lease.

Rentals, excluding short term rentals, amounted to $82,642 for the year ended June 30, 2015.

NOTE K – EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget for the year ended June 30, 2015:

Food service fund	$ 11,660

NOTE L – CONTINGENCIES

The District participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the District's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

From time to time, the District is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the District's financial position or results of operations.

NOTE M – LIMITATIONS ON SCHOOL DISTRICT REVENUES

Wisconsin statutes limit the amount of revenues that school districts may derive from general school aids and property taxes unless a higher amount is approved by a referendum. This limitation does not apply to revenues need for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

A resolution of the school board or a referendum prior to August 12, 1993.

A referendum on or after August 12, 1993.

NOTE N – SUBSEQUENT EVENTS

In November 2015, the District entered into a twenty year lease agreement as lessor with the City of Hartford for the conditional use of the Lincoln southeast parking lot. The City of Hartford is responsible to pay 25% of the cost of future routine pavement maintenance for the parking lot.

The District has evaluated events and transactions for potential recognition or disclosure in the financial statements through November 23, 2015, the date on which the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2015

	General Operations				Special Education				Total	
	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)		Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual		Original	Final	Actual		Actual	
REVENUES:										
Property taxes	$ 8,979,910	$ 8,945,294	$ 8,945,272	$ (22)	$ -	$ -	$ -	$ -	$ 8,945,272	$ (22)
Other local sources	112,638	178,638	196,874	18,236	-	-	-	-	196,874	18,236
Interdistrict sources	251,515	251,515	294,559	43,044	-	-	-	-	294,559	43,044
Intermediate sources	-	-	5,486	5,486	3,029	2,151	2,955	804	8,441	6,290
State sources	11,547,272	11,628,748	11,656,770	28,022	1,485,970	1,055,400	1,055,400	-	12,712,170	28,022
Federal sources	241,802	277,045	236,202	(40,843)	815,671	579,325	556,617	(22,708)	792,819	(63,551)
Other sources	78,800	35,000	59,611	24,611	-	-	-	-	59,611	24,611
Total Revenues	21,211,937	21,316,240	21,394,774	78,534	2,304,670	1,636,876	1,614,972	(21,904)	23,009,746	56,630
EXPENDITURES:										
Instruction:										
Regular	11,696,583	11,011,529	10,525,320	486,209	-	-	-	-	10,525,320	486,209
Vocational	5,000	5,000	5,173	(173)	-	-	-	-	5,173	(173)
Special	2,650	2,650	1,824	826	3,211,326	2,828,052	2,693,221	134,831	2,695,045	135,657
Other	25,000	25,000	19,710	5,290	-	-	-	-	19,710	5,290
Total Instruction	11,729,233	11,044,179	10,552,027	492,152	3,211,326	2,828,052	2,693,221	134,831	13,245,248	626,983
Support Services:										
Pupil services	352,263	353,522	346,985	6,537	394,865	366,617	356,571	10,046	703,556	16,583
Instructional staff services	950,304	977,369	990,917	(13,548)	325,493	302,208	262,950	39,258	1,253,867	25,710
Administration	1,124,797	1,691,946	1,571,819	120,127	7,539	7,000	6,864	136	1,578,683	120,263
Building and grounds	3,161,309	2,979,910	2,770,836	209,074	-	-	-	-	2,770,836	209,074
Pupil transportation	458,955	429,900	421,946	7,954	131,400	122,000	134,080	(12,080)	556,026	(4,126)
Central services	202,050	210,523	291,120	(80,597)	-	-	-	-	291,120	(80,597)
Insurance	155,000	175,000	163,132	11,868	-	-	-	-	163,132	11,868
Principal and interest	35,000	35,000	75,473	(40,473)	-	-	-	-	75,473	(40,473)
Internal services	59,895	56,103	48,518	7,585	-	-	-	-	48,518	7,585
Other support services	519,200	685,809	499,562	186,247	-	-	-	-	499,562	186,247
Total Support Services	7,038,773	7,595,082	7,180,308	414,774	859,297	797,825	760,465	37,360	7,940,773	452,134
Total Expenditures	18,768,006	18,639,261	17,732,335	906,926	4,070,623	3,625,877	3,453,686	172,191	21,186,021	1,079,117
Excess of Revenues Over (Under) Expenditures	2,443,931	2,676,979	3,662,439	985,460	(1,765,953)	(1,989,001)	(1,838,714)	150,287	1,823,725	1,135,747
Other Financing Sources (Uses):										
Transfer to special education fund	(1,765,953)	(1,999,001)	(1,838,714)	160,287	-	-	-	-	(1,838,714)	160,287
Transfer to debt service fund	(677,978)	(677,978)	(677,978)	-	-	-	-	-	(677,978)	-
Transfer from general operations	-	-	-	-	1,765,953	1,989,001	1,838,714	(150,287)	1,838,714	(150,287)
Adjustments and refunds	-	-	(3,331)	(3,331)	-	-	-	-	(3,331)	(3,331)
Total Other Financing Sources (Uses)	(2,443,931)	(2,676,979)	(2,520,023)	156,956	1,765,953	1,989,001	1,838,714	(150,287)	(681,309)	6,669
Net Change in Fund Balance	-	-	1,142,416	1,142,416	-	-	-	-	1,142,416	1,142,416
Fund Balances:										
Beginning of year	3,861,675	3,861,675	3,861,675	-	-	-	-	-	3,861,675	-
End of year	$ 3,861,675	$ 3,861,675	$ 5,004,091	$ 1,142,416	$ -	$ -	$ -	$ -	$ 5,004,091	$ 1,142,416

