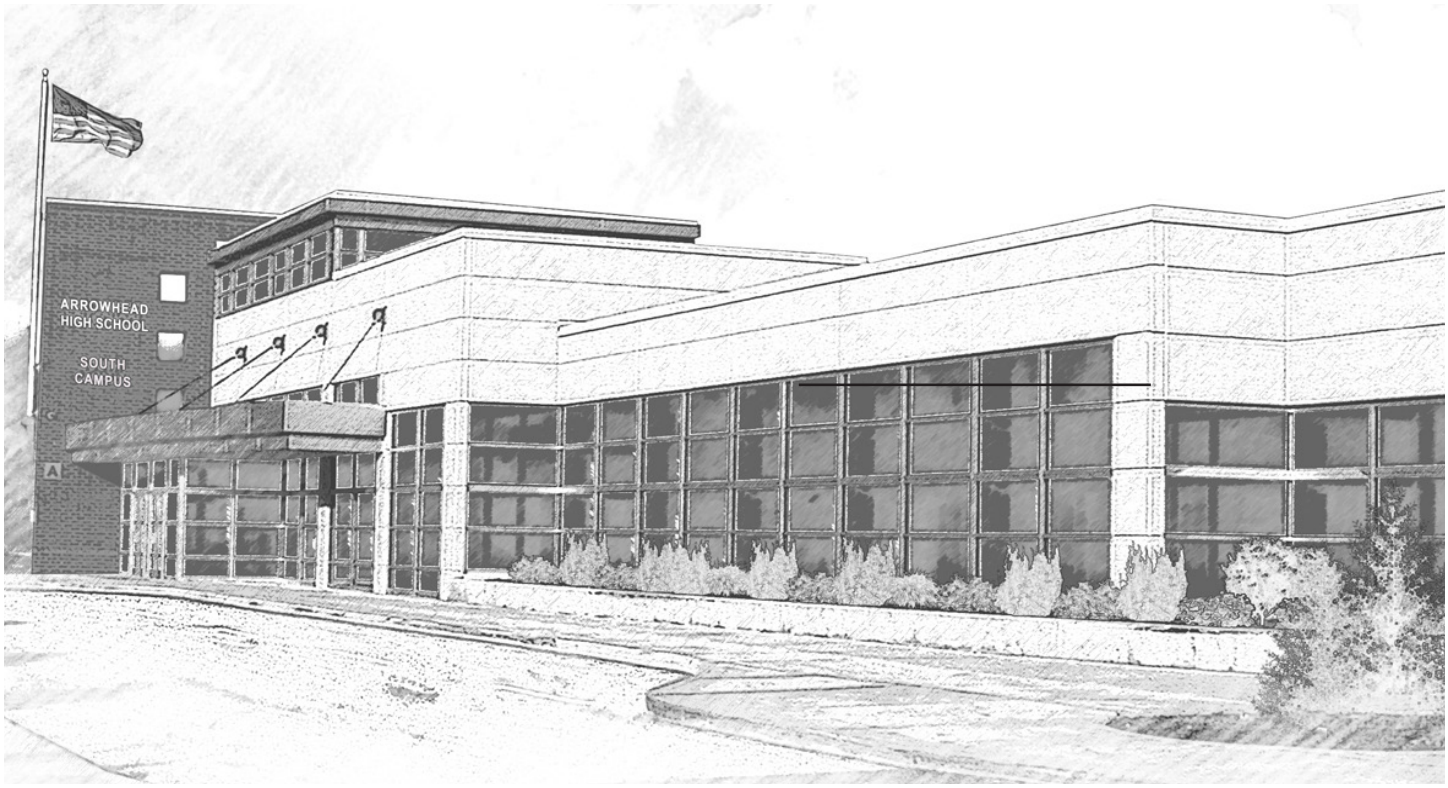
TRADITION OF EXCELLENCE

Arrowhead Union High School District

Annual Meeting

WEDNESDAY - OCTOBER 21, 2026, South Campus Cafeteria

Budget Hearing - 6:00 PM | Annual Meeting - 6:30 PM



Annual Report and Proposed Budget of

Arrowhead Union High School District of the
Towns of Delafield and Merton,
Villages of Chenequa, Hartland, Lac La Belle, Lisbon, Merton, Nashotah, Sussex,
and the Cities of Delafield and Pewaukee,
Waukesha County, Wisconsin

2026 - 27

Parents and Community Members,

This Annual Report from the Arrowhead Union High School District highlights recent data and achievements tied to our central mission—delivering a high-quality, well-rounded education in a safe, supportive, and student-centered environment. The collaboration of staff, students, parents, and community members is the foundation of the Arrowhead experience. Together, we prepare students for continued learning, higher education, careers, and lives that are both productive and fulfilling. The information within this report reflects our ongoing commitment to inspiring students to be self-motivated and to realize their fullest potential.

Arrowhead High School is recognized for its outstanding academic success, remarkable artistic performances, generous community contributions, and exceptional extracurricular achievements. These successes are the direct result of the dedication of our skilled staff, the partnership of parents and community members, and the commitment and talent of our students. Arrowhead is not only a leading educational institution, but also a strong and supportive learning community.

I am both honored and grateful to serve as Superintendent. I look forward to working together to ensure that every student benefits from outstanding educational opportunities and experiences. Thank you for your continued engagement and support of our school community.



Sincerely,

Conrad D. Farner
Superintendent

SCHOOL BOARD

Kim Schubert, President - Term Expires April 2027
Chris Farris, Vice President - Term Expires April 2029
Amy Hemmer, Clerk - Term Expires April 2029
Brandon Miller, Treasurer - Term Expires April 2028
Anne Angeli - Term Expires April 2027
Darrell Beneker - Term Expires April 2027
Lynn Blazei- Term Expires April 2029
Chris Adsit - Term Expires April 2028
Lindsey Wood - Term Expires April 2028

View school calendars, schedule of board meetings, and other events online at Arrowheadschools.org

Follow us on social media to see the great things happening at Arrowhead!

Arrowhead High School South Campus/District Office, 700 North Avenue, Hartland, Wisconsin 53029 - (262) 369-3611
Arrowhead High School North Campus, 800 North Avenue, Hartland, Wisconsin 53029 - (262) 369-3612

Arrowhead Union High School District

2026 - 27 Annual Meeting Agenda

Wednesday, October 21, 2026
South Campus Cafeteria - 6:30 PM
(Budget Hearing at 6:00 pm)

1. **CALL TO ORDER**
   The meeting will be called to order by the President or Vice President of the School Board, who will serve as temporary chairperson during the election of the permanent chairperson.

2. **PLEDGE OF ALLEGIANCE**

3. **PROCEDURAL RECOMMENDATIONS**

4. **ELECTION OF A CHAIRPERSON**
   Discussion and action to elect a chairperson for this meeting. The person so elected may or may not be a member of the school board. If the meeting is adjourned to another date, the same chairperson will preside.

5. **TREASURER'S REPORT**
   The Treasurer's Report is summarized on page 14 of this Annual Report Document. The complete Treasurer's Report will be available at the District Office when the 2025-26 audit is complete.

6. **SUPERINTENDENT'S REPORT**

7. **PROCEDURE TO SET THE ANNUAL MEETING DATE**
   Discussion and action to allow the School Board to set the date and time between May 15th and October 31st, 2027.

8. **OLD BUSINESS**
   Questions regarding last year's operations may be addressed.

