



Foley Public School District No. 51

School Board Work Session

November 24, 2025

Tax Base by Property Type

Assessment Year 2024 (Taxes Payable 2025)

	Market Value	Referendum Market Value	Net Tax Capacity*
	Percent of Total		
Residential Homestead	37.5%	58.1%	41.0%
Other Residential	5.4%	8.5%	6.5%
Commercial / Industrial	4.5%	7.1%	9.6%
Non Qualifying Agricultural	17.0%	26.3%	18.5%
Qualifying Agriculture	35.4%	0.0%	24.1%
Seasonal Recreational	0.3%	0.1%	0.3%
	<ul style="list-style-type: none">- Operating Referendum- Local Optional Revenue- Equity & Transition 31% of Total Levy		<p>All other school taxes including building bonds Capital Project Levy</p> 69% of Total Levy



Average School District Residential Estimated Market Value

Tax Year	Residential Homestead Count	Average Residential Market Value
2021	1,969	\$197,437
2022	2,014	\$213,514
2023	2,025	\$251,163
2024	2,037	\$290,051
2025	2,045	\$301,797

School Finance Solutions – Voter Approved

Available Financing Tools for Capital Projects		New Bldg./Bldg. or Land Purchase	Building Additions	Building Renovations	Site Improvements	Deferred Maintenance	Health/Safety	Roofing	Parking Lots	Energy Improvements	Security Improvements	Furnishings/Equipment	Property Tax Impact	Ag2School Credit	NOTES
VOTER APPROVED	Building Bonds	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	Subject to state review & comment
	Operating Referendum	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓		Annual revenue based on amount per pupil
	Capital Project Levy	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓		Annual revenue based on percent of tax base

School Finance Solutions – Board Approved

SCHOOL BOARD APPROVED	Available Financing Tools for Capital Projects	New Bldg./Bldg. or Land Purchase	Building Additions	Building Renovations	Site Improvements	Deferred Maintenance	Healthy/Safety	Roofing	Parking Lots	Energy Improvements	Security Improvements	Furnishings/Equipment	Property Tax Impact	Avg School Credit	NOTES
	Facilities Maintenance Bonds <i>Deferred Maintenance</i> (All except 1A Alt. Fac. Districts)					✓	✓	✓	✓					✓	Payments financed from LTFM revenue
	Facilities Maintenance Bonds <i>Additional Revenue</i> (All except 1A Alt. Fac. Districts)						✓	✓					✓	✓	HVAC, fire suppression, asbestos abatement, or roofing projects over \$100k or remodeling for Pre-K
	Facilities Maintenance Bonds (1A Alt. Fac. Districts)					✓	✓	✓	✓				✓	✓	Districts with certain qualifying features (students per grade, building age, and building square footage) may participate



Beginning July 1, 2026, districts are allowed to use LTFM bonds or additional “pay go” levies to finance roofing projects. These are not limited to the per pupil funding amount.



