

FINANCE COMMITTEE MINUTES

This meeting was held remotely via Google Meet
July 14, 2025 at 7:30 a.m.

Members in Attendance: John Bellingham, Jamie Bente, Lynda Boudreau, Rob Dehnert, Stacy Fox, Meghan Knutson, Brett Martindale, Barbie Roessler and Chad Wolff.

Others in Attendance:

Members Absent: Dave Campell and Jason Engbrecht

This meeting was called to order at 7:31 a.m.

I. Business Items

- a. Approval of the previous meeting minutes: Motion to approve by Mr Bente and seconded by Ms Fox. Mr Wolff abstained due to absence from the June meeting. Motion carried.

II. Contracts, Agreements, Bids and Grants for Review

- a. Approval of the FY26 MOU and LEA Agreement between Faribault and Elysian Head Start Center: Moved on from this HS servers children 3-5. Provide Special Ed services to the Head Start program. Nothing different from last year. Motion to approve by Mr Bente and seconded by Ms Boudreau.

III. Financial Performance

- a. June Student Count: Nothing to report. There weren't any changes between May and June. Our MARSS coordinator is going through revisions right now. Roughly 3,000 students will be reported for FY25. We're expecting an increase in FY26 due to the closure of STEM.
- b. June Investment Financial Report: We're sitting in a really good spot for investments. We're working with PFM on our investments to ladder and diversify and we're getting some pretty good rates.
- c. June Comparative Financial Report: In June of 2024, we had credits so we're not seeing any bill for HVAC. Utilities on the whole are under budget. Self-insurance: Revenues less than Expenditures for June. Mr Wolff was pleased to see that our deficit was only \$48.5k for the year compared to what it was looking like earlier in the year. Also, pleased that our rates will be increasing by 15% for FY26.
- d. June Analytics: Fund summary: Expenses exceed Revenues by about 6 million but will change as we go through the audit due to booking receivables and additional invoices coming in for FY25 expenses. The bulk of the deficit is coming in from the construction fund which has \$4.7 million in expenditures and only \$280k in revenue. Multiyear Guideline: Our expenses for the general fund coming in at about \$58.7 million which is less than where we had anticipated but again, that number will change as we make year-end closing entries. Mr Wolff

had some concerns about the federal grants and not continuing. Barbie stated that Title I is the bulk of our federal funding but we could be potentially losing Titles 2,3, 4 and 600k for another grant. We're continuing to monitor that situation closely.

IV. Financial Strategies

- a. Approval of the 10-year Long-term Facilities & Maintenance Plan: By July 31 of each year we have to submit our 10 year LTFM plan to the school board, however, we really focus on the initial 3 years. Health and Safety is our yearly expense that we expect for regular upkeep of the buildings. In category 2, Indoor Air Quality, is our HVAC project. We're anticipating two more sites. Deferred Maintenance, building envelope, we're planning on \$20, interior surfaces, we're planning on some facelifts such as painting and have budgeted \$25k. Plumbing, we're planning on replacing some water fountains. Site projects for \$70k, such as sidewalks: Roosevelt sidewalks to be made safer. Fund balance for Fund 01: Regular revenue is based on student count and building age and in FY25 we're expecting \$1.3 million in revenue and \$1.27 in expenses. This will leave a \$43k fund balance going into FY26. FY26 revenue is projected to be \$1.36 million and expenses \$1.2 million and will add to our fund balance. We're projecting a fund balance of \$193k going into FY27. In Fund 06, our construction fund, we began FY25 with a \$7.1 million dollar fund balance. We received an additional 2.1 million in bond revenue and had expenses of \$4.6 million. This leaves our fund balance in Fund 06 at \$4.5 million. As we continue to finish our HVAC projects, that fund balance will be continued to be spent until the projects come to completion in FY27. Mr. Wolff - if we separate from Nerstrand will that impact this? And also, we'll be out of the ALC. Where do the remodel expenses come into play? Ms Roessler stated that some of the remodel expenses at McKinley are factored into this 10 year plan but no plans for renovations or long term maintenance projects for Nerstrand or the ALC were included.