9. **NEW BUSINESS**

   A. Discussion and action to approve the salaries of the School Board members. At the present time, annual salaries are established at $3,400 per Board member.

   B. Discussion and action to approve the recommended Tax levy in the amount of $20,731,542 for the ensuing school year (this amount includes levies required to support the general fund, capital expansion fund and community service fund).

   C. Discussion and action to authorize an independent audit of the school district finances and operations by a certified public accountant.

   D. Other new business

10. **ADJOURNMENT**

Arrowhead Union High School District

October 15, 2025 Annual Meeting Minutes

The Annual Meeting of the Arrowhead Union High School District was called to order by School Board President Kim Schubert at 6:44 PM in the South Campus Cafeteria. There were 7 qualified electors present. Everyone rose for the Pledge of Allegiance.

Amy Hemmer nominated Kim Schubert to act as the Annual Meeting Chairperson for this meeting. The nomination was seconded by Chris Farris. Motion carried by a Show of Hands.

Kim Schubert was elected to preside as the Annual Meeting Chairperson.

School Board Treasurer Brandon Miller gave the Treasurer's Report. Mr. Miller directed attendees to visit page 14 of the Annual Meeting booklet for the complete report.

Superintendent Farner gave a review of the past school year.

Moved by Chris Farris, seconded by Darrell Beneker to authorize the Board of Education to set the date and time of the Annual Meeting between May 15 and October 31, 2026. Motion carried by a voice vote.

OLD BUSINESS - None.

NEW BUSINESS - At the present time, the annual salaries of school board members are established at $3,400 per board member.

Moved by Brandon Miller, seconded by Lindsey Wood to set school board member annual salaries at $3,400 per board member for the 2026-27 school year. Motion carried by a voice vote.

Motion was corrected to reflect the correct year 2025-26.

Moved by Brandon Miller, seconded by Lindsey Wood to set school board member annual salaries at $3,400 per board member for the 2025-26 school year. Motion carried by a voice vote.

Moved by Chris Farris, seconded by Amy Hemmer to approve the recommended tax levy in the amount of $19,914,434 for the 2025-26 school year. Motion carried by a voice vote.

Moved by Amy Hemmer, seconded by Chris Farris to adjourn. Motion carried by voice vote.

The meeting adjourned at 7:09 PM.

Respectfully submitted,

Kate McGraw
Recording Secretary
Amy Hemmer, Clerk

District Performance - *Academic Highlights*

2024-25 Waukesha County State Report Card Comparison

School	Overall Score	Overall Rating
New Berlin Eisen.	88.8	Significantly Exceeds Expectations
Brookfield Central	88.4	Significantly Exceeds Expectations
ARROWHEAD	**86.4**	Significantly Exceeds Expectations
New Berlin West	86.4	Significantly Exceeds Expectations
Brookfield East	84.8	Significantly Exceeds Expectations
Menomonee Falls	82.7	Exceeds Expectations
Muskego	82.0	Exceeds Expectations
Pewaukee	81.6	Exceeds Expectations
Hamilton	78.2	Exceeds Expectations
Kettle Moraine	77.3	Exceeds Expectations
Mukwonago	74.3	Exceeds Expectations
Waukesha North	74.1	Exceeds Expectations
Oconomowoc	72.4	Exceeds Expectations
Waukesha South	70.0	Meets Expectations
Waukesha West	68.6	Meets Expectations

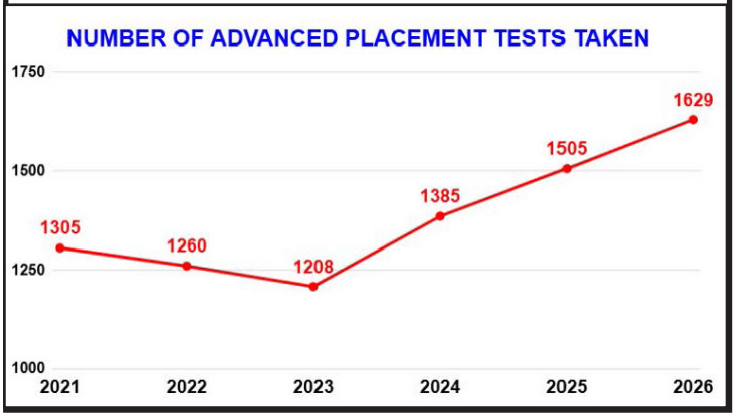
ACT Average Score
2024-25 Waukesha County

Brookfield Central	23.5
ARROWHEAD	**23.3**
Muskego	23.2
Brookfield East	22.8
Hamilton	22.7
New Berlin Eisenhower	23.1
Kettle Moraine	22.1
Mukwonago	21.9
New Berlin West	21.1
Menomonee Falls	21.0
Oconomowoc	20.7
Waukesha West	20.7
Waukesha North	18.5
Waukesha South	18.2

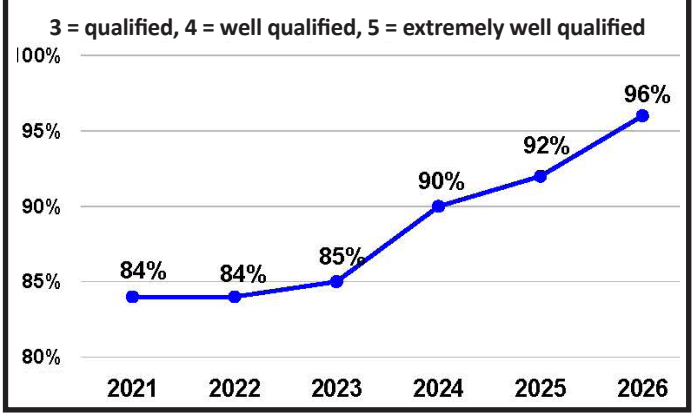
Arrowhead Celebrates Record-Breaking Results on Advanced Placement Exams

The number of tests taken reaches an all-time high of 1,629 exams; with an unprecedented **96% pass rate!**

1,629 AP Exams Taken
by Arrowhead Students in 2025-26



Advanced Placement Exam
% of Arrowhead students who earned a 3+



2026 Niche Wisconsin Rankings

Best Public High School - **Ranked 10th** (out of 495)
Best High School for Athletes - **Ranked 1st** (out of 514)
Best College Prep Public High School- **Ranked 12th** (out of 438)
Best High School for STEM - **Ranked 23rd** (out of 132)

U.S. News & World Report
"Best High Schools in the Nation"
National Publication Names Arrowhead Among the Best!
Ranked 10th in Wisconsin

SCHOOLS ARE NOT FUNDED EQUALLY

In 1993, revenue/taxing limits were established for school districts based on their spending at that time. Schools that were big spenders have been locked into higher funding. Schools like Arrowhead who were conservative spenders, have been locked into the constraints of lower funding for the last 30 years.

