

## FINAL OFFICIAL STATEMENT DATED JANUARY 21, 2026

### NEW ISSUE

Not Bank Qualified

S&P Global Rated "AA" (stable outlook)  
(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; however, interest on the Notes is taken into account in determining "adjusted financial statement income" for purposes of computing the federal alternative minimum tax imposed on Applicable Corporations (as defined in Section 59(k) of the Code). The Notes shall NOT be "qualified tax-exempt obligations". See "TAX EXEMPTION" herein for a more detailed discussion of some of the federal income tax consequences of owning the Notes. The interest on the Notes is not exempt from present Wisconsin income or franchise taxes.*

### \$11,800,000 HARTFORD UNION HIGH SCHOOL DISTRICT Washington and Dodge Counties, Wisconsin General Obligation Promissory Notes

Dated: February 11, 2026

Due: As shown herein

The \$11,800,000 General Obligation Promissory Notes (the "Notes") will be dated February 11, 2026 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 2027 through 2038. Interest shall be payable commencing on October 1, 2026 and semi-annually thereafter on April 1 and October 1 of each year. Associated Trust Company, National Association, Green Bay, Wisconsin will serve as paying agent for the Notes.

The Notes are being issued pursuant to Section 67.12(12) of the Wisconsin Statutes. The Notes will be general obligations of the Hartford Union High School District, 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 remaining portion of the cost of a school building and facility improvement project consisting of: renovations, building infrastructure (including pool updates), safety, security and accessibility improvements; construction of an addition for technical education space; outdoor physical education and athletic facility improvements, including to replace the track and to install a turf field; site improvements; and acquisition of furnishings, fixtures and equipment. (See "THE FINANCING PLAN" herein.)

The Notes maturing on April 1, 2034 and thereafter are subject to call and prior redemption, at the option of the District, on April 1, 2033 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the District and by lot within each maturity at a price of par plus accrued interest to the date of redemption. (See "REDEMPTION PROVISIONS" herein.)

The Financial Advisor to the District is:



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 February 11, 2026.*

**Piper Sandler & Co.**

## MATURITY SCHEDULE

### **\$11,800,000 General Obligation Promissory Notes**

Dated: February 11, 2026 Due: April 1, 2027 through 2038  
Callable: April 1, 2033

<u>(April 1)</u>	<u>Amount</u>	<u>Rate</u>	<u>Yield</u>	CUSIP <sup>(1)</sup> Base
2027	\$870,000	5.00%	2.38%	FB6
2028	825,000	5.00	2.38	FC4
2029	885,000	5.00	2.38	FD2
2030	930,000	5.00	2.50	FE0
2031	975,000	5.00	2.48	FF7
2032	1,025,000	5.00	2.54	FG5
2033	1,080,000	5.00	2.63	FH3
2034	1,135,000	4.00	2.76	FJ9
2035	1,190,000	4.00	2.90	FK6
2036	1,255,000	4.00	3.01	FL4
2037	1,320,000	4.00	3.19	FM2
2038	310,000	4.00	3.32	FN0

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**HARTFORD UNION HIGH SCHOOL DISTRICT**  
(Washington and Dodge Counties, Wisconsin)

**SCHOOL BOARD**

Tracy J. Hennes, President  
Nolan Jackett, Vice President  
Heather Barrie, Clerk  
Kenneth Mueller, Treasurer  
Tiffany Stapleton, Member

**ADMINISTRATION**

Dr. Stacy Gahan, District Administrator  
Rob Nelson, Executive Director of Business Services & Human Resources  
Patrick Doty, Director of Student Services & Safety Coordinator  
Stevy Schliewe, Director of Curriculum and Instruction  
Valerie Verhunce, Director of Technology and Future Ready Learning  
Laura Trapp, Director of Communications  
Kelly Lam, Principal

**PROFESSIONAL SERVICES**

**School District Attorney:** von Briesen & Roper, s.c., Milwaukee, 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 Hartford Union High School District, 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.

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 and the Underwriter have reviewed 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.

**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

<b>District:</b>	Hartford Union High School District, Washington and Dodge Counties, Wisconsin (the "District").
<b>Issue:</b>	\$11,800,000 General Obligation Promissory Notes (the "Notes").
<b>Dated Date:</b>	February 11, 2026.
<b>Interest Due:</b>	Commencing October 1, 2026 and on each April 1 and October 1 thereafter. Interest on the Notes will be computed on the basis of a 30-day month and a 360-day year.
<b>Principal Due:</b>	April 1 of the years 2027 through 2038.
<b>Redemption Provision:</b>	The Notes maturing on and after April 1, 2034 shall be subject to call and prior payment, at the option of the District, on April 1, 2033 or on any date thereafter at a price of 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. (See "REDEMPTION PROVISIONS" herein.)
<b>Security:</b>	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 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.
<b>Purpose:</b>	The proceeds from the sale of the Notes will be used for the public purpose of paying the remaining portion of the cost of a school building and facility improvement project consisting of: renovations, building infrastructure (including pool updates), safety, security and accessibility improvements; construction of an addition for technical education space; outdoor physical education and athletic facility improvements, including to replace the track and to install a turf field; site improvements; and acquisition of furnishings, fixtures and equipment. (See "THE FINANCING PLAN" herein.)
<b>Tax Status:</b>	Interest on the Notes is excludable from gross income for federal income tax purposes. (See "TAX EXEMPTION" herein.)
<b>No Bank Qualification:</b>	The Notes shall <u>NOT</u> be "qualified tax-exempt obligations."
<b>Credit Rating:</b>	This issue has been assigned a "AA" (stable outlook) rating by S&P Global Ratings, a division of S&P Global. (See "RATING" herein.)
<b>Bond Years:</b>	79,698.89 years.
<b>Average Life:</b>	6.754 years.
<b>Record Date:</b>	The 15 <sup>th</sup> 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 entire Official Statement should be made by potential investors.*

## INTRODUCTORY STATEMENT

This Official Statement presents certain information relating to the Hartford Union High School District, Wisconsin (the "District" and the "State" respectively) in connection with the sale of the District's \$11,800,000 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 Award Resolution (defined herein). Copies of the Resolutions may be obtained from the Financial Advisor (defined herein) upon request.

## THE FINANCING PLAN

As the result of a referendum election on November 5, 2024, the District has been authorized to issue general obligation bonds in an amount not to exceed \$25,800,000 for the public purpose of paying the cost of a school building and facility improvement project consisting of: renovations, building infrastructure (including pool updates), safety, security and accessibility improvements; construction of an addition for technical education space; outdoor physical education and athletic facility improvements, including to replace the track and to install a turf field; site improvements; and acquisition of furnishings, fixtures and equipment (the "Project").

Pursuant to Section 67.12(12)(e)2., Wisconsin Statutes, since the purpose and the amount of the borrowing have been approved by the electors, general obligation promissory notes may be issued without any additional approval by the electors.

Pursuant to a resolution adopted by the Board on February 24, 2025, the District authorized the issuance of \$14,000,000 General Obligation Promissory Notes, dated April 2, 2025 (the "2025 Notes"), to provide financing for a portion of the Project. The 2025 Notes maturing on and after April 1, 2038 are callable at par on April 1, 2033 or any date thereafter.

The proceeds from the sale of the Notes will be used to provide financing for the remaining \$11,800,000 portion of the cost of the referendum-approved Project.

## REDEMPTION PROVISIONS

### Optional Redemption

The Notes maturing on April 1, 2034 and thereafter are subject to call and prior redemption, at the option of the District, on April 1, 2033 or on any date thereafter, in whole or in part, and if in part, from maturities selected by the District and by lot within each maturity at a price of par plus accrued interest to the date of redemption.

## ESTIMATED SOURCES AND USES

### Sources of Funds

Par Amount of Notes	\$11,800,000.00
Reoffering Premium	991,301.30
Total Sources of Funds:	<u>\$12,791,301.30</u>

### Uses of Funds

Deposit to Project Construction Fund	\$11,800,000.00
Bid Premium for Deposit to Debt Service Fund	826,196.46
Costs of Issuance (including Underwriter's Discount)	165,104.84
Total Uses of Funds:	<u>\$12,791,301.30</u>

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

The Constitution and the 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 promissory notes for any public purpose. To evidence such indebtedness, the District must issue to the lender its promissory notes (with interest) payable within a period not exceeding 20 years following the date of said notes. Such notes constitute a general obligation of the District. Notes issued by the District to refinance or refund outstanding promissory notes issued by the District must be payable within 10 years and no later than 20 years following the original date of such notes.

### Bond or Note Anticipation Notes

In anticipation of issuing general obligation bonds or notes, the District is authorized to borrow money using bond or note anticipation notes. The bond or note anticipation notes shall in no event be a general obligation of the District, and do not constitute an indebtedness of the District, nor a charge against its general credit or taxing power. The bond or note anticipation notes are payable only from (a) proceeds of the bond or note anticipation notes set aside for payment of interest on the bond or note anticipation notes as they become due, and (b) proceeds to be derived from

the issuance and sale of general obligation bonds or promissory notes which proceeds constitute a special trust fund to be held and expended solely for the payment of the principal of and interest on the bond or note anticipation notes. The maximum term of any bond or note anticipation notes (including any refunding) is five years.

### **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 Board pursuant to the procedures prescribed by Wisconsin Statutes. Reference is made to the Resolutions for a complete recital of their terms.

### **The Initial Resolution; Referendum Election; Project Financing to Date**

By way of a resolution adopted on August 7, 2024 (the "Initial Resolution"), the Board authorized the issuance of general obligation bonds in an amount not to exceed \$25,800,000 for the public purpose of paying the cost of the Project.

By way of a resolution also adopted on August 7, 2024, the Board provided for a referendum election to be held on November 5, 2024. The District gave notice to the electors relating to the bond referendum at which time the electors would vote to approve or reject the Initial Resolution.

On November 5, 2024, a referendum was held in the District on the proposition of whether the Initial Resolution should be approved at which 11,566 votes were cast "Yes" for approval of the Initial Resolution and 9,855 votes were cast "No" for rejection of the Initial Resolution.

By way of a resolution adopted on February 24, 2025, the Board authorized the issuance of the 2025 Notes to provide financing for a portion of the Project.

### **The Award Resolution**

By way of a resolution adopted on January 21, 2026 (the "Award Resolution"), the Board accepted the bid of the Underwriter (defined herein) for the purchase of the Notes, in accordance with bid specifications, provided 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 2026 through 2038 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 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 is exercised by a Board. The Board consists of five members, who are elected at large 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.

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

### School Board

Name	Expiration of Term
Tracy J. Hennes, President	April, 2026
Nolan Jackett, Vice President	April, 2027
Heather Barrie, Clerk	April, 2027
Kenneth Mueller, Treasurer	April, 2028
Tiffany Stapleton, Member	April, 2028

Source: *The District*.

### Administration

Name	Title	Years of Service
Dr. Stacy Gahan	District Administrator	5.00 <sup>(1)</sup>
Rob Nelson	Executive Director of Business Services & Human Resources	2.50 <sup>(2)</sup>
Patrick Doty	Director of Student Services & Safety Coordinator	0.50 <sup>(3)</sup>
Stevy Schliewe	Director of Curriculum and Instruction	2.00
Valerie Verhunce	Director of Technology and Future Ready Learning	7.50
Laura Trapp	Director of Communications	2.00 <sup>(4)</sup>
Kelly Lam	Principal	6.00

<sup>(1)</sup>Dr. Stacy Gahan was previously the Director of Student Services for the District before becoming District Administrator in 2025.