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - DEBT SERVICE FUND

YEAR ENDED JUNE 30, 2015

	Budgeted Amounts			Variance with Final Budget Favorable
	Original	Final	Actual	(Unfavorable)
REVENUES:				
Property taxes	$ 470,849	$ 453,158	$ 453,158	$ -
Other local sources	-	-	6,304	6,304
Other sources	-	81,333	81,951	618
Total Revenues	470,849	534,491	541,413	6,922
EXPENDITURES:				
Support Services:				
Principal and interest	960,690	1,652,111	1,631,737	20,374
Total Support Services	960,690	1,652,111	1,631,737	20,374
Total Expenditures	960,690	1,652,111	1,631,737	20,374
Excess of Revenues Over (Under) Expenditures	(489,841)	(1,117,620)	(1,090,324)	27,296
Other Financing Sources (Uses):				
Transfer from general fund	-	677,978	677,978	-
Total Other Financing Sources (Uses)	-	677,978	677,978	-
Net Change in Fund Balance	(489,841)	(439,642)	(412,346)	27,296
Fund Balances:				
Beginning of year	1,238,447	1,238,447	1,238,447	-
End of year	$ 748,606	$ 798,805	$ 826,101	$ 27,296

The accompanying notes are an integral part of these financial statements.

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULES OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
YEAR ENDED JUNE 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date	July 1, 2014
Actuarial Value of Assets (a)	$ 4,018,487
Actuarial Accrued Liability (AAL) - Projected Unit Credit (b)	$ 6,330,542
Unfunded AAL (UAAL) (a-b)	$ (2,312,055)
Funded Ratio (a/b)	63.48%
Covered Payroll (c)	$ 5,678,653
UAAL as a Percentage of Covered Payroll ((b-a)/c)	40.7%

Schedule of Employer Contributions

Year Ended	06/30/15	06/30/14	06/30/13
Annual OPEB Cost	$ 776,985	$ 1,072,782	$ 1,994,806
Percentage of Annual OPEB Cost Contributed	224.6%	265.4%	116.2%
Net OPEB Obligation	$ (1,215,009)	$ (246,629)	$ 1,527,594

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
YEAR ENDED JUNE 30, 2015

		2015
District's proportion of the net pension liability (asset)		0.06938779%
District's proportionate share of the net pension liability (asset)	$	(1,704,354)
District's covered-employee payroll	$	10,000,577
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll		(17.04) %
Plan fiduciary net position as a percentage of the total pension liability (asset)		102.74 %

* This schedule is presented to illustrate the requirement to show information for 10 years. Information prior to June 30, 2015 is not available.

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF DISTRICT CONTRIBUTIONS
YEAR ENDED JUNE 30, 2015

		2015	
Contractually required contributions	$	700,040	
Contributions in relation to the contractually required contributions		(700,040)	
Contribution deficiency (excess)	$	-	
District's covered-employee payroll	$	10,000,577	
Contributions as a percentage of covered-employee payroll		7.00	%

* This schedule is presented to illustrate the requirement to show information for 10 years. Information prior to June 30, 2015 is not available.