Maximum Revenue *(taxing authority)* **Comparison**
Wisconsin Union High School (UHS) Districts (2026-27)

District	Max. Revenue per Student per Year	Max. Revenue per Student times # of Arrowhead Students (1,707)	Annual Difference	Five-Year Cummulative
Nicolet	$17,179	$29,323,938	$8,539,114	$42,695,569
Lakeland	$16,593	$28,323,995	$7,539,170	$37,695,852
Waterford	$15,637	$26,692,905	$5,908,081	$29,540,403
Lake Geneva	$15,301	$26,119,080	$5,334,256	$26,671,278
Bigfoot	$14,649	$25,006,048	$4,221,223	$21,106,116
Wilmot	$14,185	$24,213,454	$3,428,629	$17,143,145
Union Grove	$13,285	$22,676,744	$1,891,919	$9,459,597
Central/Westosha	$13,164	$22,470,504	$1,685,680	$8,428,398
Hartford	$12,896	$22,013,711	$1,228,886	$6,144,432
Arrowhead UHS	**$12,176**	**$20,784,825**	**$0**	**$0**

* Source: Wisconsin Department of Public Instruction

Did you know that the "Arrowhead" Portion of your taxes includes taxing for Private/Parochial Schools.

	2024-25	2025-26
Private school vouchers	$407,392	$508,692
Special Needs Scholarship vouchers	$ 77,045	$ 64,196
Private school transportation contracts	$ 91,519	$ 81,469
Federal Grant Funds	$ 72,394	$ 94,354
Totals	**$648,350**	**$748,711**

ANNUAL REPORT
2026-27 Preliminary Budget

The 2026-27 Preliminary Budget reflects the recommendations of the Arrowhead Union High School District's staff and administration and is developed with a commitment to fiscal responsibility and educational excellence.

Fiscal year 2026-27 represents the second year of Wisconsin's 2025-27 biennial budget (2025 Act 15). Built on current law, this preliminary budget incorporates a state-authorized $325 per-pupil increase in revenue limits. While helpful, this adjustment fails to keep pace with inflation; since 2009-10, revenue limit adjustments have lagged inflation by approximately $3,571 per pupil. Additionally, this $325 increase is substantially lower than the $2,619 average per-pupil increase granted to private charter, choice, and voucher programs in the prior biennium.

Per Pupil Categorical Aid remains frozen at $742 per student, unadjusted since 2020-21. Furthermore, state special education funding falls short of local costs. While the 2025-27 state budget set a 45% statutory reimbursement target for 2026-27, the state's sum-certain (42%) appropriation for 2025-26 prorated to an actual reimbursement rate of 38.4%. To protect the district, this budget conservatively projects a 39% reimbursement rate rather than relying on the (45%) statutory target. This structural shortfall forces the General Fund to cover remaining costs, a burden public schools must bear while private programs are nearly fully funded or exempt from these required services.

Approved by the Board in May 2026, this plan is presented at our October budget hearing and annual meeting. Conservative management positioned us well for 2025-26, but balancing 2026-27 has required expenditure reductions to account for revenue limit constraints and persistent inflation.

For 2026-27, the maximum allowable tax levy is calculated using the 2025-26 levy baseline, state general aid, the $325 per-pupil adjustment, and third Friday in September enrollment. Student enrollment came in at 1,717 (down from 1,862 in 2025-26 and below the projected 1,741 for 2026-27). Because enrollment directly impacts allowable revenue under state caps, the final count in September is critical to actual revenue.

This budget ensures every student maintains access to a strong academic foundation, robust co-curricular activities, and essential support services for post-secondary success.

The major components of the proposed budget are detailed on the following page.

Jeff Gross
Director of Business Services



DISTRICT EXPENSES

Listed below are major expenditure components of the proposed budget.

2026-27 General Fund and Capital Expansion Fund expenses are projected to decrease (0.2%).

1. Personnel

The Personnel budget is projected to decrease by 1.4%, or approximately $279,000. For the 2026-27 fiscal year, the budget reflects a reduction of 8.75 full-time equivalent (FTE) teaching positions, following 1.30 FTE in administrative reductions made in 2025-26. Health insurance premiums are expected to rise by 9.0%, in line with the overall medical trend. This increase is driven by unfavorable claims experience over the past year, though costs are anticipated to level out during the upcoming plan year. The district's implementation of self-funding and a High Deductible Health Plan (HDHP) has helped keep insurance cost growth below typical market adjustments in prior years.

2. Continuing

This portion of the budget covers contracted services, liability and property insurance, utilities, dues and fees, supplies, and transportation. It is projected to increase by 4.7%, or $360,000, driven primarily by rising open-enrollment departure costs as well as investments in facility improvements and repairs. Departmental operating budgets for 2026-27 will remain frozen at 2025-26 levels. Overall, General Fund expenditures related to open enrollment are anticipated to reach $1,015,000, offset by $2,206,000 in open enrollment revenue, resulting in a net gain of $1,191,000 for the General Fund.

3. Special Education

The net cost of the district's special education program for 2026-27 is expected to decrease by 4.9%, or $101,300. While special education expenditures are projected to rise by 2.9% ($106,100), program revenues are anticipated to increase by 13.0% ($207,400). The state categorical aid reimbursement rate is conservatively estimated at 39.0%, compared to the statutory target rate of 45.0% for 2026-27. Personnel costs remain the primary driver, accounting for 79.1% of the special education expenditure budget.

4. Supplemental

This budget line is projected to decrease by 6.4% ($39,200) overall and covers expenditures for textbooks, equipment additions and replacements, and new technology. Within this area, the proposed supplemental budget allocates $246,100 for textbook and equipment replacements (down from $246,900 in 2025-26), $266,000 for technology purchases (down from $326,900 in 2025-26), and $57,000 for athletic equipment purchases (up from $37,000 in 2025-26).

5. Capital Expansion Fund (41) Budget and Buildings and Grounds Projects Budget

The Capital Expansion Fund (Fund 41) is a separate, restricted fund designated for acquiring or remodeling buildings and sites, as well as capital maintenance projects that extend the service life of district facilities and major components. Under state law, equipment and furnishings are not eligible Fund 41 expenditures. The property tax levy for Fund 41 must fit within the state-imposed revenue limit and requires annual voter approval at the Annual Meeting. For 2026-27, the Capital Expansion Fund budget will be maintained at $300,000 and will fund roofing and building envelope repairs at both the North and South Campuses.

6. Fund 38 Debt Service

No expenditures are allocated to Fund 38 Debt Service for 2026-27. The final principal and interest payment on the $1,000,000, ten-year State Trust Fund loan, used to help finance the South Campus Manufacturing and Engineering remodeling project, was paid off in March 2025.

2026-27 DISTRICT GENERAL FUND AND CAPITAL EXPENDITURES

The Arrowhead Union High School Board, Administration, and Staff work diligently to provide the best education possible for students, using the district's financial resources in a prioritized and responsible manner.

General Fund & Capital Expansion Fund expenses are projected to decrease (0.2%).

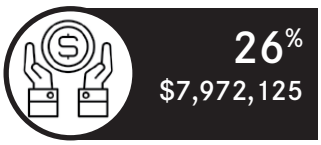
EXPENDITURES: **$30,757,925**



PERSONNEL

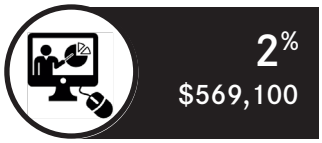
[*Salaries, Wages, Benefits*]
Over 65 cents of every dollar is used for wages and benefits for all Arrowhead employees.

The largest percent of the Districts spending goes directly to staff to support student learning.



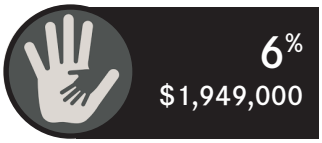
CONTINUING

Over 26 cents per dollar is spent on services, supplies, dues and fees.