<sup>(2)</sup>Mr. Rob Nelson was previously the Business Manager at Swallow School District for two years prior to joining the District.

<sup>(3)</sup>Mr. Patrick Doty was previously the Director of Student Services at the School District of Baraboo or for two years before joining the District.

<sup>(4)</sup>Ms. Laura Trapp was previously the Executive Assistant to the Superintendent at the District for two years prior to current role.

Source: *The District*.

### District Facilities

Facility	Construction	Additions
Hartford Union High School	1960	1970, 1974, 1994, 1997 and 2001

Source: *The District*.

## School Enrollments

Year	Total 9 through 12*
2021-22	1,470
2022-23	1,435
2023-24	1,503
2024-25	1,460
2025-26	1,438
2026-27**	1,338
2027-28**	1,331
2028-29**	1,296
2029-30**	1,275
2030-31**	1,265

\*Headcount.

\*\*Projected enrollments are based on a demographics study by the University of Wisconsin – Madison Applied Population Lab.

Source: The District.

## Employment Relations

Department	Number of Employees*
Teachers	85
Administration	9
Professional Staff	3
Instructional Aids	12
Other	21
Custodians	13
Food Service	15
<b>TOTAL</b>	<b>158</b>

\*Headcount.

Source: The District.

The District staff is represented by the following bargaining units:

Organization	Employee Group Represented	Contract Expiration*
Hartford Education Association	Teachers	08/31/2026

\*Contract covers base wages only.

Source: The District.

The District considers its relationship with the employee group to be cordial and cooperative.

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<sup>(1)</sup>.

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. Furthermore, if strikes do occur, they may be enjoined by the courts. Additionally, because the only legal subject of bargaining is total base wages, all bargaining over items such as just cause, benefits, and terms of conditions of employment are prohibited and cannot be included in a collective bargaining agreement.

Due to the changes described above, the Board is free to unilaterally determine and promulgate policies, benefits and other terms and conditions of employment. Accordingly, the Board approved an Employee Handbook which sets forth policies, procedures and benefits for employees of the nature that were previously set forth in labor contracts. The Employee Handbook's terms are subject to change at the sole discretion of the District and are not subject to grievance or arbitration by the union. 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.

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

### **Pension Plan**

All eligible employees in the District are covered under the Wisconsin Retirement System ("WRS") established under Chapter 40 of the Wisconsin Statutes. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes ("Chapter 40"). The Department of Employee Trust Funds ("ETF") administers the WRS. Required contributions to the WRS are determined by the ETF Board pursuant to an annual actuarial valuation in accordance with Chapter 40 and the ETF's funding policies. The ETF Board has stated that its funding policy is to (i) ensure funds are adequate to pay benefits; (ii) maintain stable and predictable contribution rates for employers and employees; and (iii) maintain inter-generational equity to ensure the cost of the benefits is paid for by the generation that receives the benefits.

District employees are required to contribute half of the actuarially determined contributions, and the District may not pay the employees' required contribution. During the fiscal years ended June 30, 2023, June 30, 2024 and June 30, 2025 ("Fiscal Year 2025") the District's portion of contributions to WRS (not including any employee contributions) totaled \$634,489, \$681,095 and \$690,599, respectively.

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

As of December 31, 2024, the total pension liability of the WRS was calculated as \$136.18 billion and the fiduciary net position of the WRS was calculated as \$134.54 billion, resulting in a net pension liability of \$1.64 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 2025, the District reported a liability of \$803,125 for its proportionate share of the net pension liability of the WRS. The net pension liability was measured as of December 31, 2024 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 0.04887673% of the aggregate WRS net pension liability as of December 31, 2024.

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 4 in "Appendix A - Basic Financial Statements and Related Notes for the year ended June 30, 2025" attached hereto.

#### **Other Post-Employment Benefits**

The District provides "other post-employment benefits" ("OPEB") (i.e., post-employment benefits, other than pension benefits, owed to its employees and former employees) to employees who have terminated their employment with the District and have satisfied specified eligibility standards through a single-employer defined benefit plan. Membership of the plan consisted of 130 retirees receiving benefits and 138 active eligible plan members as of June 30, 2024, the date of the latest actuarial valuation.

OPEB calculations are required to be updated every two years and prepared in accordance with Statements No. 74 and No. 75 of the Governmental Accounting Standards Board ("GASB 74/75"). The most recent actuarial study for the plan was prepared in accordance with GASB 74/75 by Foster & Foster Consulting Actuaries, Inc. in August 2025 with an actuarial valuation date of June 30, 2024.

For Fiscal Year 2025, benefit payments for the plan totaled \$139,664. 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.

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

As of June 30, 2025, the plan's total OPEB liability was \$753,839 and the plan fiduciary net position was \$0, resulting in a net OPEB liability of \$753,839.

The calculation of the total OPEB liability and fiduciary net position are subject to a number of actuarial assumptions, which may change in future actuarial valuations. For more detailed information regarding such actuarial assumptions, see Note 4 in "Appendix A - Basic Financial Statements and Related Notes for the year ended June 30, 2025" attached hereto.

The District also offers two retirement plans separate from the OPEB described above, consisting of HRA contributions funded during active service for eligible employees. For more information, see Note 4 in "Appendix A - Basic Financial Statements and Related Notes for the year ended June 30, 2025" attached hereto.

## GENERAL INFORMATION

### Location

The District is located in southeastern Wisconsin and encompasses approximately 181 square miles in Washington and Dodge Counties. The District serves the entire Village of Neosho and Town of Erin, a large portion of the City of Hartford, a portion of the Village of Richfield and portions of the Towns of Addison, Ashippun, Hartford, Herman, Hubbard, Hustisford, Lebanon, Rubicon and Theresa. The District is approximately 40 miles northwest of the City of Milwaukee and 65 miles northeast of the City of Madison, and is easily accessible via Interstate 41 and State Highways 33, 60, 67, 83 and 167.

### Education

The District provides a comprehensive education for students in grades nine through twelve in one high school facility, serves an estimated 2023 population of 33,425\* and employs approximately 158 people. The 2025-26 enrollment is 1,438 students. The District is fed by four public elementary school districts:

- Erin School District
- Holy Hill Area School District
- School District of Hartford Joint No. 1, City of Hartford, Towns of Addison, Ashippun, Erin, Hartford, and Rubicon
- Herman-Neosho-Rubicon School District

In addition, the District draws from ten private schools: Bethany Lutheran, Crown of Life Lutheran, Immanuel Lutheran, Peace Lutheran, St. Augustine, St. Boniface Catholic, St. Gabriel's Catholic, St. Kilian's Catholic and St. Matthew's Lutheran.

\*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. 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, Mount Mary University, Alverno College, Milwaukee School of Engineering and Carroll University.

## DEMOGRAPHIC AND ECONOMIC INFORMATION

### Population

	The District	Washington County	Village of Richfield	Dodge County	City of Hartford <sup>(2)</sup>
Estimate, 2025	<sup>(1)</sup>	139,504	11,849	89,194	15,955
Estimate, 2024	<sup>(1)</sup>	138,819	11,817	89,003	15,877
Estimate, 2023	33,425	138,339	11,812	88,477	15,799
Estimate, 2022	33,343	138,229	11,866	88,822	15,805
Census, 2020	33,218	136,761	11,739	89,396	15,626

<sup>(1)</sup>Data not yet available.

<sup>(2)</sup>Reflects figures within Dodge and Washington Counties.

Source: Wisconsin Department of Administration, Demographic Services Center.

### Adjusted Gross Income Per Tax Return

	State of Wisconsin	Washington County	Village of Richfield	Dodge County	City of Hartford <sup>(1)</sup>
2024	\$76,638	\$89,244	\$129,380	\$70,029	\$77,735
2023	73,001	84,602	118,395	66,748	72,426
2022	70,548	81,583	118,980	65,930	70,080
2021	66,369	78,313	114,948	61,698	65,820
2020	61,518	73,296	106,326	56,811	67,575

<sup>(1)</sup> Reflects figures within Dodge and Washington Counties.

Source: U.S. Census Bureau and Wisconsin Department of Revenue, Division of Research and Policy.

### Unemployment Rate

	State of Wisconsin	Washington County	Dodge County
September, 2025 <sup>(1)</sup>	2.7%	2.4%	2.2%
September, 2024	2.5	2.3	2.3
Average, 2024 <sup>(1)</sup>	3.0%	2.5%	2.6%
Average, 2023	2.8	2.4	2.4
Average, 2022	2.8	2.4	2.5
Average, 2021	3.8	3.1	3.2
Average, 2020	6.4	5.8	5.3

<sup>(1)</sup>Preliminary.

Source: Wisconsin Department of Workforce Development WisConomy.

### Residential Building Permit Valuations

Year	City of Hartford		Village of Richfield	
	Number of Permits	Value of Permits	Number of Permits	Value of Permits
2025 <sup>(1)</sup>	20	\$5,802,904	20 <sup>(2)</sup>	\$12,577,354
2024	28	10,333,372	20	10,734,396
2023	45	13,870,262	17	10,375,146
2022	51	15,051,672	14	10,090,569
2021	56	14,788,922	38	20,410,800
2020	56	11,792,000	43	19,646,000

<sup>(1)</sup>As of August 2025.

<sup>(2)</sup>Estimates with imputation.

Source: U.S. Census Bureau.

## Largest Employers

The largest employers located within the District are listed below.

Name	Type of Business	Number of Employees
Quad/Graphics, Inc.	Magazine and catalog printing	1,200
Signacast LLC	Company headquarters and metal casting manufacturer	800
Broan-NuTone LLC	Company headquarters and home vent systems manufacturer	725
Helgesen Industries Inc.	Hydraulic tank manufacturer	400
Wal-Mart Supercenter	Discount retail	350
Steel Craft Corp.	Steel structure manufacturer	300 <sup>(1)</sup>
API Healthcare Corp.	Workforce management for healthcare	300
Aurora Hartford Memorial Hospital	Medical facility	267
Menasha Packaging	Manufacturer of corrugated boxes	237
School District of Hartford Joint No. 1	Education	217

<sup>(1)</sup> Includes Hartford Finishing, a subsidiary at another location in Hartford.

Source: Data Axle Genie ([www.dataaxlegenie.com](http://www.dataaxlegenie.com)), IndustrySelect by MNI and direct employer contacts.

## Largest Taxpayers

Taxpayer Name	Type of Business/Property	2025 Assessed Valuation	2025 Equalized Valuation
Quad/Graphics, Inc. <sup>(1)</sup>	Magazine and catalog printing	\$23,948,600	\$28,808,500
Signacast LLC <sup>(1)</sup>	Metal casting manufacturer	22,025,600	26,577,100
ARHC AMHTDWI01 LLC (Aurora Healthcare) <sup>(2)</sup>	Healthcare	17,248,000	20,975,800
Oriole Ponds Apts., LLC <sup>(2)</sup>	Apartments	15,600,000	18,971,600
MKB Hartford LLC (Festival Foods) <sup>(2)</sup>	Supermarket	14,392,500	17,503,100
Rincon 225 Apartments LLC <sup>(2)</sup>	Apartments	14,350,000	17,451,400
Steely Dan (WI) LLC <sup>(2)</sup>	Investment firm	12,031,800	14,632,300
TW Birch Crossing LLC, SF <sup>(2)</sup>	Apartments	11,940,000	14,520,600
Wilson Heights LLC <sup>(2)</sup>	Apartments	11,840,000	14,399,000
Broan-NuTone LLC Dorojack Realty <sup>(2)</sup>	Home vent systems manufacturer	11,607,900	14,116,800
<b>TOTAL</b>		<b>\$154,984,400</b>	<b>\$187,956,200</b>

<sup>(1)</sup> Located in both Dodge and Washington Counties.