V. Next Meeting: August 11, 2025, at 7:30 am.

VI. Adjournment at 8:04 am: Motion to adjourn by Ms Fox and seconded by Ms Boudreau.

Respectfully submitted by Brett Martindale



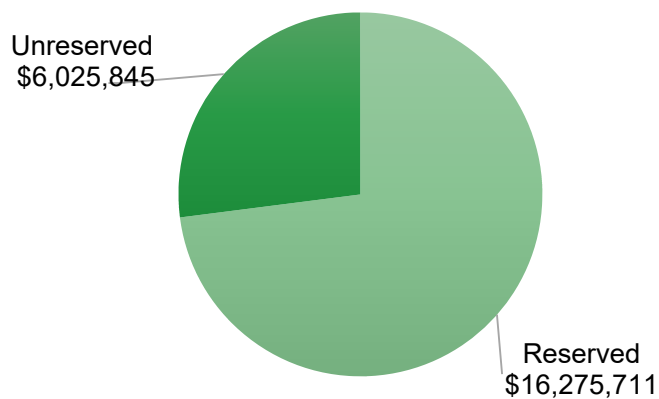
FARIBAULT PUBLIC SCHOOLS

Investment Balances

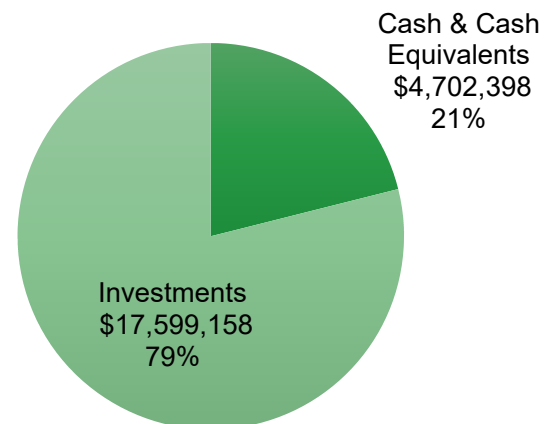
As of July 2025

	Ending Balance 6/30/2025	Ending Balance 7/31/2025	Interest/Div Earned
CCF - MAIN CHECKING	495,156.74	496,963.86	\$ 1,807.12
CCF -SAVINGS	-	-	-
RELIANCE - MAIN CHECKING	750,000.00	750,000.00	
RELIANCE - SAVINGS	2,483,581.95	1,769,168.99	2,593.41
MSDLAF+LIQUID MONEY MARKET	1,336,163.94	1,502,238.78	4,793.57
MSDLAF+ MAX MONEY MARKET	175,180.88	181,620.80	632.06
MN TRUST OPERATIONS	8,687,445.38	3,969,317.92	42,168.22
MN TRUST INVESTMENTS	6,802,283.04	6,315,483.04	
MN TRUST MAINTENANCE BONDS	4,061,528.47	4,073,608.28	12,079.81
US BANK - IRREVOCABLE TRUST	2,640,720.92	2,640,720.92	
US BANK - ROOSEVELT DEBT	27.36	27.36	-
FIRST UNITED BANK CD	150,000.00	150,000.00	
PREMIER BANK CD	150,000.00	150,000.00	
RELIANCE BANK CD	150,000.00	150,000.00	
STATE BANK OF FARIBAULT CD	150,000.00	150,000.00	
PETTY CASH	2,406.00	2,406.00	
TOTAL CASH AND INVESTMENTS	\$ 28,034,494.68	\$ 22,301,555.95	\$ 64,074.19

Asset Reservations



Liquidity



Faribault Public Schools
Comparative Financial Report - Select General Fund Expenditure Accounts
As of July 31, 2025

	FY25 July 2024	FY26 July 2025	FY25 YTD Through July 2024	FY26 YTD Through July 2025	FY25 FIN Budget	FY26 ADP Budget	FY25 % of Budget through July 2024	FY26 % of Budget through July 2025
EXPENDITURES:								
HVAC	-	33,043	-	33,043	289,000	281,500	0.00%	11.74%
Water	-	-	-	-	67,200	83,500	0.00%	0.00%
Electric	68,596	(10,474)	68,596	(10,474)	624,000	640,500	10.99%	-1.64%
Snow Removal	-	-	-	-	100,200	84,600	0.00%	0.00%
Total Expenditures	68,596	22,569	68,596	22,569	1,080,400	1,090,100	6.35%	2.07%

Faribault Public Schools
Comparative Financial Report - Self Insurance Fund
As of July 31, 2025

	FY25 July 2024	FY26 July 2025	FY25 YTD Through July 2024	FY26 YTD Through July 2025	FY25 FIN Budget	FY26 ADP Budget	FY25 % of Budget through July 2024	FY26 % of Budget through July 2025
REVENUES:								
District Contributions	146,490	164,623	146,490	164,623	2,536,426	2,916,890	5.78%	5.64%
Employee Contributions	19,971	28,652	19,971	28,652	264,673	304,374	7.55%	9.41%
Retirees Contributions	10,739	5,010	10,739	5,010	85,261	55,886	12.60%	8.96%
Cobra Contributions	954	-	954	-	11,130	13,165	8.57%	0.00%
Total Revenue	178,154	\$198,285	\$178,154	\$198,285	\$2,897,490	\$3,290,315	6.15%	6.03%

EXPENDITURES:								
Medical Claims	104,821	118,436	104,821	118,436	2,782,154	2,842,024	3.77%	4.17%
Administrative Fees	-	103,810	-	103,810	403,787	476,307	0.00%	21.79%
Additional Charges	6,790	1,463	6,790	1,463	84,357	60,000	8.05%	2.44%
Total Expenditures	\$111,611	\$223,709	\$111,611	223,709	\$3,270,298	\$3,378,331	3.41%	6.62%

(\$25,424)