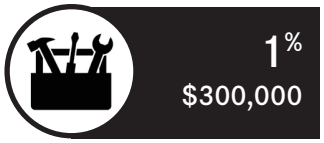
SUPPLEMENTAL

About 2 cents per dollar is spent on classroom equipment, technology and text books.



SPECIAL EDUCATION

About 6 cents per dollar is spent on special services beyond regular education services.



BUILDINGS & GROUNDS

About 1 cent per dollar is spent on building and grounds. This amount includes the Capital Expansion Fund.

2026-27 Budget Expense vs. Previous Year Budget	2025-26	2026-27	% Change
Personnel [Wages and Benefits]	20,246,773	19,967,700	(1.4**%)**
Continuing [Services, Supplies, Dues, Fees]	7,612,059	7,972,125	4.7**%**
Special Education	2,050,283	1,949,000	(4.9**%)**
Supplemental [Equipment, Technology, and Textbooks]	608,258	569,100	(6.4**%)**
Buildings and Grounds Projects	301,500	300,000	(0.5%)
Total General and Capital Expansion Fund Expenditures	$30,818,873	$30,757,925	(0.2%)

As a result of state legislative action, about $750,000 of the ARROWHEAD portion of your property taxes goes directly to private/parochial/charter schools.

DISTRICT REVENUES

Listed below are major revenue components of the proposed budget.

DISTRICT REVENUES

Non-property tax revenues are projected to decline by 7.7% ($862,000) in 2026-27, driven primarily by a 15.0% ($704,150) decrease in state equalization aid. Three key factors drive the equalization aid calculation: prior-year student enrollment, equalized property value, and shared cost. For 2026-27, Arrowhead's factors reflect an 8.9% increase in equalized property value, a 4.2% decline in student membership, and a 1.7% increase in shared cost compared to 2024-25 baseline aid factors. Combined, the shifts in property values and student membership result in a 13.7% increase in equalized property value per member, making Arrowhead appear "property rich" under the state aid formula, which directly leads to lower state aid funding.

Arrowhead's equalization aid estimates are built on these district factors. The Department of Public Instruction (DPI) released its initial projection on July 1, 2026, with final certification released on October 15, 2026.

Open enrollment revenue is expected to decrease by $346,330 to a total of $2,206,000 in 2026-27. State Per Pupil Categorical Aid is projected to decrease by $57,130 to a total of $1,263,620, as the state's $742 per-pupil allocation remains unadjusted since 2020-21.

LONG-TERM DEBT SERVICE

For the seventh consecutive year, there are no referendum-approved long-term debt service expenditures budgeted for 2026-27. The district made its final principal and interest payments on the bonds issued through the last successful referendum (November 1999) in fiscal year 2019-20, when the bonds fully matured on March 1, 2020.

THE MAXIMUM ALLOWABLE TAX LEVY (Revenue Limit)

The proposed budget is based on the full tax levy permitted under the state's revenue limit calculation. Allowable revenue under this formula is projected to increase by 0.4%, or $98,500. However, the actual maximum allowable revenue and tax levy are not finalized until after the September student membership count and the October 15 General Aid Certification. For preliminary budgeting purposes, the district used a projected three-year average membership of 1,707 resident students for 2026-27, reflecting a decrease of 76 students from 2025-26 (membership excludes students who open enroll into Arrowhead).

PROPERTY TAXES

The Arrowhead Union High School District property tax levy is projected to increase by $810,600, bringing the total levy to $20,731,542, a 4.1% increase. This rise is primarily driven by a 15% ($704,150) reduction in State Equalization Aid and the modest $98,500 increase in allowable revenue permitted under the state's revenue limit formula.

Assuming a 5.0% increase in the district's equalized property value, the total school district mill rate is estimated at $1.82 per $1,000 of equalized value, representing a 0.9% decrease from the 2025-26 rate.

BUDGETARY CHALLENGES

Arrowhead's costs have been increasing for insurances, transportation/busing, utilities, instructional supplies, etc. At the same time, the revenue coming into Arrowhead has not been keeping up, primarily due to the state's less than inflationary dollar adjustments to the school revenue limit formula, which impacts all Wisconsin school districts.

Arrowhead has long focused on making the most of community members' investments in our school, through property taxes and donations. Despite challenges, we continue to strive to offer exceptional educational programs, excellent co-curricular programs, and adequate compensation to attract and retain quality staff, and provide a safe, effective learning environment.

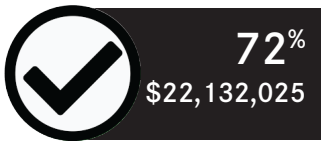
2026-27 DISTRICT GENERAL FUND AND CAPITAL EXPANSION REVENUE SOURCES

Arrowhead's operating revenue, controlled by the state, has remained approximately the same for the past seven years despite rising costs.

Non-property tax revenues are projected to decrease (7.7%) in 2026-27.

REVENUES: **$30,757,925**

The General Fund pays for the District's day-to-day operations. The largest portion of the annnual district funding comes from local sources.



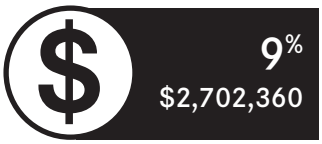
LOCAL TAXES & SOURCES

Local taxes are referred to as "levies because they are levied on a calendar-year basis from local taxpayers. At approximately 72 cents per every dollar, levies are critical to district funding. Other local sources include local fees, gate receipts, interest income, etc.



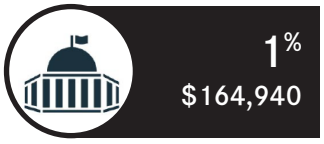
STATE SOURCES

Only about 18 cents per dollar is received by the state of Wisconsin. The amount paid by the state is dependent on enrollment which has been on a downward trend.



OTHER SOURCES

About 9 cents per dollar is received from open enrollment, donations and various fees.



FEDERAL SOURCES

About 1 cent per dollar is received from Federal Grants and Medicaid revenue.

WHAT HAS ARROWHEAD DONE TO CUT COSTS AND INCREASE REVENUE?

Below are some of the strategies implemented to balance our budget:

- Deferred facility infrastructure and capital improvement projects, when possible
- Continued sharing of services with other school districts (instructional staff & busing)
- Reduced and restructured staff benefits
- Maintained fewer administrator positions than regional, per-pupil average
- Continued competitive bidding for projects
- Initiated and sustained energy saving strategies
- Froze classroom/departments/co-curricular budgets
- Increased fees for parking and co-curricular participation
- Solicited and accepted generous donations and sponsorships
- With the support of the community in 2024, passed a referendum for $1.9 million each year, for four years.

ANNUAL REPORT

PROPERTY TAX LEVY ESTIMATE	ACTUAL 2024-25	ACTUAL 2025-26	BUDGET 2026-27	$ INCREASE/ (DECREASE) 2026-27	% INCREASE/ (DECREASE) 2026-27
GENERAL FUND	$17,779,562	$19,350,936	$20,153,602	$802,666	4.15%
NON-REFERENDUM DEBT SERVICE FUND	$117,090	$0	$0	$0	0.00%
CAPITAL EXPANSION FUND	$300,000	$300,000	$300,000	$0	0.00%
COMMUNITY SERVICE FUND	$200,000	$270,000	$277,940	$7,940	2.94%
TOTAL SCHOOL LEVY	**$18,396,652**	**$19,920,936**	**$20,731,542**	**$810,606**	**4.07%**
TAX BASE	$9,951,403,874	$10,843,587,615	$11,385,766,996	$542,179,381	5.00%
MILL RATE	**$1.85**	**$1.84**	**$1.82**	**($0.02)**	**(0.90%)**

School district property tax amounts are controlled by the state-imposed revenue limit formula. This revenue limit formula restricts the property tax levy based on three-year average enrollment figures, cost per student adjustment ($325 in 2026-27), the amount of state equalization aid received, and the amount of referendum-approved long-term debt service payments. The proposed 2026-27 tax levy has been developed within the scope of the state revenue limit formula.

