



**FOREST LAKE AREA SCHOOLS
FOREST LAKE, MN 55025**

June 6 2019

AGENDA ITEM: 9.5

**TOPIC: RESOLUTION APPROVING LONG TERM FACILITIES
MAINTENANCE REVENUE PLAN FOR INTERMEDIATE
DISTRICT 916**

BACKGROUND: The MN Legislature established a new Long-Term Facilities Maintenance (LTFM) Revenue Program for school districts. The new program replaces the old Health and Safety Revenue, Deferred Maintenance Revenue and Alternative Facilities Bonding and Levy programs, beginning in FY 2017. Revenue for school districts not currently eligible to participate in the Alternative Facilities Bonding and Levy program are now fully phased-in.

LTFM revenue is used for capital expenditures and maintenance projects necessary to prevent further erosion of facilities, facility accessibility, and health and safety projects.

PROCESS: To qualify, school districts must have a 10-year plan adopted by the school board and approved by the commissioner before the proposed levy is certified. The plan must include a spreadsheet summarizing the planned expenditures by category.

RECOMMENDATION: Administration recommends approving the Resolution for the Long Term Facilities Maintenance Revenue Plan for Intermediate District 916.

EXTRACT OF MINUTES OF MEETING
OF SCHOOL BOARD OF
INDEPENDENT SCHOOL DISTRICT #831
(Forest Lake)
STATE OF MINNESOTA

Pursuant to due call and notice thereof, a _____ meeting of School Board of Independent School District No. 831, State of Minnesota, was held on _____, 2019, at _____-o'clock __.m., for the purpose, in part, of approving the Northeast Metropolitan Intermediate School District No. 916's long term facility maintenance budget and authorizing the inclusion of a proportionate share of Intermediate School District's long term facility maintenance projects in the district's application for long term facility maintenance revenue.

Member _____ introduced the following resolution and moved its adoption:

**RESOLUTION APPROVING NORTHEAST METROPOLITAN
INTERMEDIATE SCHOOL DISTRICT NO. 916'S LONG TERM
FACILITY MAINTENANCE PROGRAM BUDGET AND AUTHORIZING
THE INCLUSION OF A PROPORTIONATE SHARE OF THOSE
PROJECTS IN THE DISTRICT'S APPLICATION FOR LONG TERM
FACILITY MAINTENANCE REVENUE**

BE IT RESOLVED by the School Board of Independent School District No. 831, State of Minnesota, as follows:

1. The school board of Northeast Metropolitan Intermediate School District No. 916 has approved a long term facility maintenance budget for its facilities for the 2020-2021 school year (pay 2020 levy) in the amount of \$144,700. The various components of this program budget are attached as EXHIBIT A hereto and are incorporated herein by reference. Said budget is hereby approved.
2. Minnesota Statutes, Section 123B.595, Subdivision 3, as amended, provides that if an intermediate school district's budget is approved by the school boards of each of the intermediate school district's member school districts, each member district may include its proportionate share of the costs of the intermediate school district program in its long term facility maintenance revenue application.
3. The proportionate share of the costs of the intermediate school district's long term facility maintenance program for each member school district to be included in its application shall be determined by utilizing a blended rate where half of the rate is determined by multiplying the total cost of the intermediate school district long term facility maintenance times the ratio of the member school district's net tax capacity to the total net tax capacity of the intermediate school district and half of the rate is determined by multiplying the total cost of the intermediate school district long term facility maintenance times the ratio of ADM utilization by district to the total ADM utilization.

The inclusion of this proportionate share in the district's long term facility maintenance revenue application for fiscal year 2021 is hereby approved, subject to approval by the Commissioner of the Minnesota Department of Education.

4. Upon receipt of the proportionate share of long term facility maintenance revenue attributable to the intermediate school district program, the district shall promptly pay to the intermediate school district the applicable aid or levy proceeds.

The motion for the adoption of the foregoing resolution was duly seconded by Member _____ and, upon vote being taken thereon, the following voted in favor thereof:

And the following voted against the same:

Whereupon said resolution was declared duly passed and adopted.

STATE OF MINNESOTA

COUNTY OF _____

I, the undersigned, being the duly qualified and acting Clerk of Independent School District No. 831, State of Minnesota, hereby certify that I have carefully compared the attached and foregoing extract of minutes of a meeting of Independent School District No. 831 held on the date therein indicated, with the original of said minutes on file in my office, and the same is a full, true and complete transcript insofar as the same relates to the approval of Northeast Metropolitan Intermediate School District No. 916's long term facility maintenance budget and authorizing the inclusion of a proportionate share of the Intermediate School District's long term facility maintenance projects in the district's application for long term facility maintenance revenue.

WITNESS MY HAND officially as such Clerk this ____ day of _____, 2019.