NOTE A – SUMMARY OF CHANGES

Changes of benefit terms – There were no changes of benefit terms for any participating employer in the Wisconsin Retirement System.

Changes of assumptions – There were not changes in the assumptions.

OTHER SUPPLEMENTAL INFORMATION

SCHOOL DISTRICT OF HARTFORD JT #1
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

				Capital Projects Funds		
ASSETS	State Projects Fund	Food Service Fund	Community Service Fund	Capital Projects Fund	ARRA-Qualified School Construction Bond Projects	Total Non-Major Governmental Funds
Cash	$ 26,380	$ 238,009	$ 151,935	$ -	$ -	$ 416,324
Due from other governments	-	8,557	-	-	-	8,557
Due from other funds	-	52	-	-	-	52
Total Assets	$ 26,380	$ 246,618	$ 151,935	$ -	$ -	$ 424,933
LIABILITIES						
Accounts payable	$ -	$ 13,484	$ -	$ -	$ -	$ 13,484
Accrued wages	-	13,408	-	-	-	13,408
Accrued payroll liabilities	-	5,225	-	-	-	5,225
Total Liabilities	-	32,117	-	-	-	32,117
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues	-	18,122	-	-	-	18,122
FUND BALANCES						
Assigned	26,380	196,379	151,935	-	-	374,694
Total Fund Balances	26,380	196,379	151,935	-	-	374,694
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 26,380	$ 246,618	$ 151,935	$ -	$ -	$ 424,933

SCHOOL DISTRICT OF HARTFORD JT #1
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

				Capital Projects Funds		
	State Projects Fund	Food Service Fund	Community Service Fund	Capital Projects Fund	ARRA-Qualified School Construction Bond Projects	Total Non-Major Governmental Funds
REVENUES:						
Property taxes	$ -	$ -	$ 112,824	$ -	$ -	$ 112,824
Other local sources	11,930	404,039	-	342	-	416,311
State sources	-	10,456	-	-	-	10,456
Federal sources	-	383,198	-	-	-	383,198
Total Revenues	11,930	797,693	112,824	342	-	922,789
EXPENDITURES:						
Instruction:						
Regular instruction	7,847	-	-	-	-	7,847
Total instruction	7,847	-	-	-	-	7,847
Support Services:						
Building and grounds	-	2,677	-	879,149	8,084	889,910
Food service	-	781,362	-	-	-	781,362
Total support services	-	784,039	-	879,149	8,084	1,671,272
Total Expenditures	7,847	784,039	-	879,149	8,084	1,679,119
Excess of Revenues Over (Under) Expenditures	4,083	13,654	112,824	(878,807)	(8,084)	(756,330)
Other Financing Sources						
Proceeds from long term debt	-	-	-	750,000	-	750,000
Total Other Financing Sources	-	-	-	750,000	-	750,000
Net Change in Fund Balances	4,083	13,654	112,824	(128,807)	(8,084)	(6,330)
Fund Balances:						
Beginning of year	22,297	182,725	39,111	128,807	8,084	381,024
End of year	$ 26,380	$ 196,379	$ 151,935	$ -	$ -	$ 374,694

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
YEAR ENDED JUNE 30, 2015

	Beginning Balance	Additions	Deductions	Ending Balance
ASSETS				
Cash	$ 87,001	$ 104,102	$ 111,928	$ 79,175
LIABILITIES				
Due to Student Organizations:	$ 87,001	$ 104,102	$ 111,928	$ 79,175

SINGLE AUDIT SECTION

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

Board of Education
School District of Hartford Jt #1
Hartford, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School District of Hartford Jt #1 ("District"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 23, 2015.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies. 2015-001 and 2015-002.

Compliance and Other Matters

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

School District of Hartford Jt #1's Response to Findings

We noted certain matters that we reported to management of the District in a separate letter dated November 23, 2015.

The School District of Hartford Jt #1's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Hawkins + Associates, S.C.

Certified Public Accountants

Fond du Lac, Wisconsin
November 23, 2015

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of Education
School District of Hartford Jt #1
Hartford, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited the School District of Hartford Jt #1's (the "District") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2015. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal and state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Programs

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2015-001 that we consider to be significant deficiencies.

The District's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subject to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Hawkins & Associates, S.C.