Total School-based Taxy Levy ÷ Equalized Property Value X 1,000 = MILL RATE

TAX IMPACT COMPARISON

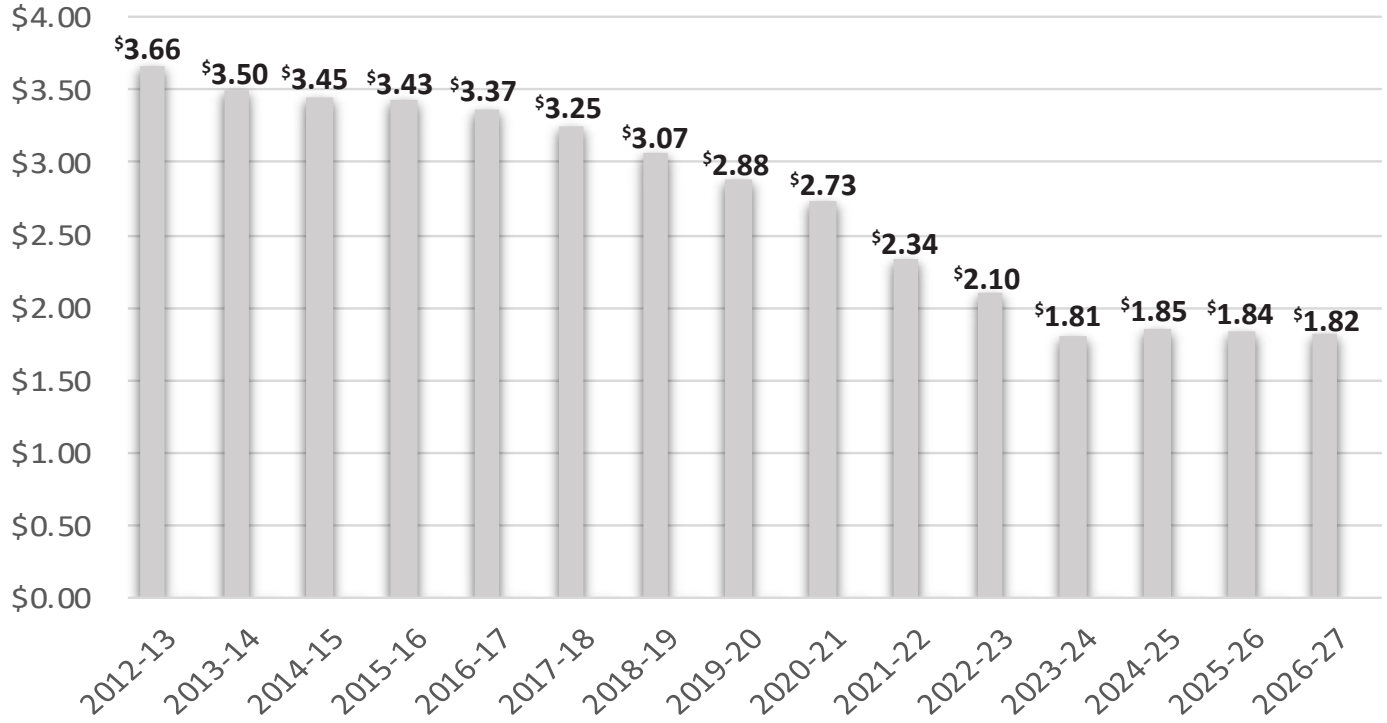
School district property tax can include levies for general operations, debt services, capital expansion, and community services. Property values are equalized to reflect market value rather than local assessed value, which homeowners receive from their municipality in January of each year. The proposed 2026-27 budget projects a decrease in the mill rate of two cents per $1,000 under the prior year.

IMPACT OF SCHOOL TAX LEVY			
Value of Home	Annual Arrowhead Tax		Change +/(-)
	2025-2026 (actual)	2026-2027 (proposed)	
$100,000	$184.00	$182.00	($2.00)
$300,000	$552.00	$546.00	($6.00)
$500,000	$920.00	$910.00	($10.00)
$700,000	$1,288.00	$1,274.00	($14.00)

ANNUAL REPORT

Arrowhead UHSD Property Mill (Tax) Rate History

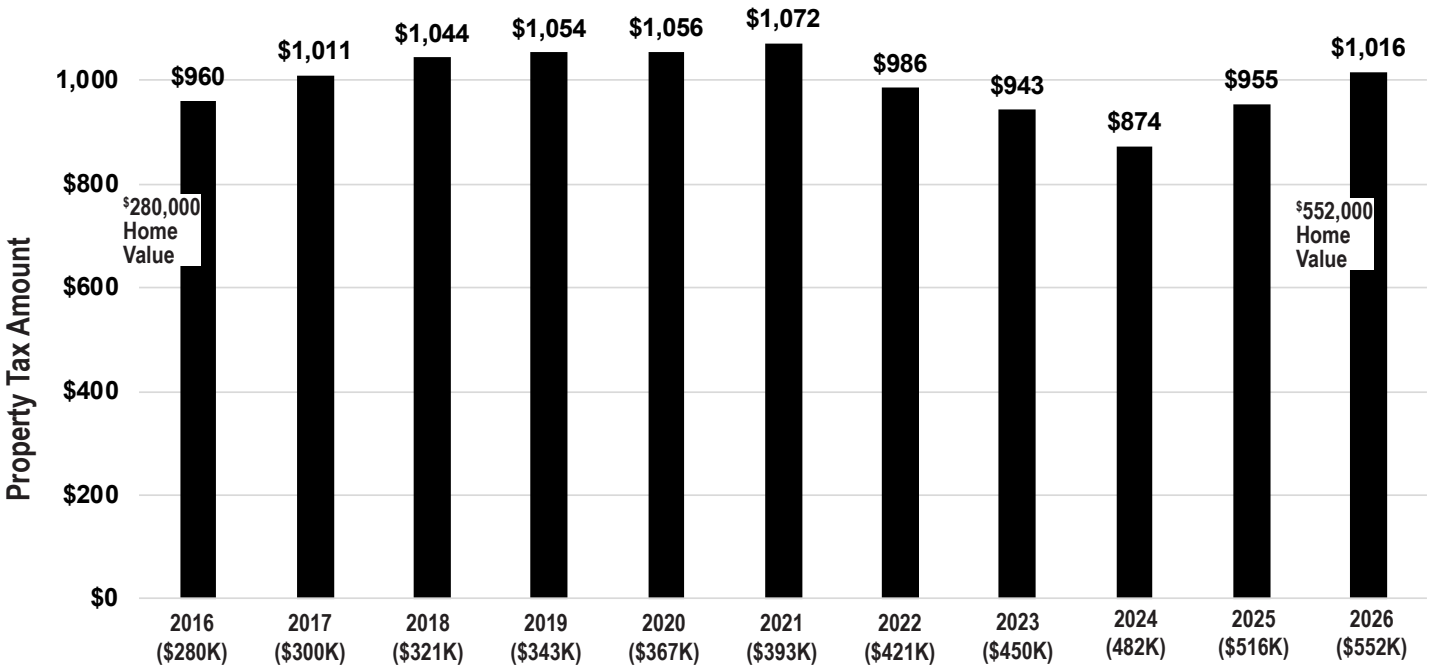
(Based on equalized value)