<sup>(2)</sup> Located in Washington County.

The above taxpayers represent 2.96% of the District's 2025 Equalized Value (TID IN) (\$6,351,588,379).

Source: Dodge and Washington Counties.

## **TAX LEVIES, RATES AND COLLECTIONS**

Special assessments, special charges and special taxes must be paid to the town, city or village treasurer in full by January 31. Real property taxes may be paid in full by January 31 or in two equal installments payable by January 31 and July 31. Municipalities also have the option of adopting payment plans which allow taxpayers to pay their real property taxes and special assessments in three or more installments, provided that the first installment is paid by January 31, one-half of the taxes are paid by April 30 and the remainder is paid by July 31. Amounts paid on or before January 31 are paid to the town, city or village treasurer. Amounts paid after January 31 are paid to the county treasurer unless the municipality has authorized payment in three or more installments in which case payment is made to the town, city or village treasurer. Any amounts paid after July 31 are paid to the county treasurer. For municipalities which have not adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15 and February 20. For municipalities which have adopted an installment payment plan, the town, city or village treasurer settles with other taxing jurisdictions for collections through the preceding month on January 15, February 20 and the 15th day of each month following a month in which an installment payment is due. On or before August 20, the county treasurer must settle in full with the underlying taxing districts for all real property taxes and special taxes. The County Board may authorize its County Treasurer to also settle in full with the underlying taxing districts for all special assessments and special charges. The county may then recover any tax delinquencies by enforcing the lien on the property and retain any penalties or interest on the delinquencies for which it has settled. The personal property tax has been repealed, starting with the property tax assessments as of January 1, 2024. Beginning in 2025, the personal property tax has been replaced with a payment from the State intended to replace the amount of property taxes imposed on personal property for the property tax assessments as of January 1, 2023. Since, in practice, all delinquent real estate taxes are withheld from the county's share of taxes, the District receives 100 percent of the real estate taxes it levies.

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

Levy Year	Collection Year	District Tax Rate	District Levy	Uncollected Taxes as of August 20 <sup>th</sup> of Each Year	Percent of Levy Collected
2025	2026	\$2.17	\$13,640,952	-In Process of Collection-	
2024	2025	1.75	10,284,885	- 0 -	100.00%
2023	2024	2.05	11,154,638	- 0 -	100.00
2022	2023	2.25	10,802,097	- 0 -	100.00
2021	2022	2.52	10,729,073	- 0 -	100.00

Source: Wisconsin Department of Public Instruction.

**2025-2026 Proportionate Amounts of Local Tax Revenue  
Per Municipality Based on 2025 Equalized Valuation**

Municipality	2025 Equalized Valuation (TID OUT)	Percent of Levy	Amount of Levy
City of Hartford <sup>(1)</sup>	\$62,843,500	1.000671%	\$136,501
Town of Ashippun <sup>(1)</sup>	137,626,641	2.191459	298,936
Town of Herman <sup>(1)</sup>	180,019,460	2.866490	391,016
Town of Hubbard <sup>(1)</sup>	612,292	0.009750	1,330
Town of Hustisford <sup>(1)</sup>	3,005,903	0.047864	6,529
Town of Lebanon <sup>(1)</sup>	26,479,447	0.421638	57,515
Town of Rubicon <sup>(1)</sup>	376,259,994	5.991271	817,266
Town of Theresa <sup>(1)</sup>	82,460	0.001313	179
Village of Neosho <sup>(1)</sup>	67,192,900	1.069927	145,948
City of Hartford <sup>(2)</sup>	2,183,738,328	34.772147	4,743,252
Town of Addison <sup>(2)</sup>	18,942,616	0.301627	41,145
Town of Erin <sup>(2)</sup>	1,100,068,500	17.516633	2,389,436
Town of Hartford <sup>(2)</sup>	463,662,515	7.383000	1,007,112
Village of Richfield <sup>(2)</sup>	1,659,602,123	26.426210	3,604,787
	<u>\$6,280,136,679</u>	<u>100.000000%</u>	<u>\$13,640,952</u>

<sup>(1)</sup> Dodge County.

<sup>(2)</sup> Washington County.

Source: Wisconsin Department of Revenue.

### **EQUALIZED VALUATIONS**

The State of Wisconsin, Department of Revenue, Supervisor of Assessments Office determines all equalized valuations of property in the State of Wisconsin. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Residential and commercial properties located within the District are assessed annually by the local assessors.

Set forth in the table below are equalized valuations of property located within the District for the years 2021 through 2025. The District's equalized valuation (TID IN) has increased by 47.58 percent since 2021 with an average annual increase of 10.22 percent.

Year	Equalized Valuation (TID IN)	Equalized Valuation (TID OUT)
2025	\$6,351,588,379	\$6,280,136,679
2024	5,935,577,284	5,874,129,784
2023	5,501,363,912	5,439,469,112
2022	4,856,809,550	4,800,993,050
2021	4,303,838,361	4,255,275,861

Source: Wisconsin Department of Revenue.

### **Tax Increment Districts**

The City of Hartford has created Tax Incremental Districts ("TIDs") under Wisconsin Statutes Section 66.1105. TID valuations totaling \$71,451,700 have been excluded from the District's tax base for 2025.

City of Hartford	Base Year	Base Value	2025 Value	Increment
06*	2008	\$1,100,000	\$3,359,900	\$2,259,900
07**	2011	13,800	7,625,000	7,611,200
07*	2011	3,600	4,342,200	4,338,600
08*	2013	5,506,100	13,627,200	8,121,100
09**	2015	4,051,600	16,335,500	12,283,900
10*	2017	4,696,300	28,172,200	23,475,900
11*	2017	7,561,400	15,493,800	7,932,400
13*	2024	48,259,700	53,688,400	5,428,700
<b>TOTAL</b>			<b>\$71,451,700</b>	

\*Washington County.

\*\*Dodge County.

Source: Wisconsin Department of Revenue.

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## INDEBTEDNESS OF THE DISTRICT

### **Direct Indebtedness**

Set forth below is the direct indebtedness of the District, including principal and interest payments due on existing debt as well as debt service on the Notes. The interest on the Notes has been calculated using an average rate of 4.36 percent. Bond years are 79,698.89 years and the average life is 6.754 years.

Year	Outstanding Bonds and Notes		The Notes		Total Debt Service Requirements
	Principal	Interest	Principal	Interest	
2026	\$1,405,000	\$1,035,672		\$343,658	\$2,784,330
2027	470,000	699,590	\$870,000	516,150	2,555,740
2028	490,000	685,581	825,000	473,775	2,474,356
2029	505,000	670,656	885,000	431,025	2,491,681
2030	520,000	655,021	930,000	385,650	2,490,671
2031	535,000	638,669	975,000	338,025	2,486,694
2032	550,000	621,851	1,025,000	288,025	2,484,876
2033	570,000	604,491	1,080,000	235,400	2,489,891
2034	590,000	585,700	1,135,000	185,700	2,496,400
2035	610,000	565,069	1,190,000	139,200	2,504,269
2036	0	554,394	1,255,000	90,300	1,899,694
2037	0	554,394	1,320,000	38,800	1,913,194
2038	1,075,000	527,519	310,000	6,200	1,918,719
2039	1,455,000	464,269	0	0	1,919,269
2040	1,530,000	397,294	0	0	1,927,294
2041	1,615,000	334,394	0	0	1,949,394
2042	1,700,000	268,094	0	0	1,968,094
2043	1,795,000	197,072	0	0	1,992,072
2044	1,890,000	121,069	0	0	2,011,069
2045	1,990,000	41,044	0	0	2,031,044
	19,295,000	10,221,842	11,800,000	3,471,908	44,788,750
Less: 2026 Payments	(1,405,000)	(1,035,672)	0	(343,658)	(2,784,330)
TOTAL	\$17,890,000	\$9,186,169	\$11,800,000	\$3,128,250	\$42,004,419

### **Other Financing**

The District has not borrowed for short-term cash flow purposes in the previous five years, and the District does not expect to borrow for such purposes in the foreseeable future.

### **Future Financing**

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

### **Default Record**

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

### Overlapping and Underlying Indebtedness

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

Entity	Amount of Debt (Net of 2026 Principal Amounts)	Percent Chargeable to District	Outstanding Debt Chargeable to District
Moraine Park Technical College District*	\$70,345,000	13.12%	\$9,229,264
Dodge County	13,935,000	7.61	1,060,454
Washington County	30,070,000	20.35	6,119,245
Erin School District	0	100.00	0
Holy Hill Area School District	0	100.00	0
School District of Hartford Joint No.1	9,630,000	100.00	9,630,000
Herman-Neosho-Rubicon School District	0	100.00	0
City of Hartford	18,165,000	97.62	17,732,673
Village of Neosho	400,139	100.00	400,139
Village of Richfield	166,375	56.76	94,434
Total Towns	1,584,013	Varies	343,584
Total Sanitary Districts	40,402	Varies	40,402
	<u>\$144,335,929</u>		<u>\$44,650,195</u>

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

*\*Moraine Park Technical College District anticipates issuing the remaining referendum-approved amount of \$2,380,000 in 2026 to complete the referendum project. Additionally, Moraine Park Technical College District anticipates borrowing approximately \$2,500,000 in May 2026 for the public purpose of financing equipment and additions and approximately \$2,200,000 in June 2026 for the public purpose of financing remodeling and equipment. These amounts are not included in the totals above.*

*Source: Wisconsin Department of Revenue. Information provided by each municipal entity through publicly available disclosure documents available on [EMMA.msrb.org](http://EMMA.msrb.org), the Wisconsin Department of Revenue 2024 Municipal Debt Margins report, the Wisconsin Department of Public Instruction and direct inquiries.*

### Statistical Summary

The table below reflects direct, overlapping and underlying bonded indebtedness net of all 2026 principal payments.

Equalized Valuation (2025) as certified by Wisconsin Department of Revenue	\$6,351,588,379
Direct Bonded Indebtedness (including the Notes)	\$29,690,000
Direct, Overlapping and Underlying Bonded Indebtedness (including the Notes)	\$74,340,195
Direct Bonded Indebtedness as a Percentage of Equalized Valuation	0.47%
Direct, Overlapping and Underlying Bonded Indebtedness as a Percentage of Equalized Valuation	1.17%
Population of District (2023 Estimate)*	33,425
Direct Bonded Indebtedness Per Capita	\$888.26
Direct, Overlapping and Underlying Bonded Indebtedness Per Capita	\$2,224.09

*\*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. The table below reflects direct bonded indebtedness as of the date of the closing of the Notes and is a comparison of the outstanding indebtedness of the District as a percentage of the applicable debt limit.

Equalized Valuation (2025) as certified by Wisconsin Department of Revenue	\$6,351,588,379
Legal Debt Percentage Allowed	5.00%
Legal Debt Limit	\$317,579,419
Direct Bonded Indebtedness (including the Notes)	\$31,095,000
Unused Margin of Indebtedness	\$286,484,419
Percent of Legal Debt Incurred	9.79%
Percentage of Legal Debt Available	90.21%

### **FINANCIAL INFORMATION**

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

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

### **Budgeting Process**

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

As part of the budgeting process, budget requests are submitted during the last half of the fiscal year by the teachers and departmental administrators of each school to their respective principals, who thereafter review and revise such requests and submit them, with their recommendations, to the District Administrator of the District. After review and adjustment by the administrative staff of the District, the proposed budget is presented to the full Board, at which time the proposed budget is reviewed with the District's administrative staff. After further review and adjustment, the proposed budget is again submitted to the full Board each year. The proposed budget is formally adopted by the Board after the annual meeting is held and finalized in October.