Certified Public Accountants

Fond du Lac, Wisconsin
November 23, 2015

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED JUNE 30, 2015

Federal or State Grantor/Pass-Through Grantor/Program Title	CFDA/ State Id Number	Expenditures
Federal Programs:		
U.S. Department of Agriculture		
Wisconsin Department of Public Instruction		
Child Nutrition Cluster		
School Breakfast Program	10.553	$ 47,219
National School Lunch Program	10.555	335,979
Total Child Nutrition Cluster		383,198
U.S. Department of Health & Human Services		
Wisconsin Forward Health		
Medical Assistance Program - School Based Services *	93.778	184,863
U.S. Department of Education		
Wisconsin Department of Public Instruction		
Title I Grants to Local Education Agencies	84.010	182,177
Improving Teacher Quality State Grants	84.367	54,025
Special Education Cluster		
Special Education Grants to States	84.027	340,274
Special Education Grants to States, Discretionary	84.027a	7,502
Special Education Preschool Grants	84.173	23,978
Total Special Education Cluster		371,754
Total Federal Awards		$ 1,176,017
State Programs:		
Wisconsin Department of Public Instruction		
Special Education and School Age Parents	255.101	$ 905,400
State School Lunch Aid	255.102	8,350
Common School Fund Library Aid	255.103	71,106
General Transportation Aid	255.107	21,874
General Equalization Aid	255.201	10,574,944
Supplemental Special Education Aid	255.211	150,000
School Breakfast Program	255.344	2,105
Wisconsin's Movin' Schools	255.345	500
Student Achievement Guarantee in Education	255.504	627,053
Educator Effectiveness Grant	255.940	11,840
Per Pupil Aid	255.945	292,350
CESA #6		
Supplemental Special Education Aid	**	2,955
Wisconsin Department of Natural Resources		
Payment in Lieu of Taxes	**	14,858
Wisconsin Department of Revenue		
Computer Aid	**	42,245
Total State Assistance		$ 12,725,580

* Cash reimbursement received during the year ended June 30, 2015 totaled $174,466

** Information not provided

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards include the federal and state grant activity of the District and are presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B – SPECIAL EDUCATION AND SCHOOL AGE PARENTS PROGRAM

The 2014 – 2015 eligible costs under the State Special Education Program are $3,149,816.

NOTE C – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 2015, the District had food commodities totaling $56,706 in expenditures.

NOTE D – OVERSIGHT AGENCIES

The U.S. Department of Education has been designated the federal oversight agency for the District. The Wisconsin Department of Public Instruction is the state oversight agency for the District.

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weakness?	Yes
Noncompliance material to the financial statements noted?	No

Federal Awards

Type of auditor's report issued on compliance for major programs	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weaknesses?	Yes
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 Section .510(1)?	No

Identification of major federal programs:

CFDA Number	Name of Federal Program of Cluster
93.778	Medical Assistance Program – School Based Services
Child Nutrition Cluster	
10.553	School Breakfast Program
10.555	National School Lunch Program

Dollar threshold used to distinguish between Type A and Type B Programs	$300,000
Auditee qualified as a low-risk auditee?	Yes

State Awards

Type of auditor's report issued on compliance for major programs	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified not considered to be material weakness?	Yes
Noncompliance material to the financial statements noted?	No

Identification of major state programs:

State I.D. Number	Name of State Program of Cluster
255.101	Special Education and School Age Parents
255.201	General Equalization Aid
255.211	Supplemental Special Education Aid

SECTION II - FINANCIAL STATEMENT FINDINGS

2015-001 - Segregation of Duties

Criteria:

The District should segregate duties, at a minimum to separate the asset and the recordkeeping function, to minimize the opportunity for misstatements caused by error or fraud to occur and go undetected within a timely period by employees in the normal course of performing their assigned functions.

Condition Found:

The District does not have adequate segregation of duties in its accounting functions. Specifically, one employee has the ability to cut checks, perform bank reconciliations for the general fund and enter transactions in the accounting software. Another employee has the ability to cut payroll checks, perform bank reconciliations for the payroll account and enter transactions in the accounting software.

Cause and Effect:

A small number of individuals within the District's administration perform substantially all accounting functions and have control over both records and assets. The lack of segregation of accounting duties could create an opportunity for misstatements caused by error or fraud to occur and go undetected within a timely period by employees in the normal course of performing their assigned functions.