Arrowhead UHSD Property Tax History

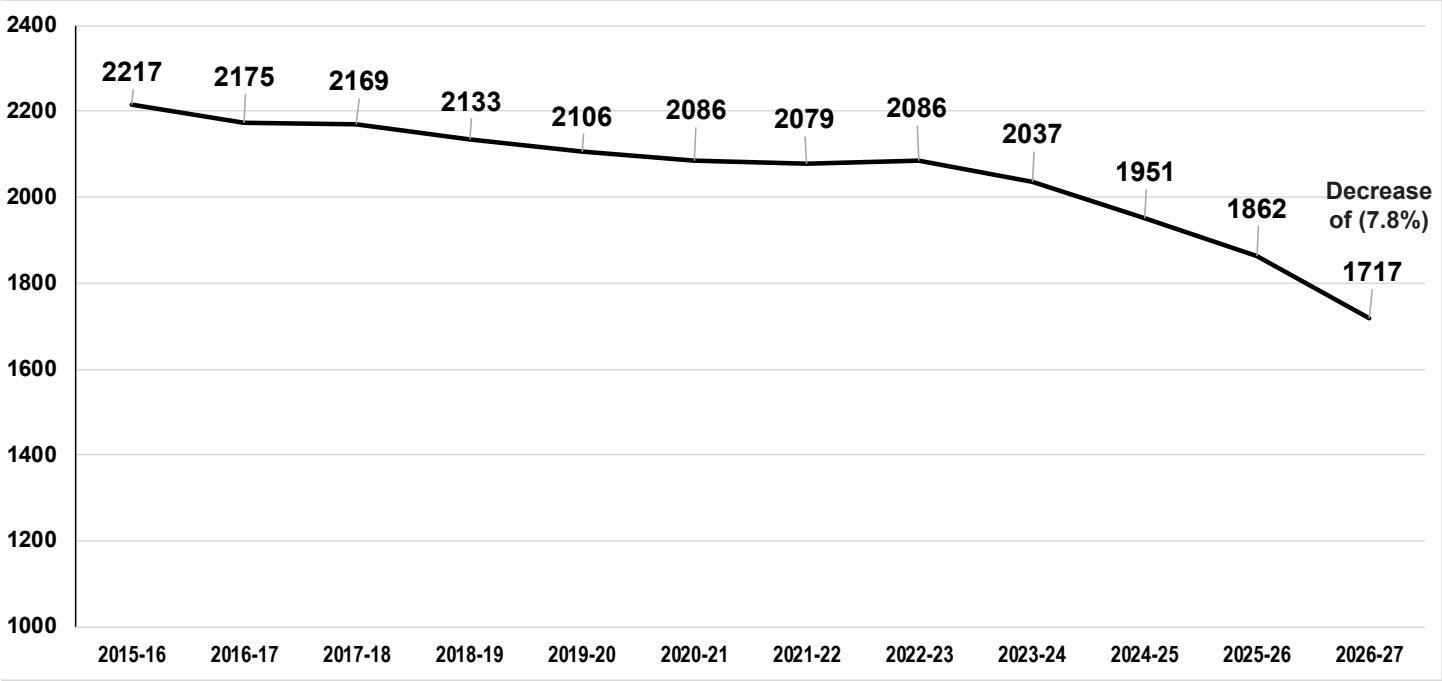
Median Home valued at $280,000 in 2016 and adjusted by an inflationary factor of (7%) each year through 2026

(10-year Average Annual Inflationary Increase is 7%)

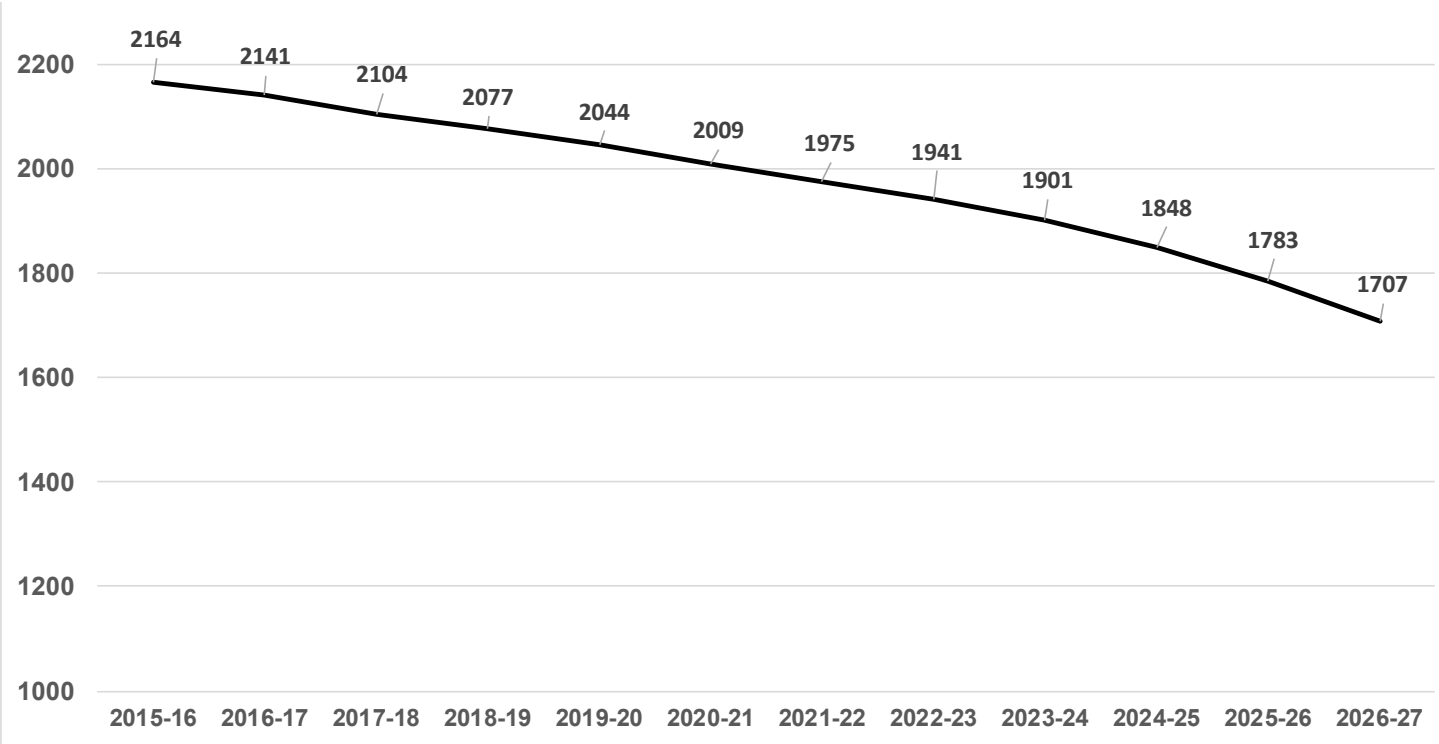


ANNUAL REPORT

Arrowhead UHSD September Head Count Enrollment



Revenue Limit Membership (3 year average)



Student enrollment is an important variable in developing the annual budget. Enrollment determines staffing levels and material purchases. It also determines how much revenue is available to the school district because the revenue limit is based on an average of the last three years enrollment.