Existing Debt

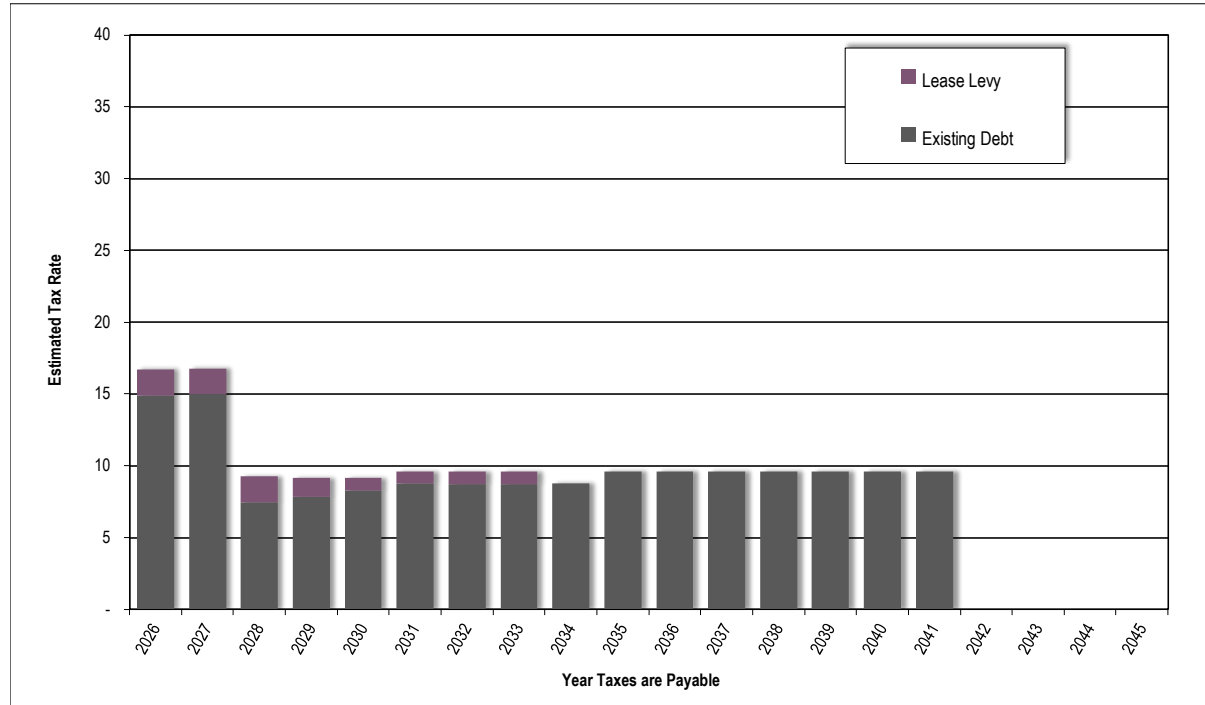
Outstanding Debt (As of 07/01/2025)

	Original Par Amount	Current Outstanding	Final Maturity	Optional Redemption	Callable Coupon Range	Callable Amount
General Obligation						
General Obligation School Building Refunding Bonds, 2019A	\$ 7,615,000	\$ 2,265,000	02/01/2028		===== Non-callable =====	
General Obligation School Building Refunding Bonds, 2019B	\$ 5,440,000	\$ 2,315,000	02/01/2028		===== Non-callable =====	
General Obligation Facilities Maintenance Bonds, Series 2025A	\$ 13,800,000	\$ 13,800,000	02/01/2042	02/01/2033	4.000% - 5.000%	\$ 10,335,000
Subtotal		\$ 18,380,000				
Annual Appropriation						
2019 Lease Purchase	\$ 2,197,500	\$ 1,060,037	08/01/2029	08/01/2024	2.590% - 2.590%	\$ 1,060,037
2019 Lease Purchase	\$ 552,500	\$ 552,500	02/01/2034	08/01/2024	2.790% - 2.790%	\$ 552,500
Subtotal		\$ 1,612,537				
Total Outstanding		\$ 19,992,537				



Existing Debt

Estimated Tax Rates for Capital and Debt Service Levies
Existing Commitments



Background – Maximum Effort Loans

- ✓ Capital Grant and Loan program provides additional state assistance for facilities improvements to school districts with very low tax bases
- ✓ Districts must
 - Exhibit a local component
 - Levy at the maximum effort
- ✓ Districts make payments to the State to repay loans in a dollar amount equivalent to what the maximum effort rate raises
- ✓ Foley loans cancelled during the 2020 Legislative Special Session

2020 Special Legislative Session

District Number and Name	Date Granted	Cancel Date	Original Loan Cancelled	Defaulted Interest Cancelled	Current Interest Cancelled	Total Capital Loan Cancelled
2580 East Central	December 27, 2001	November 15, 2016		9,471,060.80	1,951,459.49	11,422,520.29
682 Roseau	October 29, 1991	November 17, 2016		11,885,151.24	1,006,282.41	12,891,433.65
51 Foley	June 27, 1989	June 27, 2019	4,852,685.00	20,287,134.33	867,003.31	26,006,822.64
Total			23,880,139.07	194,791,347.16	12,302,343.03	230,973,829.26

Background – Maximum Effort Loan Aid (MELA)

Maximum Effort Loan Aid extended to Foley in an amount equivalent to interest paid to the state over time

- Aid is to be used to decrease the local levy or make debt service payments



Foley received \$1,672,584.05 in aid from 2018-2022 to reduce the levy impact

Current Balance **\$264,972.44**

2025A IAQ Project

Foley 2025A Bond Proceeds Account

Initial Deposit – February 20, 2025	\$14,594,153.50
Withdrawals as of November 13, 2025	(\$10,342,094.54)
Estimated interest earnings as of November 13, 2025	\$348,095.32
Remaining funds as of November 13, 2025	\$4,600,154.28