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

	2025-26 BUDGET	2024-25 AUDIT	2023-24 AUDIT	2022-23 AUDIT	2021-22 AUDIT
<b>Revenues</b>					
Local sources	\$11,743,311	\$10,128,954	\$10,922,148	\$10,797,589	\$9,989,504
Interdistrict sources	621,212	634,498	664,502	608,330	576,006
Intermediate sources	26,000	30,715	38,138	19,308	19,786
State sources	8,516,130	9,803,041	8,245,633	8,137,656	8,415,373
Federal sources	114,500	186,412	840,784	799,094	745,877
Other sources	180,000	132,957	151,012	131,109	69,206
<b>Total revenues</b>	<b>21,201,153</b>	<b>20,916,577</b>	<b>20,862,217</b>	<b>20,493,086</b>	<b>19,815,752</b>
<b>Expenditures</b>					
Instruction	8,737,066	8,174,786	8,737,079	8,763,074	8,209,440
Support services	8,043,297	7,727,001	7,866,814	8,363,295	9,333,168
Non-program transactions	3,001,384	2,608,957	2,507,544	2,057,463	2,027,029
<b>Total Expenditures</b>	<b>19,781,747</b>	<b>18,510,744</b>	<b>19,111,437</b>	<b>19,183,832</b>	<b>19,569,637</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,419,406</b>	<b>2,405,833</b>	<b>1,750,780</b>	<b>1,309,254</b>	<b>246,115</b>
<b>Other financing sources (uses)</b>					
Operating transfers in (out) <sup>(1)</sup>	(1,569,607)	(1,731,370)	(1,412,132)	(1,388,765)	(1,628,612)
<b>Net other financing sources (uses)</b>	<b>(1,569,607)</b>	<b>(1,731,370)</b>	<b>(1,412,132)</b>	<b>(1,388,765)</b>	<b>(1,628,612)</b>
<b>Revenues and other sources over (under) expenditures and other uses</b>	<b>(150,200)</b>	<b>674,463</b>	<b>338,648</b>	<b>(79,511)</b>	<b>(1,382,497)</b>
<b>Fund balances - beginning of year</b>	<b>7,786,191</b>	<b>7,111,728</b>	<b>6,773,080</b>	<b>6,852,591</b>	<b>8,235,088</b>
<b>Fund balances - end of year</b>	<b>\$7,635,991</b>	<b>\$7,786,191</b>	<b>\$7,111,728</b>	<b>\$6,773,080</b>	<b>\$6,852,591</b>

<sup>(1)</sup>"Operating Transfers Out" are the result of a requirement by the State of Wisconsin Department of Public Instruction to move the accounting for special education costs from the general fund to a special revenue fund and to show the net cost of special education as an operating transfer from the general fund to the special revenue fund, rather than as general fund expenditures.

The amounts shown for the fiscal years ended June 30, 2022 through June 30, 2025 are excerpts from the audit reports that have been examined by Baker Tilly US, LLP, Milwaukee, Wisconsin (the "Auditor"). The figures for the fiscal years ending June 30, 2026 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 at Appendix A to this Official Statement. The Auditor was not asked to perform any additional review in connection with this Official Statement.

**Financial Statements**

A copy of the District's Basic Financial Statements and Related Notes for the fiscal year ended June 30, 2025 including the accompanying independent auditor's report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the District's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The District has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof, or relating to this Official Statement, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the 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 Piper Sandler & Co., Minneapolis, Minnesota 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 inside cover page of this Official Statement plus accrued interest from February 11, 2026, 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.

The reoffering yields shown on the inside cover of this Official Statement have been provided by the Underwriter, and not by the District.

## **FINANCIAL ADVISOR**

Robert W. Baird & Co. Incorporated, Milwaukee, Wisconsin, has been retained as financial advisor (the "Financial Advisor" or "Baird") in connection with the issuance of the Notes. In preparing this Official Statement, the Financial Advisor has relied upon the District, and other sources, having access to relevant data to provide accurate information for this Official Statement. To the best of the Financial Advisor's knowledge, the information contained in this Official Statement is true and accurate. However, the Financial Advisor has not been engaged, nor has it undertaken, to independently verify the accuracy of such information.

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

## **RATING**

This issue has been assigned a "AA" (stable outlook) rating by S&P Global Ratings, a division of S&P Global. Such rating reflects only the views of such organization and explanation 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 generally have allowed for some annual per pupil increases without voter approval in certain, but not all years. For example, the Wisconsin Statutes provided for increases of average revenue per pupil by \$175 per pupil in the 2019-20 school year and \$179 per pupil in the 2020-21 school year without the need for voter approval; however, for the 2015-16 through 2018-19 school years and the 2021-22 and 2022-23 school years, school districts were prohibited from increasing their revenue limit without voter approval. The current Wisconsin Statutes provide for an increase of average revenue per pupil by \$325 per pupil for the 2023-24 and 2024-25 school years without the need for voter approval, which amount is continued under the current Wisconsin Statutes until the year 2425. These provisions of the Wisconsin Statutes may change in the future.

The revenue limit is increased by funds needed for payment of debt service on general obligation debt authorized before the effective date of the revenue limit statutes (August 12, 1993) (the "Effective Date") and debt service on

obligations issued to refund such debt. Debt authorized after the Effective Date is exempt from the revenue limits if approved at a referendum, as is debt service on obligations issued to refund such debt.

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

## **TAX EXEMPTION**

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

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

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

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

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

### **Bond Premium**

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

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

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

### **NOT QUALIFIED TAX-EXEMPT OBLIGATIONS**

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

### **CONTINUING DISCLOSURE**

In order to assist the Underwriter in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission (the "SEC"), pursuant to the Securities Exchange Act of 1934 (the "Rule"), the District shall covenant pursuant to the Award Resolution adopted by the Board to enter into an undertaking (the "Undertaking") for the benefit of holders including beneficial holders of the 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 30<sup>th</sup>.** 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](http://www.emma.msrb.org).

The District failed to timely file its audited financial statements for the fiscal years ended June 30, 2022 and June 30, 2023. Except to the extent the preceding is deemed to be material, in the previous five years, the District has not failed to comply in all material respects with any previous undertakings under the Rule. The District has reviewed its continuing disclosure responsibilities to help ensure compliance in the future.

### **BOOK-ENTRY-ONLY SYSTEM**

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

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

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

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of 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 the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

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

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

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

## **LITIGATION**

There is no controversy or litigation of any nature now pending or, to the knowledge of the District, threatened, restraining or enjoining the issuance, sale, execution or delivery of the 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 ("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.

#### **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.

#### **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 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.

#### **HARTFORD UNION HIGH SCHOOL DISTRICT**

By /s/ Heather Barrie  
District Clerk

## **APPENDIX A**

### **BASIC FINANCIAL STATEMENTS AND RELATED NOTES**

**HARTFORD UNION HIGH SCHOOL DISTRICT  
WASHINGTON AND DODGE COUNTIES, WISCONSIN**

**For the Year Ended June 30, 2025**

**Baker Tilly US, LLP  
Milwaukee, Wisconsin**

A copy of the District's Basic Financial Statements and Related Notes for the fiscal year ended June 30, 2025 including the accompanying independent auditor's report, is included as Appendix A to this Official Statement. Potential purchasers should read such financial statements in their entirety for more complete information concerning the District's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The District has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessment, procedures or evaluation with respect to such financial statements since the date thereof, or relating to this Official Statement, nor has the District requested that the Auditor consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial statements in this Official Statement is not intended to demonstrate the fiscal condition of the District since the date of the financial statements, in connection with the issuance of the 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.



# **Hartford Union High School District**

Financial Statements and  
Supplementary Information

June 30, 2025

# Hartford Union High School District

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## **INDEPENDENT AUDITORS' REPORT**

## **Independent Auditors' Report**

To the Board of Education of  
Hartford Union High School District

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Hartford Union High School District (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 District as of June 30, 2025 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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 management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Our opinions on the basic financial statements are not affected by this missing information.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is 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 December 2, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Baker Tilly US, LLP*

Milwaukee, Wisconsin  
December 2, 2025

## **BASIC FINANCIAL STATEMENTS**

# Hartford Union High School District

Statement of Net Position  
June 30, 2025

## Assets and Deferred Outflows of Resources

### Assets

Current assets:	
Cash and investments	\$ 21,934,693
Taxes receivable	2,423,136
Accounts receivable	3,736
Due from other governments	<u>242,399</u>
Total current assets	<u>24,603,964</u>
Noncurrent assets:	
Capital assets:	
Land	594,581
Construction in progress	637,836
Capital assets being depreciated	37,542,545
Less accumulated depreciation	<u>(17,628,261)</u>
Total noncurrent assets	<u>21,146,701</u>
Total assets	<u>45,750,665</u>
Deferred Outflows of Resources	
Deferred outflows related to pensions	4,433,731
Deferred outflows related to OPEB	<u>75,614</u>
Total deferred outflows of resources	<u>4,509,345</u>

## Liabilities, Deferred Inflows of Resources and Net Position

### Liabilities

Current liabilities:	
Accounts payable and accrued expenses	1,569,622
Accrued interest payable	191,219
Current portion of long-term obligations	<u>1,405,000</u>
Total current liabilities	<u>3,165,841</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations	<u>19,925,777</u>
Total liabilities	<u>23,091,618</u>

### Deferred Inflows of Resources

Deferred inflows related to pensions	2,343,713
Deferred inflows related to OPEB	<u>117,397</u>
Total deferred inflows of resources	<u>2,461,110</u>

### Net Position

Net investment in capital assets	14,769,363
Restricted for:	
Debt service	173,146
Grants	95,341
Food service	704,530
Donations	791,935
Capital projects	126,129
Unrestricted	<u>8,046,838</u>
Total net position	<u>\$ 24,707,282</u>

See notes to financial statements

# Hartford Union High School District

## Statement of Activities

Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
<b>Instruction</b>				
Regular	\$ 8,338,285	\$ 11,352	\$ 255,566	\$ (8,071,367)
Vocational	1,735,103	27,921	4,383	(1,702,799)
Special education	2,224,066	-	942,971	(1,281,095)
Other	1,974,649	901,678	7,607	(1,065,364)
Total instruction	<u>14,272,103</u>	<u>940,951</u>	<u>1,210,527</u>	<u>(12,120,625)</u>
<b>Support Services</b>				
Pupil services	1,129,597	41,636	1,141,962	54,001
Instructional support services	1,124,078	1,260	237,069	(885,749)
Administration	1,705,805	-	-	(1,705,805)
Buildings and grounds	2,069,980	6,148	-	(2,063,832)
Pupil transportation	1,007,797	-	49,072	(958,725)
Other support services	1,534,549	10,592	-	(1,523,957)
Food service	1,437,791	902,064	412,232	(123,495)
Interest and fees	504,510	-	-	(504,510)
Total support services	<u>10,514,107</u>	<u>961,700</u>	<u>1,840,335</u>	<u>(7,712,072)</u>
	<u><u>\$ 24,786,210</u></u>	<u><u>\$ 1,902,651</u></u>	<u><u>\$ 3,050,862</u></u>	<u><u>(19,832,697)</u></u>
<b>General Revenues</b>				
Taxes:				
Property taxes:				
General purposes				9,323,602
Debt service				616,283
Other taxes				345,000
State and federal aids not restricted to specific functions:				
General				8,370,353
Investment income				421,418
Miscellaneous				<u>967,136</u>
Total general revenues				<u>20,043,792</u>
Change in net position				211,095
<b>Net Position, Beginning</b>				<u>24,496,187</u>
<b>Net Position, Ending</b>				<u><u>\$ 24,707,282</u></u>