Definition of Terms - Governmental Funds

Fund 10 - General Fund - This fund is used to account for all financial transactions relating to the district's current operations, except for those required to be accounted for in other funds. There may be a positive or negative fund balance in this fund.

Fund 21 - Special Revenue Trust Fund: This fund is used to account for trust funds that can be used for district operations. The source of such funds is gifts and donations from private parties. Cash and investment acounts in this fund are required as specified by donors. There may be a fund balance in this fund.

Fund 27 - Special Education Fund: This fund is used to account for the costs associated with providing special education and related services for students with disabilities.

Fund 38 - Non-Referendum Debt: This fund is used to account for transactions for there payment of debt issues that were approved without referendum.

Fund 39 - Debt Service Fund: The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, referendum-approved general long-term debt principle, interest, and related costs.

Fund 41 - Capital Expansion Fund: Projects financed with the tax levy for the purpose of acquiring and remodeling buildings and sites, and maintenance or repair expenditures that extend or enhance the service life of buildings and building components, sites, and site components.

Fund 46 - Long-Term Capital Improvement Trust Fund: This fund was established in May 2016. An approved long-term capital improvement plan (minimum of 10 years) is required to establish this trust fund that is funded with a transfer from the general fund. A school board is prohibited from removing money deposited into Fund 46 for a period of 5 years after the fund is created. After the initial 5-year wait period is over, funds may only be used for the purposes identified in the approved long-term capital improvement plan. Fund 46 assets may not be transferred to any other school district fund.

Fund 50 - Food Service Fund: The Food Service Fund is used to account for financial resources from food sales and state and federal aids, and the related expenses for preparation and services of school hot lunches.

Fund 60 - Custodial Fund Accounts: This fund is used to account for custodial activity, which is primarily related to pupil organizations, parent organizations, and certain scholaships pursuant to GASB 84, including the district not having administrative involvement with custodial assets.

Fund 80 - Community Service: This fund is used to account for all revenues and expenses associated with the Howard G. Mullett Ice Center and our Community Resource Officer.

Fund 99 - Arrowhead District Transportation Cooperative (ADTC): This fund accounts for shared services within transportation. It is necessary to keep a separate accounting of financial transactions so that participant district shares can be accurately determined.

ARROWHEAD UNION HIGH SCHOOL DISTRICT
TREASURER'S REPORT for 2025-26 (UNAUDITED)

	General & Special Ed Funds	All Other Funds	Total
BEGINNING FUND EQUITY JULY 1, 2025	**$12,757,738**	**$8,826,897**	**$21,584,635**
RECEIPTS			
General & Special Ed Funds	$34,733,205		$34,733,205
Special Projects Fund		1,656,979	1,695,979
Debt Service Fund		0	0
Capital Projects Fund		300,000	300,000
Long-term Capital Improvement Fund		1,199,085	1,199,085
Food Service Fund		1,199,579	1,199,579
Custodial Fund		254,401	254,401
Community Service Fund		272,371	272,371
Package and Co-op Fund		72,371	72,371
TOTAL RECEIPTS	**$34,733,205**	**$4,993,787**	**$39,726,991**
DISBURSEMENTS			
General & Special Ed Funds	$35,125,164		$35,125,164
Special Projects Fund		1,553,230	1,553,230
Debt Service Fund		9	9
Capital Projects Fund		18,329	18,329
Long-term Capital Improvement Fund		0	0
Food Service Fund		1,151,073	1,151,073
Custodial Fund		30,229	30,229
Community Service Fund		244,783	244,783
Package and Co-op Fund		72,371	72,371
TOTAL DISBURSEMENTS	**$35,125,164**	**$3,070,024**	**$38,195,189**
SUMMARY			
Total Funds Available	**$47,490,943**	**$13,820,683**	**$61,311,626**
Total Disbursements	**$35,125,164**	**$3,070,024**	**$38,195,189**
ENDING FUND EQUITY JUNE 30, 2026	**$12,365,779**	**$10,750,659**	**$23,116,437**

ANNUAL REPORT

2026-27 PROPOSED BUDGET

	2024-25 Audited Actual	2025-26 Adopted Budget	2025-26 Unaudited Actual	2026-27 Proposed Budget
GENERAL FUND (FUND 10)				
Beginning Fund Balance	**12,789,218**	**12,757,738**	**12,757,738**	**12,365,779**
ENDING FUND BALANCE	**12,757,738**	**12,757,738**	**12,365,779**	**12,365,779**
REVENUES				
Balance Transfer Sources				
100 Operating Transfers-In	19,659	9	9	0
Subtotal Residual Balance Transfers	**19,659**	**9**	**9**	**0**
Local Sources				
210 Property Taxes	17,779,562	19,350,936	19,350,936	20,153,602
213 Mobile Home Fees	2,020	2,000	2,200	2,000
240 Payments for Services	6,709	2,500	1,344	500
260 Non-Capital Sales	203,031	158,210	155,395	144,000
270 School Activity Income	370,438	343,050	392,366	375,000
280 Interest on Investments	389,757	320,000	416,260	374,000
290 Student Fees, Summer School Fees	938,992	852,664	930,727	886,500
Subtotal Local Sources	**19,690,508**	**21,029,360**	**21,249,229**	**21,935,602**
Other Wisconsin School Districts				
340 Payments for Services	83,117	75,250	84,895	75,000
345 Open Enrollment	2,452,891	2,524,102	2,552,418	2,206,088
Subtotal Other Wisconsin School Districts	**2,536,008**	**2,599,352**	**2,637,313**	**2,281,088**
Intermediate Sources				
510 Transit of Aids	44,052	53,828	48,724	47,500
Subtotal Intermediate Sources	**44,052**	**53,828**	**48,724**	**47,500**
State Sources				
610 State Aid – Categorical	201,150	190,500	202,213	193,000
620 State Aid – General	5,685,400	4,694,352	4,694,352	3,990,199
630 DPI Special Project Grants	102,338	110,411	175,200	160,000
660 State Revenue through Local Governments	1,284	1,250	1,390	1,300
690 Computer Aid/Per Pupil Aid	1,591,608	1,523,370	1,523,370	1,466,236
Subtotal State Sources	**7,581,781**	**6,519,883**	**6,596,525**	**5,810,735**
Federal Sources				
730 Special Project Grants	90,951	89,941	87,201	85,000
780 Federal Revenue Received through the State	87,634	75,000	103,025	95,000
Subtotal Federal Sources	**178,585**	**164,941**	**190,226**	**180,000**
Other Revenue Sources				
960 Adjustments	0	55,000	209,720	148,000
970 Refund of Disbursement, Dividends	53,990	50,000	49,700	45,000
990 Miscellaneous	40,408	45,000	12,418	10,000
Subtotal Other Revenues	**94,398**	**150,000**	**271,837**	**203,000**
TOTAL REVENUES & OTHER FINANCING SOURCES	**30,144,991**	**30,517,373**	**30,993,864**	**30,457,925**