IAQ Additional Project Costs – Equipment Installation

Option 1

One time levy for taxes payable 2027

- ✓ Assumes full use of remaining MELA funds to offset this levy

Option 2

Issue Deferred Maintenance Bond

- ✓ Repayment from annual LTFM revenues
- ✓ No tax impact, and will qualify for School Bond Agricultural Credit

Option 3

Funds on Hand

- ✓ Remaining bond funds and General Fund restricted and assigned fund balance

Option 1 – Tax Impact

- ✓ One time levy for taxes payable 2027 to fund the installation of the IAQ equipment
- ✓ Assumes full use of remaining MELA funds to offset this levy

Gross Levy Amount - Long Term Facilities Maintenance		\$400,000
MELA Reduction to Debt Service		\$264,973
Net Levy Amount		\$135,027
Type of Property	Estimated Market Value	Estimated Annual Tax Impact Payable 2027 Compared to 2026*
Residential Homestead	\$100,000	\$6
	150,000	12
	200,000	17
	250,000	23
	300,000	28
	350,000	34
	400,000	39
	450,000	45
	500,000	51
Commercial/ Industrial	600,000	63
	700,000	76
	\$100,000	\$15
	250,000	43
Agricultural Homestead** (average value per acre of land & buildings)	500,000	94
	1,000,000	195
	\$2,000	\$0.22
	3,000	0.33
	4,000	0.44
Agricultural Non-Homestead** (average value per acre of land & buildings)	5,000	0.55
	6,000	0.66
	\$2,000	\$0.44
	3,000	0.66
	4,000	0.88
	5,000	1.10
	6,000	1.32

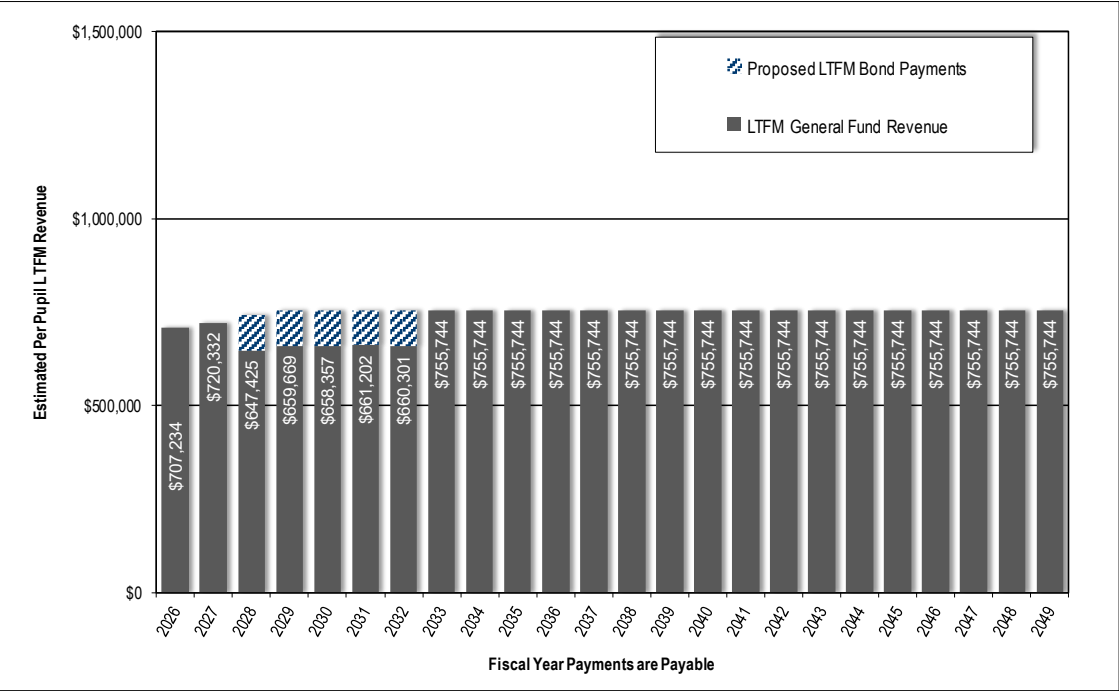


Option 2 – Deferred Maintenance Bond

Foley Public School District No. 51

Estimated Per Pupil Long-Term Facilities Maintenance Revenue
Estimates of LTFM Revenue and Bond Payments