See notes to financial statements

## Hartford Union High School District

Balance Sheet -  
Governmental Funds  
June 30, 2025

	General Fund	Special Education Fund	Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and investments	\$ 6,529,169	\$ 117,908	\$ 13,388,366	\$ 1,899,250	\$ 21,934,693
Taxes receivable	2,423,136	-	-	-	2,423,136
Accounts receivable	1,778	-	-	1,958	3,736
Due from other governments	71,582	138,826	-	31,991	242,399
<b>Total assets</b>	<b>\$ 9,025,665</b>	<b>\$ 256,734</b>	<b>\$ 13,388,366</b>	<b>\$ 1,933,199</b>	<b>\$ 24,603,964</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 7,906	\$ 78	\$ 1,045	\$ 62,760	\$ 71,789
Accrued payroll and related liabilities	1,231,568	256,656	-	9,609	1,497,833
<b>Total liabilities</b>	<b>1,239,474</b>	<b>256,734</b>	<b>1,045</b>	<b>72,369</b>	<b>1,569,622</b>
<b>Fund Balances</b>					
Restricted	95,341	-	13,387,321	1,860,830	15,343,492
Assigned	550,200	-	-	-	550,200
Unassigned	7,140,650	-	-	-	7,140,650
<b>Total fund balances</b>	<b>7,786,191</b>	<b>-</b>	<b>13,387,321</b>	<b>1,860,830</b>	<b>23,034,342</b>
<b>Total liabilities and fund balances</b>	<b>\$ 9,025,665</b>	<b>\$ 256,734</b>	<b>\$ 13,388,366</b>	<b>\$ 1,933,199</b>	
Amounts reported for governmental activities in the Statement of Net Position are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.					21,146,701
Deferred outflows of resources related to pensions and OPEB do not relate to current financial resources and are not reported in the governmental funds.					4,509,345
Deferred inflows of resources related to pensions and OPEB do not relate to current financial resources and are not reported in the governmental funds.					(2,461,110)
Long term liabilities, including bonds, notes payable, other employee retirement liability, HRA and net/total OPEB/pension liabilities, health are not due and payable in the current period and therefore are not reported in the funds.					(21,330,777)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported in the funds.					(191,219)
<b>Net Position of Governmental Activities</b>					<b>\$ 24,707,282</b>

## Hartford Union High School District

Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Governmental Funds  
 Year Ended June 30, 2025

	General Fund	Special Education Fund	Capital Project Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Local	\$ 10,128,954	\$ -	\$ 401,669	\$ 1,892,982	\$ 12,423,605
Interdistrict	634,498	30,000	-	274,921	939,419
Intermediate	30,715	6,314	-	-	37,029
State	9,803,041	744,631	-	10,282	10,557,954
Federal	186,412	267,292	-	401,949	855,653
Other	132,957	-	-	50,688	183,645
Total revenues	20,916,577	1,048,237	401,669	2,630,822	24,997,305
<b>Expenditures</b>					
Instruction:					
Regular	4,999,769	-	-	-	4,999,769
Special education	-	1,915,443	-	-	1,915,443
Vocational	1,701,562	-	-	4,432	1,705,994
Other	1,473,455	-	-	599,207	2,072,662
Total instruction	8,174,786	1,915,443	-	603,639	10,693,868
Support services:					
Instructional support services	927,487	201,772	-	-	1,129,259
Pupil services	821,907	260,018	-	-	1,081,925
Administration	1,678,984	606	-	-	1,679,590
Buildings and grounds	2,035,740	-	1,108,961	-	3,144,701
Pupil transportation	787,717	220,080	-	-	1,007,797
Other support services	1,475,166	-	19,848	16,700	1,511,714
Debt service:					
Principal	-	-	-	445,000	445,000
Interest and fees	-	-	-	366,599	366,599
Food service	-	-	-	1,404,057	1,404,057
Total support services	7,727,001	682,476	1,128,809	2,232,356	11,770,642
Nonprogram	2,608,957	181,688	-	-	2,790,645
Total expenditures	18,510,744	2,779,607	1,128,809	2,835,995	25,255,155
Excess (deficiency) of revenues over expenditures	2,405,833	(1,731,370)	(727,140)	(205,173)	(257,850)
<b>Other Financing Sources (Uses)</b>					
Debt issued	-	-	14,000,000	-	14,000,000
Premium on long-term debt issued	-	-	-	294,870	294,870
Transfers in	-	1,731,370	-	-	1,731,370
Transfers out	(1,731,370)	-	-	-	(1,731,370)
Total other financing sources (uses)	(1,731,370)	1,731,370	14,000,000	294,870	14,294,870
Net change in fund balances	674,463	-	13,272,860	89,697	14,037,020
<b>Fund Balances, Beginning</b>	7,111,728	-	114,461	1,771,133	8,997,322
<b>Fund Balances, Ending</b>	\$ 7,786,191	\$ -	\$ 13,387,321	\$ 1,860,830	\$ 23,034,342

See notes to financial statements

# Hartford Union High School District

## Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances

of Governmental Funds to the Statement of Activities

Year Ended June 30, 2025

### Net Change in Fund Balances, Total Governmental Funds

\$ 14,037,020

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Net Position the cost of these assets is capitalized and they are depreciated over their estimated useful lives and reported as depreciation expense in the Statement of Activities.

Capital outlay reported as an expenditure in the fund financial statements	
but is capitalized in the district-wide financial statements	1,630,640
Depreciation expense reported in the Statement of Activities	(1,223,858)

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position.

Debt issued:	
General obligation debt	(14,000,000)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Principal repaid:	
General obligation debt	445,000

Governmental funds report debt premiums and discounts as other financing sources (uses). However, in the Statement of Net Position, these are deferred and reported as additions to or deductions from long-term debt. These are allocated over the period the debt is outstanding in the Statement of Activities and are reported as interest expense.

Premium on debt issued	(294,870)
Amortization of premium	8,831

Some expenses reported in the Statement of Activities do not require the use accrued interest on debt in governmental funds.

Net pension liability, WRS	(46,403)
Other employee retirement liability, HRA	68,807
Total OPEB liability, health	(12,503)
Accrued interest on debt	(146,741)
Deferred outflows of resources related to pensions	(2,067,265)
Deferred inflows of resources related to pensions	1,702,542
Deferred outflows of resources related to OPEB	26,526
Deferred inflows of resources related to OPEB	83,369

### Change in Net Position of Governmental Activities

\$ 211,095

# Hartford Union High School District

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June 30, 2025

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# Hartford Union High School District

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## Notes to Financial Statements

June 30, 2025

### 1. Summary of Significant Accounting Policies

The accounting policies of the Hartford Union High School District, Wisconsin (the District) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

#### Reporting Entity

This report includes all of the funds of the District. The reporting entity for the District consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The District has not identified any organizations that meet this criteria.

#### District-Wide and Fund Financial Statements

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized in financial statements prepared using the economic resources measurement focus for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This standard was implemented July 1, 2024 and the impact of implementation was not material.

#### District-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The District does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

#### Fund Financial Statements

Financial statements of the District are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues and expenditures/expenses.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

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

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

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

The District reports the following major governmental funds:

## **General Fund**

General Fund accounts for the District's primary operating activities. It is used to account for and report all financial resources except those accounted for and reported in another fund.

## **Special Revenue Fund**

Special Education Fund is used to account for and report grants and local revenues that are restricted or committed to providing special education services to District students.

## **Capital Projects Fund**

Capital Project Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The District reports the following nonmajor governmental funds:

## **Special Revenue Funds**

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Donation Fund  
Food Service Fund

## **Debt Service Fund**

Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for the payment of general long-term debt principal, interest and related costs.

# Hartford Union High School District

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## Notes to Financial Statements

June 30, 2025

### Measurement Focus, Basis of Accounting and Financial Statement Presentation

#### District-Wide Financial Statements

The district-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Unbilled receivables are recorded as revenues when services are provided.

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

#### Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and revenue.

Intergovernmental aids and grants are recognized as revenues in the period the District is entitled to the resources and the amounts are available. Amounts owed to the District which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services and interest. Other general revenues such as student fees, recreation fees and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above. Charges for special education services are not reduced by anticipated state special education aid entitlement.

#### All Financial Statements

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

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## **Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity**

### **Deposits and Investments**

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

- a. Time deposits in any credit union, bank, savings bank or trust company.
- b. Bonds or securities of any county, city, drainage district, technical college district, village, town or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, the University of Wisconsin Hospitals and Clinics Authority or the Wisconsin Aerospace Authority.
- c. Bonds or securities issued or guaranteed by the federal government.
- d. The local government investment pool.
- e. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- f. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- g. Repurchase agreements with public depositories, with certain conditions.

The District has adopted an investment policy. However, the District does not have a policy regarding the risks that exist on the deposits they hold as of June 30, 2025.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

See Note 3 for further information.

### **Receivables**

Property taxes are levied in December on the assessed values as of the prior January 1.

The aggregate amount of property taxes to be levied for school purposes is determined according to the provisions of Chapter 120 of the Wisconsin Statutes. Property taxes levied by the District are certified to local taxing districts for collection. Property taxes attach as an enforceable item as of January 1.

Property taxes are recognized in the fiscal year levied. The District considers all taxes as due prior to the end of the fiscal year. Full receipt of the entire levy is assured within 60 days of the District's fiscal year end.

Property taxes are collected by the local taxing units until January 31. Real estate tax collections after that date are made by the applicable county, which assumes all responsibility for delinquent real estate taxes.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

Property tax calendar, 2024 tax roll:

Lien date and levy date	December 2024
Tax bills mailed	December 2024
Payment in full, or	January 31, 2025
First installment due	January 31, 2025
Second installment due	July 31, 2025

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 "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

## **Capital Assets**

### **Government-Wide Financial Statements**

Capital assets, which include property, plant and equipment, are reported in the district-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

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

Buildings and Improvements	15-50 Years
Land Improvements	10-25 Years
Equipment and Furniture	4-15 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.

## **Deferred Outflows of Resources**

A deferred outflow of resources represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time.

## **Long-Term Obligations**

All long-term obligations to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, other employee retirement liability, net pension liability and total OPEB liability.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

For the district-wide statements, bond premiums and discounts are amortized over the life of the issue using the straight-line method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

## Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net assets that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time.

## Equity Classifications

### Government-Wide Statements

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

- a. **Net Investment in Capital Assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. **Restricted Net Position** - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. **Unrestricted Net Position** - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

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

## Fund Statements

Governmental fund balances are displayed as follows:

- a. **Nonspendable** - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. **Restricted** - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. **Committed** - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the District Board of Education. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the District Board of Education that originally created the commitment.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

- d. **Assigned** - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The Board of Education has, by resolution, adopted a financial policy authorizing the Board or an official or committee to which the Board delegates the authority, to assign amounts for a specific purpose. Assignments may take place after the end of the reporting period.
- e. **Unassigned** - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those purposes.

The District considers restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District has a formal minimum fund balance policy. That policy is to maintain a working capital fund of 25% of general fund preceeding year expenditures to be maintained for working capital purposes. As of June 30, 2025, the District was in compliance with the policy; the requirement was to have \$4,627,686 available for working capital at year end and the District's General Fund unassigned fund balance was \$7,140,650.

See Note 3 for further information.