ANNUAL REPORT

2026-27 PROPOSED BUDGET

	2024-25 Audited Actual	2025-26 Adopted Budget	2025-26 Unaudited Actual	2026-27 Proposed Budget
GENERAL FUND (FUND 10) ***Continued***				
EXPENDITURES & OTHER FINANCING USES				
Instruction				
120 000 Regular Curriculum	9,994,701	10,304,143	10,104,915	9,851,206
130 000 Vocational Curriculum	2,248,084	2,393,684	2,341,880	2,289,107
140 000 Physical Curriculum	637,541	718,400	731,754	735,264
160 000 Co-Curricular Activities	1,495,502	1,462,853	1,550,673	1,515,730
170 000 Other Special Needs	207,712	221,610	222,155	223,149
Subtotal Instruction	**14,583,539**	**15,100,690**	**14,951,377**	**14,614,455**
Support Sources				
210 000 Pupil Services	1,409,773	1,419,315	1,588,012	1,524,664
220 000 Instuctional Staff Services	1,390,527	1,652,565	1,633,763	1,636,559
230 000 General Administration	511,798	501,490	500,492	529,713
240 000 School Building Administration	1,283,281	1,514,400	1,579,841	1,581,815
250 000 Business Administration and Operations	5,299,783	5,607,592	5,956,095	5,900,039
260 000 Central Services	63,033	67,500	38,236	65,500
270 000 Insurance & Judgements	266,277	288,625	279,343	281,925
280 000 Debt Services	0	0	0	0
290 000 Other Support Services	144,026	93,167	90,000	90,000
Subtotal Support Sources	**10,368,498**	**11,144,654**	**11,665,781**	**11,610,215**
Non-Program Transactions				
410 000 Inter-Fund Operating Transfers	3,633,850	2,550,283	2,985,563	2,448,984
431 000 College Creedit Tuition Payments	134,091	138,500	119,724	127,000
435 000 Open Enrollment	923,956	1,010,358	985,744	1,015,812
438 000 Private Choice/Charter Schl Vouchers	532,526	572,888	635,735	641,459
490 000 Other Non-Program Transactions	10	0	41,899	0
Subtotal Non-Program Transactions	**5,224,433**	**4,272,029**	**4,768,665**	**4,233,255**
TOTAL EXPENDITURES & OTHER FINANCING USES	**30,176,470**	**30,517,373**	**31,385,823**	**30,457,925**

ANNUAL REPORT

2026-27 PROPOSED BUDGET

	2024-25 Audited Actual	2025-26 Adopted Budget	2025-26 Unaudited Actual	2026-27 Proposed Budget
Fund 21 - Special Revenue Trust				
Beginning Fund Balance	390,689	532,571	532,571	675,320
ENDING FUND BALANCE	532,571	532,571	675,320	675,320
TOTAL REVENUES	**1,656,258**	**1,525,000**	**1,695,979**	**1,555,000**
TOTAL EXPENDITURES	**1,514,376**	**1,525,000**	**1,553,230**	**1,555,000**
Fund 27 - Special Education				
Beginning Fund Balance	0	0	0	0
ENDING FUND BALANCE	0	0	0	0
TOTAL REVENUES	**3,261,206**	**3,646,990**	**3,739,341**	**3,753,082**
TOTAL EXPENDITURES	**3,261,206**	**3,646,990**	**3,739,341**	**3,753,082**
AHS NET SPECIAL EDUCATION COST	1,933,850	2,050,283	1,985,563	1,948,984
Fund 38 - Non-Referendum Debt				
Beginning Fund Balance	0	0	0	0
ENDING FUND BALANCE	0	0	0	0
TOTAL REVENUES	**117,090**	**0**	**0**	**0**
TOTAL EXPENDITURES	**117,090**	**0**	**0**	**0**
842 000 INDEBTEDNESS, END OF YEAR	0	0	0	0
Fund 39 - Debt Service Fund				
Beginning Fund Balance	19,234	9	9	0
ENDING FUND BALANCE	9	0	0	0
TOTAL REVENUES	**434**	**0**	**0**	**0**
TOTAL EXPENDITURES	**19,659**	**9**	**9**	**0**
842 000 INDEBTEDNESS, END OF YEAR	0	0	0	0
Fund 41 - Capital Expansion Fund				
Begining Fund Balance	140,551	440,084	440,084	721,755
ENDING FUND BALANCE	440,084	440,084	721,755	121,755
TOTAL REVENUES	**300,000**	**301,500**	**300,000**	**300,000**
TOTAL EXPENDITURES	**467**	**301,500**	**18,329**	**900,000**
Fund 46 - Long-Term Capital Improvement Trust Fund				
Beginning Fund Balance	3,104,323	5,008,277	5,008,277	6,207,363
ENDING FUND BALANCE	5,008,277	5,508,277	6,207,363	4,107,363
TOTAL REVENUES	**1,903,954**	**700,000**	**1,199,085**	**700,000**
TOTAL EXPENDITURES	**0**	**200,000**	**0**	**2,800,000**

ANNUAL REPORT

2026-27 PROPOSED BUDGET

	2024-25 Audited Actual	2025-26 Adopted Budget	2025-26 Unaudited Actual	2026-27 Proposed Budget
Fund 50 - Food Service				
Begining Fund Balance	850,567	951,579	951,579	1,000,085
ENDING FUND BALANCE	951,579	951,579	1,000,085	985,085
TOTAL REVENUES	**1,127,338**	**1,030,000**	**1,199,579**	**1,150,000**
TOTAL EXPENDITURES	**1,026,326**	**1,030,000**	**1,151,073**	**1,165,000**
Fund 60 - Custodial Fund Accounts				
Beginning Fund Balance	0	1,894,377	1,894,377	2,118,549
ENDING FUND BALANCE	1,894,377	1,994,377	2,118,549	2,338,549
TOTAL REVENUES	**1,923,393**	**110,000**	**254,401**	**250,000**
TOTAL EXPENDITURES	**29,016**	**10,000**	**30,229**	**30,000**
Fund 80 - Community Service				
Beginning Fund Balance	0	0	0	27,587
ENDING FUND BALANCE	0	0	27,587	27,587
TOTAL REVENUES	**204,265**	**274,000**	**272,371**	**280,440**
TOTAL EXPENDITURES	**204,265**	**274,000**	**244,783**	**280,440**
Fund 99 - Arrowhead District Transportation Cooperative				
Beginning Fund Balance	0	0	0	0
ENDING FUND BALANCE	0	0	0	0
TOTAL REVENUES	**74,293**	**75,000**	**72,371**	**75,000**
TOTAL EXPENDITURES	**74,293**	**75,000**	**72,371**	**75,000**
ALL FUNDS				
TOTAL REVENUES	**$40,713,221**	**$38,179,863**	**$39,726,991**	**$38,521,447**
TOTAL EXPENDITURES	**$36,423,167**	**$37,579,872**	**$38,195,189**	**$41,016,447**
TAX LEVY				
GENERAL FUND	17,779,562	19,350,936	19,350,936	20,153,602
NON-REFERENDUM DEBT SERVICE FUND	117,090	0	0	0
CAPITAL EXPANSION FUND	300,000	300,000	300,000	300,000
COMMUNITY SERVICE FUND	200,000	270,000	270,000	277,940
TOTAL SCHOOL LEVY	**$18,396,652**	**$19,920,936**	**$19,920,936**	**$20,731,542**

For additional budget information, please go to the Arrowhead High School web page at www.arrowheadschools.org or call Jeff Gross at 262-369-3611 ext. 4106. Additional copies of this Annual Report are available in the district office.