

To: School Board Members  
Superintendent Michael Favor

From: Mark Johns

Date: May 6, 2025

Subject: Levy Allocation for 2025 payable 2026

**Pertinent Facts:**

1. Intermediate School District #917 will continue leasing space at four locations for Special Education: Cedar, Lebanon Education Center, Concord Education Center and DCTC. In addition, we will be requesting the annual building levy cost for Alliance Education Center in Rosemount. The total requested lease-levy amount for inclusion in fiscal year 2027 is **\$2,423,409**. This is a \$414,485 increase over fiscal year 2025 primarily due to an including DCTC as part of the lease levy. The basis of the distribution for the lease-levy is a formula that weights four components equally between the member school districts as follows: Total Net Tax Capacity (TNTC), Adjusted Cost Pupil Units (ACPU's), 5-year average tuition, and student F.T.E.'s by building (see attached for further details).
2. The 2025 payable 2026 safe schools levy request will be **\$851,946** This is a \$2,692 decrease over fiscal year 2025. Intermediate School District 917 is currently utilizing \$15 per APU's. Member district's APU's estimated for FY26 are 179 APU's lower than FY25 (see attached for further details).
3. The 2025 payable 2026 LTFM for fiscal year 2026-27 levy request will be **\$421,100**. A separate board resolution is required to approve the LTMF levy request, and a ten-year maintenance plan each year. This is a \$166,100 increase over fiscal year 2025 primarily due to building a \$250,000 LTFM reserve for roof replacement beginning in FY28. The basis of the distribution for the LTFM levy is a formula that weights two components equally between the member school districts as follows; Total Net Tax Capacity (TNTC) and Adjusted Pupil Units (APU's) (see further details under board resolution for LTFM).

**Recommendation:** Requesting board approval for the 2025 payable 2026 levies in the amount of \$3,696,455 resulting in an overall increase of \$577,393 or 19.0% over payable 2025.