## Pension

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

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

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

## Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## 2. Stewardship, Compliance and Accountability

### Excess Expenditures Over Budget

Fund	Budgeted Expenditures	Actual Expenditures	Excess Expenditures Over Budget
Capital Projects Fund	\$ 345,000	\$ 1,128,809	\$ 783,809
Donation Fund	417,800	620,339	202,539
Debt Service Fund	624,812	811,599	186,787

The District controls expenditures at the function level in the General Fund and at the fund level for all other funds. Some individual functions/funds experienced expenditures which exceeded appropriations. The detail of those items can be found in the District's year-end budget to actual report.

### Limitations on the District's Revenues

Wisconsin statutes limit the amount of revenues that school districts may derive from general school aids and property taxes. The annual revenue increase from these sources is limited to an allowable per member increase that is determined by the legislature.

The limitation does not apply to revenues needed 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 by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

## 3. Detailed Notes on All Funds

### Deposits and Investments

The District's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 21,933,183	\$ 22,229,632	Custodial credit
Petty cash	<u>1,510</u>	<u>-</u>	N/A
Total deposits and investments	<u><u>\$ 21,934,693</u></u>	<u><u>\$ 22,229,632</u></u>	

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing). In addition, if deposits are held in an institution outside of the state in which the government is located, insured amounts are further limited to a total of \$250,000 for the combined amount of all deposit accounts.

Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$1,000,000. However, due to the nature of this fund, recovery of material principal losses may not be significant to individual municipalities. This coverage has not been considered in computing custodial credit risk.

The District maintains collateral agreements with its banks. At June 30, 2025, the banks had pledged various government securities in the amount of \$15,083,938 to secure the District's deposits.

# Hartford Union High School District

## Notes to Financial Statements

June 30, 2025

### Custodial Credit Risk

#### Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the District's deposits may not be returned to the District.

As of June 30, 2025, \$15,083,938 of the District's total bank balances were exposed to custodial credit risk as follows:

Uninsured and collateral held by the pledging financial institution	\$ <u>15,083,938</u>
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See Note 1 for further information on deposit and investment policies.

#### Receivables

All of the receivables on the balance sheet are expected to be collected within one year.

Capital asset activity for the year ended June 30, 2025, was as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>				
Capital assets not being depreciated:				
Land	\$ 594,581	\$ -	\$ -	\$ 594,581
Construction in progress	<u>-</u>	<u>637,836</u>	<u>-</u>	<u>637,836</u>
Total capital assets not being depreciated	<u>594,581</u>	<u>637,836</u>	<u>-</u>	<u>1,232,417</u>
Capital assets being depreciated:				
Land improvements	1,973,559	-	-	1,973,559
Buildings and improvements	30,470,968	480,577	-	30,951,545
Equipment	<u>4,110,214</u>	<u>512,227</u>	<u>5,000</u>	<u>4,617,441</u>
Total capital assets being depreciated	<u>36,554,741</u>	<u>992,804</u>	<u>5,000</u>	<u>37,542,545</u>
Total capital assets	<u>37,149,322</u>	<u>1,630,640</u>	<u>5,000</u>	<u>38,774,962</u>
Less accumulated depreciation for:				
Land improvements	(867,168)	(60,032)	-	(927,200)
Buildings and improvements	(12,986,662)	(874,692)	-	(13,861,354)
Equipment	<u>(2,555,573)</u>	<u>(289,134)</u>	<u>5,000</u>	<u>(2,839,707)</u>
Total accumulated depreciation	<u>(16,409,403)</u>	<u>(1,223,858)</u>	<u>5,000</u>	<u>(17,628,261)</u>
Net capital assets being depreciated	<u>20,145,338</u>	<u>(231,054)</u>	<u>-</u>	<u>19,914,284</u>
Total governmental activities capital assets, net as reported in the statement of net position	<u>\$ 20,739,919</u>	<u>\$ 406,782</u>	<u>\$ -</u>	<u>\$ 21,146,701</u>

# Hartford Union High School District

## Notes to Financial Statements

June 30, 2025

Depreciation expense was charged to functions as follows:

### Governmental Activities

#### Instruction:

Regular instruction	\$ 1,099,754
Support services:	
Administration	699
Buildings and grounds	93,947
Food service	<u>29,458</u>
Total governmental activities depreciation expense	\$ <u>1,223,858</u>

### Interfund Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
Special Revenue, Special Education Fund	General Fund	\$ 1,731,370	Operating subsidy
Total, fund financial statements		1,731,370	
Less fund eliminations		<u>(1,731,370)</u>	
Total transfers, government-wide statement of activities		\$ <u>—</u>	

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The above transfer to the special education fund uses unrestricted revenues collected in one fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and Wisconsin Department of Public Instruction directives.

### Long-Term Obligations

Long-term obligations activity for the year ended June 30, 2025, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and notes payable:					
General obligation debt (Discounts)/Premiums	\$ 5,740,000 <u>57,491</u>	\$ 14,000,000 <u>294,870</u>	\$ 445,000 8,831	\$ 19,295,000 <u>343,530</u>	\$ 1,405,000 —
Total bonds and notes payable	<u>5,797,491</u>	<u>14,294,870</u>	<u>453,831</u>	<u>19,638,530</u>	<u>1,405,000</u>
Other liabilities:					
Other postemployment benefits, HRA	204,090	-	68,807	135,283	-
Total OPEB liability	741,336	152,167	139,664	753,839	-
Net pension liability	756,722	46,403	-	803,125	-
Total other liabilities	<u>1,702,148</u>	<u>198,570</u>	<u>208,471</u>	<u>1,692,247</u>	<u>—</u>
Total governmental activities long-term liabilities	\$ 7,499,639	\$ 14,493,440	\$ 662,302	\$ 21,330,777	\$ 1,405,000

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

In accordance with Wisconsin Statutes, total general obligation indebtedness of the District may not exceed 10% of the equalized value of taxable property within the District's jurisdiction. The debt limit as of June 30, 2025, was \$593,557,728. Total general obligation debt outstanding at year end was \$19,295,000.

## General Obligation Debt

All general obligation debt payable is backed by the full faith and credit of the District. Debt in the governmental funds will be retired by future property tax levies or tax increments accumulated by the debt service fund.

### Governmental Activities

General Obligation Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance
General Obligation, Improvement Bond	08/03/2015	04/01/2035	3.0 - 3.5%	\$ 7,800,000	\$ 5,025,000
General Obligation, Refunding Bond	09/09/2019	04/01/2027	2.8 - 3.2	800,000	270,000
General Obligation, Promissory Note	04/02/2025	04/01/2045	4.0 - 5.0	14,000,000	<u>14,000,000</u>
Total governmental activities, general obligation debt					<u>\$ 19,295,000</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities	
	General Obligation Debt	
	Principal	Interest
2026	\$ 1,405,000	\$ 764,875
2027	470,000	706,248
2028	490,000	692,931
2029	505,000	678,231
2030	520,000	663,081
2031-2035	2,855,000	3,062,064
2036-2040	4,060,000	2,591,719
2041-2045	8,990,000	1,145,019
Total	<u>\$ 19,295,000</u>	<u>\$ 10,304,168</u>

## Other Debt Information

Estimated payments of other postemployment benefits, HRA liability, net pension liability and total OPEB liability are not included in the debt service requirement schedules. The other postemployment benefits, HRA liability, net pension liability and total OPEB liability attributable to governmental activities will be liquidated primarily by the general fund.

# Hartford Union High School District

## Notes to Financial Statements

June 30, 2025

### Net Position/Fund Balances

Net position reported on the district-wide statement of net position at June 30, 2025, includes the following:

#### Governmental Activities

Net investment in capital assets:

Land	\$ 594,581
Construction in progress	637,836
Other capital assets, net of accumulated depreciation	19,914,284
Less long-term debt outstanding	(19,295,000)
Plus unspent capital related debt proceeds	13,261,192
Less unamortized debt premium	<u>(343,530)</u>
Total net investment in capital assets	<u>\$ 14,769,363</u>

#### Governmental Funds

Governmental fund balances reported on the fund financial statements at June 30, 2025, include the following:

	General Fund	Capital Projects Fund	Nonmajor Funds	Total
<b>Fund Balances</b>				
<b>Restricted for:</b>				
Donations	\$ -	\$ -	\$ 791,935	\$ 791,935
Capital projects	-	13,387,321	-	13,387,321
Food service	-	-	704,530	704,530
Debt service	-	-	364,365	364,365
Grant funds	<u>95,341</u>	-	-	<u>95,341</u>
Subtotal	<u>95,341</u>	<u>13,387,321</u>	<u>1,860,830</u>	<u>15,343,492</u>
<b>Assigned to:</b>				
Long-term capital improvements	400,000	-	-	400,000
Subsequent year budget	<u>150,200</u>	-	-	<u>150,200</u>
Subtotal	<u>550,200</u>	-	-	<u>550,200</u>
<b>Unassigned</b>				
Total fund balances	<u>\$ 7,786,191</u>	<u>\$ 13,387,321</u>	<u>\$ 1,860,830</u>	<u>\$ 23,034,342</u>

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## 4. Other Information

### Employees' Retirement System

#### Plan Description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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

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

#### Vesting

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

#### Benefits Provided

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

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

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

The WRS also provides death and disability benefits for employees.

# Hartford Union High School District

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## Notes to Financial Statements

June 30, 2025

### Postretirement Adjustments

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

<b>Year</b>	<b>Core Fund Adjustment %</b>	<b>Variable Fund Adjustment %</b>
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)
2024	3.6	15.0

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## Contributions

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

During the reporting period, the WRS recognized \$686,798 in contributions from the District.

Contribution rates for the plan year reported as of June 30, 2025 are:

Employee Category	Employee	Employer
General (including Teachers, Executives & Elected Officials)	6.90 %	6.90 %

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

At June 30, 2025, the District reported a liability of \$803,125 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023 rolled forward to December 31, 2024. 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 was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the District's proportion was 0.04887673%, which was a decrease of 0.00201909% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the District recognized pension expense of \$1,095,605.

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 2,494,144	\$ 2,343,713
Changes in assumptions	238,302	-
Net differences between projected and actual earnings on pension plan investments	1,220,391	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	57,826	-
Employer contributions subsequent to the measurement date	423,068	-
Total	\$ 4,433,731	\$ 2,343,713

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

\$423,068 reported as deferred outflows of resources 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, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Years Ending June 30:	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2026	\$ 512,937
2027	1,684,378
2028	(404,569)
2029	(125,796)

## Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2023
Measurement Date of Net Pension Liability (Asset):	December 31, 2024
Experience Study:	January 1, 2021 - December 31, 2023 Published November 19, 2024
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table
Postretirement Adjustments*:	1.7%

*\* No postretirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. This includes the impact of known market recognition account deferred gains/losses on the liability for dividend payments. 1.7% is the assumed annual adjustment based on the investment return assumption and the postretirement discount rate.*

# Hartford Union High School District

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## Notes to Financial Statements

June 30, 2025

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. Based on this experience study, actuarial assumptions used to measure the Total Pension Liability changed from prior year, including seniority (merit) and separation rates. The Total Pension Liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the December 31, 2023 actuarial valuation.