\$400,000 Fac. Maint. Bond Issue
5 Years; Payments Limited to
13% of LTFM Revenue





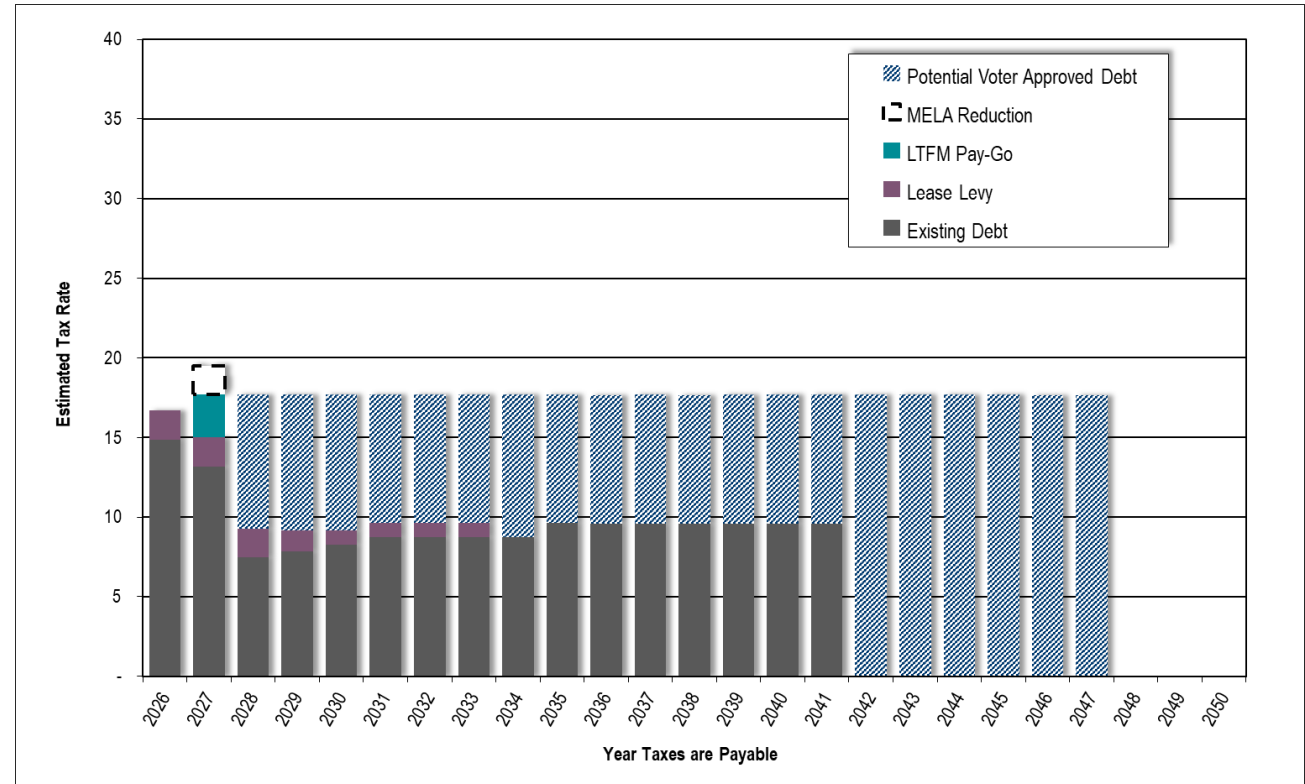
Option 3 – Funds on Hand

Various earmarked reserves will finance the project costs, at approximately:

- \$100,000 – Remaining 2016 One Day Bond construction funds (fund 06)
- \$150,000 – General Fund LTFM Restricted Fund Balance
- \$130,000 – General Fund Assigned Fund Balance