Recommendation:

Due to the size of the District, it is not practical to hire additional individuals in order to adequately segregate accounting duties; therefore, we recommend that the Administrator's and School Board's close supervision, review of accounting information and knowledge of matters relating to the District's financial operations provide an effective means of preventing and detecting errors and irregularities.

Response:

The Director of Business Services will review bank reconciliations on a monthly basis to ensure everything is accurate and appropriate. On a weekly/bi-weekly basis the Director of Business Services has established business office meetings to review opportunities for continuous improvement within the business office. As part of these meetings, the Director of Business Services plans to review the bank reconciliation process. The Director of Business Services will also review financial activity on a monthly basis to look for any discrepancies in the accounts. Throughout the year, the Director of Business Services randomly investigates several accounts each month to check for any discrepancies between his expectations and actual results. The Board of Education reviews all checks printed on a monthly basis. After the checks are approved, they are mailed out. Three to four times a year the Finance Committee randomly pulls checks to review them. All expense reports are currently being countersigned. The budget to actual comparisons are reviewed twice a year by the Finance Committee (1^{st} and 3^{rd} quarter) and twice a year by the Board (2^{nd} and 4^{th} quarter). The Director of Business Services provides financial updates to the Board of Education on a regular basis.

SECTION II - FINANCIAL STATEMENT FINDINGS - Continued

2015-002 – Preparation of Financial Statements

Criteria:

The Administrators and School Board share responsibility for the District's internal control system including controls over financial reporting under generally accepted accounting principles (GAAP). Although we assist the District in drafting the financial statements and disclosures and management takes responsibility for the statements, we cannot be considered part of the internal control over GAAP financial statement preparation.

Condition Found:

The preparation of GAAP financial statements and footnote disclosures requires extensive knowledge of constantly changing accounting pronouncements. While the District's personnel have a thorough understanding of their operations, no one in the District has the accounting background sufficient to prepare the District's GAAP financial statements with complete disclosures, to provide a high level of assurance that potential omissions or other errors that are less than material, but more than inconsequential, would be identified and corrected.

Cause and Effect:

The District's lack of knowledge of recent accounting pronouncements could lead to financial statements and related disclosures to be prepared without a high level of assurance that potential omissions or other errors that are less than material, but more than inconsequential, would be identified and corrected.

Recommendation:

As part of its internal control over the preparations of its financial statements, including disclosures, the District should implement a comprehensive review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such review procedures should be performed by an individual possessing a thorough understanding of generally accepted accounting principles and knowledge of the District's activities and operations.

Response:

The Finance Committee and the Director of Business Services will review the annual audited financial statements with the auditors.

SECTION III – FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS

2015-001 Segregation of Duties

See finding 2015-001 in Section II Financial Statement Findings.

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

SECTION IV – OTHER ISSUES

Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern?	No
Was a management letter or other document conveying audit comments issued as a result of this audit?	No

Name and signature of manager ____ CPA

Date of report November 23, 2015

SCHOOL DISTRICT OF HARTFORD JT #1
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2015

Finding 2014-001 – Segregation of Duties

The Director of Business Services is reviewing bank reconciliations on a monthly basis to ensure everything is accurate and appropriate. The Director of Business Services is also reviewing financial activity on a monthly basis to look for any discrepancies in the accounts. The Board of Education reviews all checks printed on a monthly basis. After the checks are approved, they are mailed out. On a bi-annual basis, the Finance Committee randomly pulls checks to review them. The budget to actual comparisons are reviewed twice a year by the Finance Committee (1^{st} and 3^{rd} quarter) and twice a year by the Board (2^{nd} and 4^{th} quarter).

Finding 2014-002 – Preparation of Financial Statements

The District Administrator and Board of Education are working with the auditor to implement review procedures to ensure the financial statements, including disclosures, are complete and accurate.

SCHOOL DISTRICT OF HARTFORD JT #1
CORRECTIVE ACTION PLAN
YEAR ENDED JUNE 30, 2015

Finding 2015-001 – Segregation of Duties

The Director of Business Services will review bank reconciliations on a monthly basis to ensure everything is accurate and appropriate. On a weekly/bi-weekly basis the Director of Business Services has established business office meetings to review opportunities for continuous improvement within the business office. As part of these meetings, the Director of Business Services plans to review the bank reconciliation process. The Director of Business Services will also review financial activity on a monthly basis to look for any discrepancies in the accounts. Throughout the year, the Director of Business Services randomly investigates several accounts each month to check for any discrepancies between his expectations and actual results. The Board of Education reviews all checks printed on a monthly basis. After the checks are approved, they are mailed out. Three to four times a year the Finance Committee randomly pulls checks to review them. All expense reports are currently being countersigned. The budget to actual comparisons are reviewed twice a year by the Finance Committee (1st and 3rd quarter) and twice a year by the Board (2nd and 4th quarter). The Director of Business Services provides financial updates to the Board of Education on a regular basis.