### Long-Term Expected Return on Plan Assets

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

**Asset Allocation Targets and Expected Returns\* as of December 31, 2024**

<b>Core Fund Asset Class</b>	<b>Asset Allocation %</b>	<b>Long-Term Expected Nominal Rate of Return %</b>	<b>Long-Term Expected Real Rate of Return %**</b>
Public Equity	38	7.0	4.3
Public Fixed Income	27	6.1	3.4
Inflation Sensitive	19	4.8	2.1
Real Estate	8	6.5	3.8
Private Equity/Debt	20	9.5	6.7
Leverage***	(12)	3.7	1.1
Total Core Fund	100	7.5	4.8
<b>Variable Fund Asset</b>			
U.S. Equities	70	6.5	3.8
International Equities	30	7.4	4.7
Total Variable Fund	100	6.9	4.2

\* Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

\*\* New England Pension Consultants' Long-Term U.S. CPI (Inflation) Forecast: 2.6%

\*\*\* The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used subject to an allowable range of up to 20%.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## Single Discount Rate

A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. This discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 4.08% (Source: "20-Bond GO Index" is the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality as of December 31, 2024. In describing this index, the Bond Buyer notes that the bonds' average quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard and Poor's Corp.'s AA.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the investment 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 6.80%, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80%) or 1-percentage-point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.8%)	Current Discount Rate (6.8%)	1% Increase to Discount Rate (7.8%)
District's proportionate share of the net pension liability (asset)	\$ 7,534,366	\$ 803,125	\$ (3,979,228)

## Pension Plan Fiduciary Net Position

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

## Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

## Commitments and Contingencies

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

From time to time, the District is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the District attorney 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.

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

The District has active construction projects as of June 30, 2025. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

## Other Postemployment Benefits

The District provides postemployment health insurance benefits for all eligible employees. Eligibility is based on age and years of service at the District. The benefits are based on contractual agreements with employee groups, local ordinances or employee benefit policies. The cost of those premiums is recognized as an expenditure as the premiums are paid. The entire cost is paid by the District. Funding for those costs is provided out of the current operating budget of the District. The contributions are financed on a pay as you go basis. Total expenditures for such premiums during the year were not material. The estimated liability for amounts earned by current and retired employees through the end of the year is \$753,839 and is recorded as a liability in the district-wide statement of net position

## General Information about the OPEB Plan

### Plan Description

The District's defined benefit OPEB plan, District Retiree Benefits Plan (DRBP), provides OPEB for all permanent full-time general and public safety employees of the District. DRBP is a single-employer defined benefit OPEB plan administered by the District. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

### Benefits Provided

The OPEB Plan provides healthcare and vision benefits for retirees and their dependents. Benefits are provided through a third-party insurer, and the full cost of the benefits is covered by the plan. Benefit provisions are established through employment policies approved by the Board of Education.

### Employees Covered by Benefit Terms

At June 30, 2024, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	2
Inactive plan members entitled to but not yet receiving benefit payments	128
Active plan members	138
Total	268

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## Total OPEB Liability

The District's total OPEB liability of \$753,839 was measured as of June 30, 2025, and was determined by an actuarial valuation as of June 30, 2024.

## Actuarial Assumptions and Other Inputs

The total OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Healthcare cost trend rates	7.00% decreasing to 6.50%, then decreasing by 0.10% per year down to 4.50%, and level thereafter

The discount rate was based on all years of projected payments discounted at a municipal bond rate of 4.81%.

Mortality assumptions were based on 2021 WRS Experience Tables for Active Employees and Healthy Retirees projected with mortality improvements using the fully generational MP-2021 projection scale from a base year of 2010.

The actuarial assumptions used in the June 30, 2024 valuation were based on the results of an actuarial experience study conducted in 2021 for the reporting period 2018 - 2020.

## Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balances at June 30, 2024	<u>\$ 741,336</u>
Changes for the year:	
Service cost	37,307
Interest	29,056
Differences between expected and actual experience	74,657
Changes in assumptions or other inputs	11,147
Benefit payments	<u>(139,664)</u>
Net changes	<u>12,503</u>
Balances at June 30, 2025	<u>\$ 753,839</u>

## Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.81%) or 1-percentage-point higher (5.81%) than the current discount rate:

	<u>1% Decrease</u>	<u>Discount Rate</u>	<u>1% Increase</u>
Total OPEB liability	\$ 781,930	\$ 753,839	\$ 730,629

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0% decreasing to 3.5%) or 1-percentage-point higher (8.0% decreasing to 5.5%) than the current healthcare cost trend rates:

	Healthcare Cost Trend Rates		
	1% Decrease		1% Increase
Total OPEB liability	\$ 752,321	\$ 753,839	\$ 755,592

## OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense of \$42,272. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 55,993	\$ 84,131
Changes of assumptions or other inputs	19,621	33,266
Total	<u>\$ 75,614</u>	<u>\$ 117,397</u>

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

Years Ending June 30:	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2026	\$ (32,227)
2027	(30,716)
2028	21,160

## Other Employee Retirement Liability - HRA

The District has two employee retirement benefit plans that are separate from the postemployment benefit plans discussed in Note 4.

# Hartford Union High School District

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Notes to Financial Statements  
June 30, 2025

## General HRA Plan

On January 1, 2012, the District implemented an HRA plan for eligible staff. Active employees will receive \$3,750/family or \$1,750/single per year which they can use towards medical costs up to ten years after retirement. Inactive or no longer eligible employees will not receive additions to their balance but are able to request reimbursement towards medical costs up to ten years after ineligibility or until their balance is paid in full, whichever comes first. After ten years, any unused benefits revert back to the District. Future payment dates are undeterminable due to unknown factors in employee retirement and departure from the District. The changes to the District's HRA obligation during the year were as follows:

Net HRA obligation, beginning	\$ 204,090
Decrease in liability	<u>(68,807)</u>
Net HRA obligation liability, ending	<u>\$ 135,283</u>

## Teacher HRA Plan

During the year ending June 30, 2018, the District implemented a teacher specific HRA plan for seven active teachers. The District will contribute \$2,000 per year until retirement or a maximum of \$75,000, whichever comes first. This future benefit is earned in years teachers work and therefore is not considered a liability.

## Effect of New Accounting Standards on Current-Period Financial Statements

The Governmental Accounting Standards Board (GASB) has approved the following:

- Statement No. 103, *Financial Reporting Model Improvements*
- Statement No. 104, *Disclosure of Certain Capital Assets*

When they become effective, application of these standards may restate portions of these financial statements.

## **REQUIRED SUPPLEMENTARY INFORMATION**

# Hartford Union High School District

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -  
 General Fund  
 Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance With Budget
<b>Revenues</b>			
Local	\$ 9,960,527	\$ 10,128,954	\$ 168,427
Interdistrict	661,594	634,498	(27,096)
Intermediate	26,151	30,715	4,564
State	9,621,244	9,803,041	181,797
Federal	116,039	186,412	70,373
Other	85,000	132,957	47,957
 Total revenues	 20,470,555	 20,916,577	 446,022
<b>Expenditures</b>			
Instruction:			
Regular	5,108,756	4,999,769	108,987
Vocational	1,650,931	1,701,562	(50,631)
Other	1,538,112	1,473,455	64,657
 Total instruction	 8,297,799	 8,174,786	 123,013
Support services:			
Pupil services	863,903	821,907	41,996
Instructional support services	773,935	927,487	(153,552)
Administration	1,686,849	1,678,984	7,865
Buildings and grounds	2,405,953	2,035,740	370,213
Pupil transportation	843,000	787,717	55,283
Other support services	1,423,442	1,475,166	(51,724)
 Total support services	 7,997,082	 7,727,001	 270,081
Nonprogram	2,651,668	2,608,957	42,711
 Total expenditures	 18,946,549	 18,510,744	 435,805
Excess (deficiency) of revenues over expenditures	1,524,006	2,405,833	881,827
<b>Other Financing Uses</b>			
Transfers out	(1,569,809)	(1,731,370)	(161,561)
 Net change in fund balances	 \$ (45,803)	 674,463	 \$ 720,266
 <b>Fund Balances, Beginning</b>		 7,111,728	
 <b>Fund Balances, Ending</b>		 \$ 7,786,191	

See notes to required supplementary information

## Hartford Union High School District

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -

Special Education Fund

Year Ended June 30, 2025

	Original and Final Budget	Actual	Variance With Final Budget
<b>Revenues</b>			
Interdistrict	\$ 30,000	\$ 30,000	\$ -
Intermediate	-	6,314	6,314
State	806,680	744,631	(62,049)
Federal	340,000	267,292	(72,708)
Total revenues	1,176,680	1,048,237	(128,443)
<b>Expenditures</b>			
Instruction:			
Special education	1,852,992	1,915,443	(62,451)
Total instruction	1,852,992	1,915,443	(62,451)
Support services:			
Instructional support services	202,256	201,772	484
Pupil services	259,241	260,018	(777)
Buildings and grounds	11,000	-	11,000
Pupil transportation	158,000	220,080	(62,080)
Other support services	15,000	-	15,000
Administration	-	606	(606)
Total support services	645,497	682,476	(36,979)
Nonprogram	248,000	181,688	66,312
Total expenditures	2,746,489	2,779,607	(33,118)
Excess (deficiency) of revenues over expenditures	(1,569,809)	(1,731,370)	(161,561)
<b>Other Financing Sources</b>			
Transfers in	1,569,809	1,731,370	161,561
Net change in fund balances	\$ -	-	\$ -
<b>Fund Balances, Beginning</b>			
<b>Fund Balances, Ending</b>			

## Hartford Union High School District

Schedule of District's Proportionate Share of the Net Pension Liability (Asset)

and Contributions - Wisconsin Retirement System

Year Ended June 30, 2025

Plan Fiscal Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2015	0.06240000	%	\$ 1,014,754	\$ 8,854,831	11.46 %
12/31/2016	0.06160000		507,770	8,739,436	5.81
12/31/2017	0.06200000		(1,817,897)	8,975,263	20.25
12/31/2018	0.06038046		2,148,147	9,229,435	23.27
12/31/2019	0.05988066		(1,930,825)	9,476,561	20.37
12/31/2020	0.05805708		(3,624,584)	9,191,514	39.43
12/31/2021	0.05558283		(4,480,078)	9,089,586	49.29
12/31/2022	0.05259432		2,786,291	9,112,328	30.58
12/31/2023	0.05089582		756,722	9,741,924	7.77
12/31/2024	0.04887673		803,125	9,953,728	8.07
					98.79

Schedule of Employer Contributions - Wisconsin Retirement System

Year Ended June 30, 2025

District Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2016	\$ 604,548	\$ 604,548	\$ -	\$ 8,854,831	6.83 %
6/30/2017	579,060	579,060	-	8,739,436	6.63
6/30/2018	610,332	610,332	-	8,975,263	6.80
6/30/2019	669,912	669,912	-	9,348,656	7.17
6/30/2020	668,239	668,239	-	9,409,298	7.10
6/30/2021	601,950	601,950	-	9,101,272	6.61
6/30/2022	593,048	593,048	-	8,954,540	6.62
6/30/2023	634,489	634,489	-	9,556,945	6.64
6/30/2024	681,095	681,095	-	9,925,609	6.86
6/30/2025	690,599	690,599	-	9,845,985	7.01

## Hartford Union High School District

Schedule of Changes in the Net OPEB Liability and Related Ratios  
Year Ended June 30, 2025