Clerk

Independent School District No. 831

| Division of School Finance 1500 Highway 36 West Roseville, MN 55113-4266 | | Long-Term Facility Maintenance Ten-Year Expenditure Application | | | | | | | | | | ED - 02478-04 |
|---|------------------|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Estimated expenditures that are allowable uses of Long-Term Facilities Maintenance Revenue under Minnesota Statutes, section 123B.595, subdivision 10. Enter by Uniform Financial and Accounting Reporting Standards (UFARS) finance code by fiscal year in the space provided. | | | | | | | | | | | | |
| Northeast Metropolitan Intermediate School District 916 | | District # 0916-06 | | | | | | | | | | |
| | | Date: May 1, 2019 | | | | | | | | | | |
| Email: jwood@916schools.org Phone #: (651) 415 - 5650 | | | | | | | | | | | | |
| Fiscal Year, Ending June 30th --> | | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 |
| Estimated Expenditures: this section excludes project costs of \$100,000 or more for which additional revenue is requested for Finance Codes 358, 363 and 366. | | | | | | | | | | | | |
| Category | | | | | | | | | | | | |
| Physical Hazards | \$6,750 | \$16,650 | \$11,650 | \$16,650 | \$14,150 | \$19,150 | \$14,150 | \$19,150 | \$14,150 | \$19,150 | \$14,150 | \$14,150 |
| Other Hazardous Materials | \$2,010 | \$11,500 | \$17,500 | \$8,500 | \$8,500 | \$8,500 | \$10,050 | \$17,500 | \$8,500 | \$8,500 | \$8,500 | \$8,500 |
| Environmental Health and Safety Management | \$33,630 | \$60,800 | \$60,800 | \$60,800 | \$60,800 | \$60,800 | \$62,800 | \$62,800 | \$62,800 | \$62,800 | \$62,800 | \$62,800 |
| Asbestos Removal and Encapsulation | \$50,000 | \$0 | \$0 | \$2,000 | \$0 | \$0 | \$2,000 | \$0 | \$0 | \$0 | \$2,000 | \$0 |
| Fire Safety | \$13,505 | \$17,750 | \$18,950 | \$20,450 | \$17,750 | \$20,150 | \$16,550 | \$17,750 | \$22,850 | \$16,550 | \$18,950 | \$18,950 |
| Indoor Air Quality | \$0 | \$7,500 | \$7,500 | \$7,500 | \$7,500 | \$7,500 | \$10,000 | \$10,000 | \$10,000 | \$10,000 | \$10,000 | \$10,000 |
| Total Health and Safety Capital Projects | \$105,895 | \$114,200 | \$116,400 | \$115,900 | \$108,700 | \$116,100 | \$115,550 | \$127,200 | \$118,300 | \$119,000 | \$114,400 | \$114,400 |
| Health and Safety - Projects Costing \$100,000 or more per Site/Year | | | | | | | | | | | | |
| Category | | | | | | | | | | | | |
| Asbestos Removal and Encapsulation | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Fire Safety | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Indoor Air Quality | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total Health and Safety Capital Projects \$100,000 or More | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Approved Voluntary Pre-K under Minnesota Statutes, section 124D.151 | | | | | | | | | | | | |
| Category | | | | | | | | | | | | |
| Remodeling for prekindergarten (Pre-K) instruction approved by the Commissioner | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Accessibility | | | | | | | | | | | | |
| Category | | | | | | | | | | | | |
| Accessibility | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Deferred Capital Expenditures and Maintenance Projects | | | | | | | | | | | | |
| Category | | | | | | | | | | | | |
| Building Envelope | \$0 | \$10,500 | \$10,500 | \$10,500 | \$10,500 | \$14,000 | \$14,000 | \$14,000 | \$14,000 | \$14,000 | \$164,000 | \$14,000 |
| Building Hardware and Equipment | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Electrical | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Interior Surfaces | \$0 | \$5,500 | \$4,800 | \$4,800 | \$4,800 | \$4,800 | \$44,800 | \$4,800 | \$4,800 | \$4,800 | \$79,800 | \$79,800 |
| Mechanical Systems | \$0 | \$0 | \$0 | \$0 | \$0 | \$30,000 | \$0 | \$0 | \$0 | \$15,000 | \$15,000 | \$15,000 |
| Plumbing | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Professional Services and Salary | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Roof Systems | \$0 | \$9,000 | \$9,000 | \$12,000 | \$12,000 | \$12,000 | \$12,000 | \$12,000 | \$12,000 | \$12,000 | \$12,000 | \$612,000 |
| Site Projects | \$0 | \$4,000 | \$4,000 | \$6,000 | \$6,000 | \$6,000 | \$43,000 | \$6,000 | \$6,000 | \$6,000 | \$56,000 | \$41,000 |
| Total Deferred Capital Expense and Maintenance | \$0 | \$29,000 | \$28,300 | \$33,300 | \$33,300 | \$66,800 | \$113,800 | \$36,800 | \$36,800 | \$376,800 | \$761,800 | \$761,800 |
| Total Annual 10 Year Plan Expenditures | \$105,895 | \$143,200 | \$144,700 | \$149,200 | \$142,000 | \$182,900 | \$229,350 | \$164,000 | \$155,100 | \$445,800 | \$876,200 | \$876,200 |