Finding 2015-002 – Preparation of Financial Statements

The Director of Business Services and Board of Education will continue review procedures to ensure the financial statements, including disclosures, are complete and accurate.

HUBERTY
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Ripon: 201 E Fond du Lac St. | P.O. Box 272 | Ripon, WI 54971 | 920.748.7741
Plymouth: 2831 Eastern Ave. | Plymouth, WI 53073 | 920.892.2423
Campbellsport: 140 E. Main St. | P.O. Box 440 | Campbellsport, WI 53010 | 920.533.6330
Markesan: 57 N. Bridge St. | Markesan, WI 53946 | 920.398.3551

November 23, 2015

To the Board of Education
School District of Hartford Jt #1

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of School District of Hartford Jt #1 for the year ended June 30, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards* and OMB Circular A-133, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 22, 2015. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by School District of Hartford Jt #1 are described in Note A to the financial statements. As described in Note A to the financial statements, the School District of Hartford Jt #1 changed accounting policies related to improving accounting and financial reporting by state and local governments for pensions. We noted no transactions entered into by the School District of Hartford Jt #1during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the District's financial statements were:

> Management's estimate of the pension benefits and other post employment benefits is based on an actuarial study obtained by the District as required by professional standards. We evaluated the key factors and assumptions used to develop the other post employment benefits in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 23, 2015.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to School District of Hartford Jt #1's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as School District of Hartford Jt #1's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the schedule of revenues, expenditures, and changes in fund balances – budget and actual, schedules of funding progress and employer contributions, schedule of district's proportionate share of the net pension liability (asset), and schedule of district contributions which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the supplemental information, as listed in the table of contents, which accompany the financial statements but are not RSI. With respect to this supplemental information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplemental information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Education and management of the School District of Hartford Jt #1 and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Hawkins & Associates, S.C.

Certified Public Accountants

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 Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon, Washington and Dodge Counties, Wisconsin (the "Issuer") in connection with the issuance of $4,955,000 General Obligation Promissory Notes, dated November 1, 2016 (the "Securities"). The Securities are being issued pursuant to Resolutions adopted by the Governing Body of the Issuer on June 21, 2016 and October 4, 2016 (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 October 4, 2016 delivered in connection with the Securities, which is available from the MSRB.

"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 Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon, Wisconsin which is the obligated person with respect to the Securities.

"Issuer Contact" means the Chief Financial Officer of the Issuer who can be contacted at 402 W. Sumner Street, Hartford, Wisconsin 53027, phone (262) 673-9033, fax (262) 673-3548.

"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 that ended June 30, 2016, 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; and

14. Appointment of a successor or additional trustee or the change of name of a trustee, if material.

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.

<u>Section 9. Additional Information</u>. 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.

<u>Section 10. Default</u>. (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.

<u>Section 11. Beneficiaries</u>. 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 1st day of November, 2016.

____
Jeffrey S. Becker
District President

____
Barbara A. Lindert
District Clerk

APPENDIX C

FORM OF LEGAL OPINION

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

November 1, 2016

Re: School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon, Wisconsin ("Issuer")
$4,955,000 General Obligation Promissory Notes,
dated November 1, 2016 ("Notes")

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

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

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

Year	Principal Amount	Interest Rate
2017	$815,000	____%
2018	820,000	____
2019	765,000	____
2020	630,000	____
2021	645,000	____
2022	245,000	____
2023	250,000	____
2024	255,000	____
2025	260,000	____
2026	270,000	____

Interest is payable semi-annually on April 1 and October 1 of each year commencing on April 1, 2017.

The Notes maturing on April 1, 2023 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on April 1, 2022 or on any date thereafter. Said Notes 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 Notes maturing in the years ______, ______ and ______ are subject to mandatory redemption by lot as provided in the resolution awarding the sale of the Notes at the redemption price of par plus accrued interest to the date of redemption and without premium.]