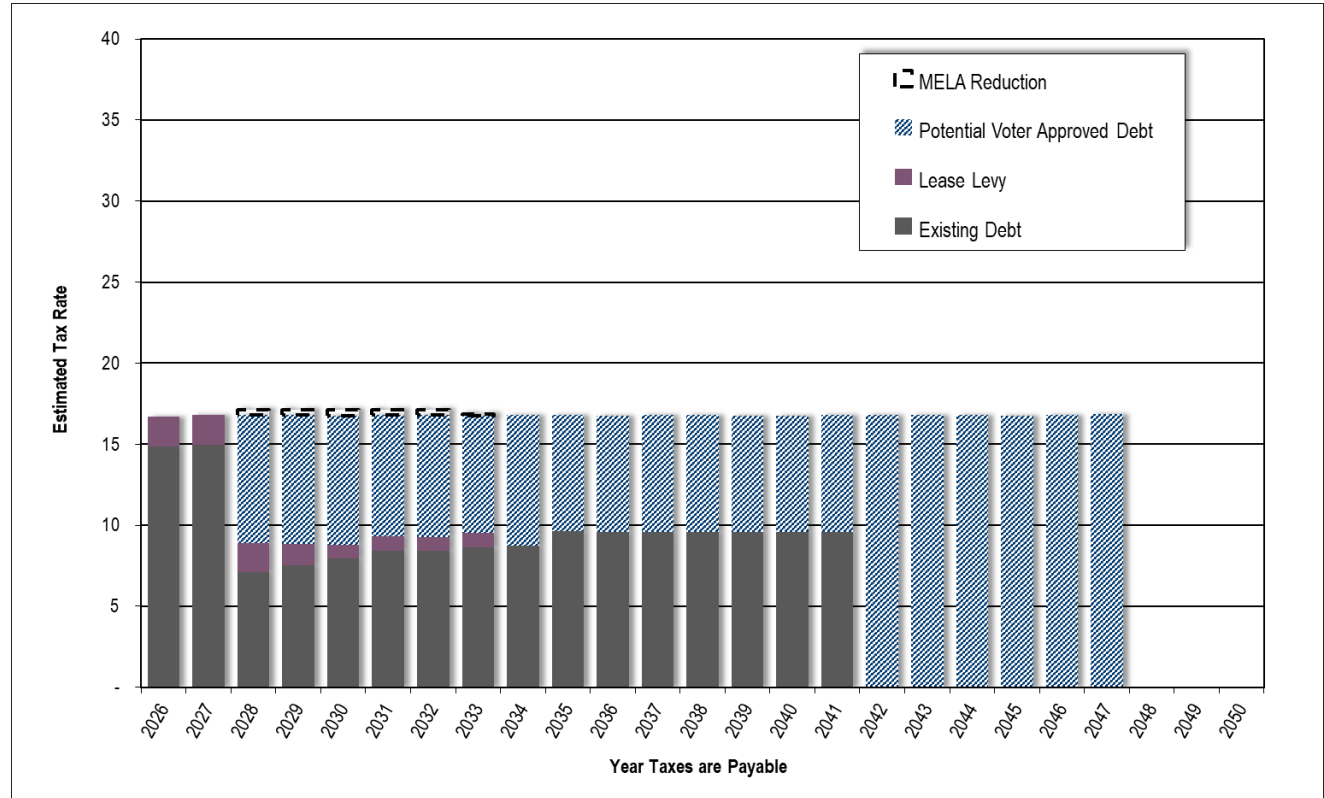
Option 1 - Potential Future Voter Approved Debt

- ✓ One-time LTFM levy Pay 2027
- ✓ \$18,940,000 Tax Neutral School Building Bond
- ✓ Election during calendar year 2027, issued February 2028



Option 2 & 3 - Potential Future Voter Approved Debt

- ✓ \$17,380,000 Tax Neutral School Building Bond
- ✓ MELA spread over remaining lease levy
- ✓ Election during calendar year 2027, issued February 2028



Considerations

✓ Initial impact in taxes payable 2027

- Decrease amount of MELA used to offset one-time levy for taxes payable 2027
- Maintains a higher tax rate for taxes payable in 2027
- Allows for a larger tax neutral bond in 2028

✓ Timing of the election

- Hold election in 2026 and issue bonds for 2027
- Creates capitalized interest to hold tax rate consistent, but debt service reserves are available to make the first interest payment
- Expediated construction schedule, avoiding additional inflation costs

✓ Facilities Assessment

- Dependent on needs, decrease the bond issue and provide tax savings

Questions?