	2017	2018	2019	2020	2021	2022	2023	2024	2025
<b>Total OPEB Liability</b>									
Service cost	\$ 52,569	\$ 52,569	\$ 86,679	\$ 78,027	\$ 91,395	\$ 80,592	\$ 83,413	\$ 35,656	\$ 37,307
Interest	65,274	56,007	61,999	55,658	35,291	32,321	42,772	33,991	29,056
Changes of benefit terms	-	(323,742)	-	-	14,420	19,482	(161,787)	-	-
Differences between expected and actual experience	-	-	188,533	-	(15,696)	(97,131)	(119,276)	(2,381)	74,657
Changes of assumptions	-	591,357	(131,609)	74,947	(57,602)	(50,354)	(17,192)	926	11,147
Benefit payments	(365,692)	(399,546)	(280,732)	(249,914)	(222,294)	(166,511)	(234,971)	(217,649)	(139,664)
Net change in total OPEB liability	(247,849)	(23,355)	(75,130)	(41,282)	(154,486)	(181,601)	(407,041)	(149,457)	12,503
<b>Total OPEB Liability, Beginning</b>	<b>2,021,537</b>	<b>1,773,688</b>	<b>1,750,333</b>	<b>1,675,203</b>	<b>1,633,921</b>	<b>1,479,435</b>	<b>1,297,834</b>	<b>890,793</b>	<b>741,336</b>
<b>Total OPEB Liability, Ending (a)</b>	<b>\$ 1,773,688</b>	<b>\$ 1,750,333</b>	<b>\$ 1,675,203</b>	<b>\$ 1,633,921</b>	<b>\$ 1,479,435</b>	<b>\$ 1,297,834</b>	<b>\$ 890,793</b>	<b>\$ 741,336</b>	<b>\$ 753,839</b>
<b>Plan Fiduciary Net Position</b>									
Contributions, employer	\$ -	\$ -	\$ -	\$ 45,770	\$ 232,670	\$ 166,511	-	-	-
Net investment income	7,352	11,084	7,450	1,952	214	-	-	-	-
Benefit payments	(365,692)	(399,546)	(280,732)	(249,914)	(232,884)	(166,511)	-	-	-
Transfer	-	(259,000)	-	-	-	-	-	-	-
Net change in plan fiduciary net position	(358,340)	(647,462)	(273,282)	(202,192)	-	-	-	-	-
<b>Plan Fiduciary Net Position, Beginning</b>	<b>1,481,276</b>	<b>1,122,936</b>	<b>475,474</b>	<b>202,192</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan Fiduciary Net Position, Ending (b)</b>	<b>\$ 1,122,936</b>	<b>\$ 475,474</b>	<b>\$ 202,192</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net OPEB Liability, Ending (a) - (b)</b>	<b>\$ 650,752</b>	<b>\$ 1,274,859</b>	<b>\$ 1,473,011</b>	<b>\$ 1,633,921</b>	<b>\$ 1,479,435</b>	<b>\$ 1,297,834</b>			
<b>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability</b>	63.31%	27.16%	12.07%	0.00%	0.00%	0.00%			
<b>Covered-Employee Payroll</b>	\$ 1,903,767	\$ 6,228,559	\$ 8,841,238	\$ 8,841,238	\$ 9,059,707	\$ 9,059,707	\$ 9,056,467	\$ 9,056,467	\$ 8,712,044
<b>Net OPEB Liability as a Percentage of Covered-Employee Payroll</b>	34.18%	20.47%	16.66%	18.48%	16.33%	14.33%	0.00%	0.00%	0.00%

See notes to required supplementary information

## Hartford Union High School District

Schedule of Employer Contributions - OPEB

Year Ended June 30, 2025

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
Actuarially contractual determined contribution	\$ 247,246	\$ 247,246	\$ 247,735	\$ 247,735	\$ 222,294	\$ 156,684	n/a	n/a	n/a
Contributions in relation to the actuarially determined contribution	<u>365,692</u>	<u>399,546</u>	<u>280,732</u>	<u>247,962</u>	<u>232,884</u>	<u>166,511</u>	n/a	n/a	n/a
Contribution deficiency (excess)	<u>\$ (118,446)</u>	<u>\$ (152,300)</u>	<u>\$ (32,997)</u>	<u>\$ (227)</u>	<u>\$ (10,590)</u>	<u>\$ (9,827)</u>			

*See notes to required supplementary information*

# Hartford Union High School District

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Notes to Required Supplementary Information  
June 30, 2025

## Budgetary Information

Budgetary information is derived from the annual operating budget and is presented using the same basis of accounting for each fund as described in Note 1. A budget has been adopted for all governmental funds in accordance with Section 65.90 of the Wisconsin Statutes.

Reported budget amounts are as amended by Board of Education resolution. Budgets are adopted at the two-digit sub function level in the general fund and at the function level for all other funds. Appropriations lapse at year-end unless specifically carried over.

## Wisconsin Retirement System (WRS)

The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

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

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

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

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

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

## Other Postemployment Benefits (OPEB) Plan

The District is required to present the last ten fiscal years data; however, the standards allow the District to present as many years as are available until ten fiscal years are presented.

Beginning in 2023, the District has chosen not to fund or utilize the previously reported Fiduciary Trust for Postretirement Health Benefits.

*Changes of benefit terms.* There were no changes of benefit terms.

*Changes of assumptions.* The District's discount rate increased to 4.81% in 2025, up from 4.21% in 2024.

## **SUPPLEMENTARY INFORMATION**

# Hartford Union High School District

Combining Balance Sheet -  
Nonmajor Governmental Funds  
June 30, 2025

	Special Revenue Funds			Debt Service Fund	Total Nonmajor Funds
	Donation Fund	Food Service Fund			
<b>Assets</b>					
Cash and investments	\$ 831,343	\$ 703,542	\$ 364,365	\$ 1,899,250	
Accounts receivable	1,958	-	-	-	1,958
Due from other governments	<u>835</u>	<u>31,156</u>	<u>-</u>	<u>-</u>	<u>31,991</u>
Total assets	<u>\$ 834,136</u>	<u>\$ 734,698</u>	<u>\$ 364,365</u>	<u>\$ 1,933,199</u>	
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 42,201	\$ 20,559	\$ -	\$ 62,760	
Accrued payroll and related liabilities	<u>-</u>	<u>9,609</u>	<u>-</u>	<u>-</u>	<u>9,609</u>
Total liabilities	<u>42,201</u>	<u>30,168</u>	<u>-</u>	<u>-</u>	<u>72,369</u>
<b>Fund Balances</b>					
Restricted	<u>791,935</u>	<u>704,530</u>	<u>364,365</u>	<u>364,365</u>	<u>1,860,830</u>
Total liabilities and fund balances	<u>\$ 834,136</u>	<u>\$ 734,698</u>	<u>\$ 364,365</u>	<u>\$ 364,365</u>	<u>\$ 1,933,199</u>

## Hartford Union High School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balance -

Nonmajor Governmental Funds

Year Ended June 30, 2025

	Special Revenue Funds			Debt Service Fund	Total Nonmajor Funds
	Donation Fund	Food Service Fund			
<b>Revenues</b>					
Local	\$ 654,559	\$ 622,140	\$ 616,283	\$ 616,283	\$ 1,892,982
Interdistrict	-	274,921	-	-	274,921
State	-	10,282	-	-	10,282
Federal	-	401,949	-	-	401,949
Other	-	50,688	-	-	50,688
Total revenues	<u>654,559</u>	<u>1,359,980</u>	<u>616,283</u>		<u>2,630,822</u>
<b>Expenditures</b>					
Instruction:					
Vocational	4,432	-	-	-	4,432
Other	<u>599,207</u>	<u>-</u>	<u>-</u>		<u>599,207</u>
Total instruction	<u>603,639</u>	<u>-</u>	<u>-</u>		<u>603,639</u>
Support services:					
Other support services	16,700	-	-	-	16,700
Debt service:					
Principal	-	-	445,000	445,000	
Interest and fees	-	-	366,599	366,599	
Food service	-	1,404,057	-	-	1,404,057
Total support services	<u>16,700</u>	<u>1,404,057</u>	<u>811,599</u>		<u>2,232,356</u>
Total expenditures	<u>620,339</u>	<u>1,404,057</u>	<u>811,599</u>		<u>2,835,995</u>
Excess (deficiency) of revenues over expenditures	<u>34,220</u>	<u>(44,077)</u>	<u>(195,316)</u>		<u>(205,173)</u>
<b>Other Financing Sources</b>					
Premium on long-term debt issued	-	-	294,870	294,870	
Total other financing sources	-	-	<u>294,870</u>		<u>294,870</u>
Net change in fund balances	34,220	(44,077)	99,554	89,697	
<b>Fund Balances, Beginning</b>	<u>757,715</u>	<u>748,607</u>	<u>264,811</u>		<u>1,771,133</u>
<b>Fund Balances, Ending</b>	<u>\$ 791,935</u>	<u>\$ 704,530</u>	<u>\$ 364,365</u>		<u>\$ 1,860,830</u>

## **APPENDIX B**

### **FORM OF CONTINUING DISCLOSURE CERTIFICATE**

## CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the "Disclosure Certificate") is executed and delivered by the Hartford Union High School District, Washington and Dodge Counties, Wisconsin (the "Issuer") in connection with the issuance of \$11,800,000 General Obligation Promissory Notes, dated February 11, 2026 (the "Securities"). The Securities are being issued pursuant to resolutions adopted on August 7, 2024 and January 21, 2026 (collectively, the "Resolution") and delivered to Piper Sandler & Co. (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](http://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 January 21, 2026 delivered in connection with the Securities, which is available from the MSRB.

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

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

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

"Issuer" means the Hartford Union High School District, Washington and Dodge Counties, Wisconsin, which is the obligated person with respect to the Securities.

"Issuer Contact" means the District Administrator of the Issuer who can be contacted at 805 Cedar Street, Hartford, Wisconsin 53027, phone (262) 670-3200, fax (262) 673-8943.

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

"MSRB" means the Municipal Securities Rulemaking Board.

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

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

"SEC" means the Securities and Exchange Commission.

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

(a) The Issuer shall, not later than 270 days after the end of the Fiscal Year, commencing with the year ending June 30, 2026, provide the MSRB with an Annual Report filed in accordance with Section 1(b) of this Disclosure Certificate and which is consistent with the requirements of Section 4 of this Disclosure Certificate. The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the Audited Financial Statements of the Issuer may be submitted separately from the balance of the Annual Report and that, if Audited Financial Statements are not available within 270 days after the end of the Fiscal Year, unaudited financial information will be provided, and Audited Financial Statements will be submitted to the MSRB when and if available.

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

Section 4. Content of Annual Report. The Issuer's Annual Report shall contain or incorporate by reference the Audited Financial Statements, adopted annual budget and/or current general fund budget summary and updates of the following sections of the Final Official Statement to the extent such financial information and operating data are not included in the Audited Financial Statements:

1. TAX LEVIES, RATES AND COLLECTIONS
2. EQUALIZED VALUATIONS
3. INDEBTEDNESS OF THE DISTRICT - Direct Indebtedness

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

Section 5. Reporting of Listed Events.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

IN WITNESS WHEREOF, we have executed this Certificate in our official capacities effective the 11th day of February, 2026.

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Tracy J. Hennes  
District President

(SEAL)

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Heather Barrie  
District Clerk

**APPENDIX C**

**FORM OF LEGAL OPINION**

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

February 11, 2026

Re: Hartford Union High School District, Wisconsin ("Issuer")  
\$11,800,000 General Obligation Promissory Notes,  
dated February 11, 2026 ("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:

<u>Year</u>	<u>Principal Amount</u>	<u>Interest Rate</u>
2027	\$ 870,000	5.00%
2028	825,000	5.00
2029	885,000	5.00
2030	930,000	5.00
2031	975,000	5.00
2032	1,025,000	5.00
2033	1,080,000	5.00
2034	1,135,000	4.00
2035	1,190,000	4.00
2036	1,255,000	4.00
2037	1,320,000	4.00
2038	310,000	4.00

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

The Notes maturing on April 1, 2034 and thereafter are subject to redemption prior to maturity, at the option of the Issuer, on April 1, 2033 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.

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

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

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

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

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

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

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

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

QUARLES & BRADY LLP