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

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

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

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

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

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

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

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

QUARLES & BRADY LLP

APPENDIX D

OFFICIAL NOTICE OF SALE AND BID FORM

FOR

SCHOOL DISTRICT OF HARTFORD JOINT NO. 1
Dodge and Washington Counties, Wisconsin

$4,955,000 General Obligation Promissory Notes

Sale Data:

Sale Date and Time:	Tuesday, October 4, 2016 9:30 a.m. Central Time
Place:	Robert W. Baird & Co. Incorporated Public Finance Department 777 East Wisconsin Avenue, 25th Floor Milwaukee, Wisconsin 53202 Attention: Ms. Danielle Olson Phone: (414) 298-2657 Fax: (414) 298-7354 Bids will also be accepted electronically via PARITY

OFFICIAL NOTICE OF SALE

$4,955,000
SCHOOL DISTRICT OF HARTFORD JOINT NO. 1, CITY OF HARTFORD, TOWNS OF ADDISON, ASHIPPUN, ERIN, HARTFORD AND RUBICON
WASHINGTON AND DODGE COUNTIES, WISCONSIN
GENERAL OBLIGATION PROMISSORY NOTES
DATED NOVEMBER 1, 2016

NOTICE IS HEREBY GIVEN that bids will be received by the School Board, School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon, Washington and Dodge Counties, Wisconsin for the purchase of all but no part of its Notes at the offices of the District's financial advisor, Robert W. Baird & Co. Incorporated ("Baird"), Attention: Ms. Danielle Olson, (414) 298-2657 until 9:30 a.m. (Central Time) on

October 4, 2016

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, faxed to Baird at (414) 298-7354, 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 or fax (414) 298-7354 for inclusion in the submitted bid. Bids which are mailed or delivered should be plainly marked "Bid for School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon Notes". 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 good faith deposit has been received in accordance with the requirements set forth below.

Dates and Maturities: The Notes will be dated November 1, 2016 and will mature on April 1 of each year, in the years and principal amounts as follows:

Year	Principal Amount*
2017	$815,000
2018	820,000
2019	765,000
2020	630,000

* 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 Notes. Any such increase or reduction will be made in multiples of $5,000 within any of the maturities. The aggregate principal amount of the Notes will remain the same.

Year	Principal Amount*
2021	$645,000
2022	245,000
2023	250,000
2024	255,000
2025	260,000
2026	270,000

Interest: Interest on the Notes will be payable semi-annually on April 1 and October 1 of each year, commencing on April 1, 2017 to the registered owners of the Notes appearing of record in the bond register as of the close of business on the fifteenth day (whether or not a business day) of the immediately preceding month. 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 Notes maturing on April 1, 2023 and thereafter will be subject to redemption prior to maturity, at the option of the District, on April 1, 2022 or on any date thereafter. Said Notes 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 Notes 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 April 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 Notes are general obligations of the District. The principal of and interest on the Notes 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 Notes will be issued for the purpose of paying the cost of energy efficiency and capital improvement projects at District buildings and grounds, including HVAC and boiler upgrades, building entrance improvements, lighting improvements and acquisition of related equipment.

Registration: The Notes will be issued as fully-registered Notes 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").

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* 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 Notes. Any such increase or reduction will be made in multiples of $5,000 within any of the maturities. The aggregate principal amount of the Notes will remain the same.

DTC Book Entry Only System: UTILIZATION OF DTC IS REQUIRED. BIDS FOR THE NOTES MAY NOT PROVIDE FOR THE NOTES TO BE ISSUED ON A NON-DTC BASIS. DTC will act as securities depository of the Notes. A single Note certificate for each maturity will be issued to DTC and immobilized in its custody. Individual purchases may be made in book-entry 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 Notes purchased. The successful bidder shall be required to deposit the Note certificates with DTC as a condition to delivery of the Notes. The District will make payments of principal and interest on the Notes to DTC or its nominee as registered owner of the Notes in same-day funds. Transfer of those payments to participants of DTC will be the responsibility of DTC; transfer of the payments to beneficial owners by DTC participants will be the responsibility of such participants and other nominees of beneficial owners all as required by DTC rules and procedures. No assurance can be given by the District that DTC, its participants and other nominees of beneficial owners will make prompt transfer of the payments as required by DTC rules and procedures. The District assumes no liability for failures of DTC, its participants or other nominees to promptly transfer payments to beneficial owners of the Notes.

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

Fiscal Agent: The Notes 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, the District's fiscal agent with respect to the Notes (the "Fiscal Agent"). The Notes 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 fifteenth day of each calendar month next preceding each interest payment date and as to principal by presentation of the Notes at the office of the Fiscal Agent. The District will pay all costs relating to the registration of the Notes.

Designation as Qualified Tax-Exempt Obligations: The Notes will be designated "qualified tax-exempt obligations" pursuant to the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. The District Clerk or other officer of the District charged with the responsibility for issuing the Notes, shall provide an appropriate certificate of the District as of the date of delivery and payment for the Notes confirming the "qualified" status.

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%). All Notes 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 Notes ($4,955,000) nor more than One Hundred Two Percent (102%) of the principal amount of the Notes ($5,054,100) plus accrued interest to the date of delivery will be considered. The Notes 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 Notes. The total of these costs is $66,510.

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 Notes, 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 Notes and interest rate or rates to be borne by the Notes 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 though 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 $99,100 may be submitted contemporaneously with the bid or, in the alternative, a deposit in the amount of $99,100 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 (October 4, 2016) 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 Notes. The good faith deposit will be applied to the purchase price of the Notes. 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 Notes 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 Notes 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 Notes 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 Notes have been awarded to the successful bidder shall not constitute cause for failure or refusal by the successful bidder to accept delivery on the Notes.

Delivery: The Notes will be delivered in printed form, one Note per maturity, registered in the name of CEDE & CO., as nominee of The Depository Trust Company, securities depository of the Notes 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 Notes, the successful bidder may, prior to tender of the Notes, at its option, be relieved of its obligation under the contract to purchase the Notes 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. A transcript of the proceedings relative to the issuance of the Notes (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 Notes 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 Notes nor any error with respect thereto will constitute cause for failure or refusal by the successful bidder to accept delivery of the Notes.

Reoffering Prices: Simultaneously with or before delivery of the Notes, the successful bidder shall furnish to the District a certificate, made on the best knowledge, information and belief of the successful bidder, acceptable to bond counsel, stating the initial reoffering prices to the public of each maturity of the Notes and further stating that a substantial amount of each maturity of the Notes was sold to the public or final purchasers thereof (not including bond houses and brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers) at or below such initial reoffering prices.

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 Notes all necessary pricing information and any underwriter identification necessary to complete the Preliminary Official Statement. Within seven business days of the award of the Notes, 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 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 Notes 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 Notes of which the District becomes aware within 60 days after the delivery of the Notes.

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 Notes. 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: Additional information may be obtained by addressing inquiries to: Robert W. Baird & Co. Incorporated, 777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202; Attention: Ms. Danielle Olson, (414) 765-3827 or the undersigned.

John Stellmacher
Chief Financial Officer
School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford and Rubicon
402 W. Sumner Street
Hartford, WI 53027
Phone: (262) 673-9033

October 4, 2016

BID FORM

$4,955,000
SCHOOL DISTRICT OF HARTFORD JOINT NO. 1
Dodge and Washington Counties, Wisconsin
General Obligation Promissory Notes

Jeffrey Becker, President
and Members of the School Board
School District of Hartford Joint No. 1
402 West Sumner Street
Hartford, WI 53027

Dear Mr. Becker and Members of the School Board:

For all but no part of your issue of $4,955,000 General Obligation Promissory Notes (the "Notes"), said bid being no less than $4,955,000 (100% of par) and no more than $5,054,100 (102% of par), we offer to pay a price of $_____________. The dated date and delivery date of the Notes is November 1, 2016. The Notes shall bear interest as follows:

(April 1)	Rate	(April 1)	Rate
2017	______ %	2022	______ %
2018	______ %	2023	______ %
2019	______ %	2024	______ %
2020	______ %	2025	______ %
2021	______ %	2026	______ %

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.

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 Notes. The total of these costs is $66,510.

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

A Good Faith Deposit ("Deposit") in the form of a cashier's check in the amount of $99,100 may be submitted contemporaneously with the bid or, in the alternative, a deposit in the amount of $99,100 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 (October 4, 2016) 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 Notes.

____
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 4th day of October, 2016 by the Members of the Board and in recognition therefore is signed by the Officers empowered and authorized to make such acceptance.

______________________________ ______________________________
President District Clerk