

Education District 6004

Freshwater Member District Board,

The Freshwater Education District is requesting your district's support in securing Long-Term Facilities Maintenance (LTFM) levy funds to address deferred maintenance needs in our owned facilities. As you know, these facilities play a vital role in delivering essential educational services, specialized programs, and shared resources that directly benefit students across all our member districts.

Over the years, our cooperative has made every effort to maintain our buildings efficiently. However, unlike independent school districts, Freshwater does not receive state funding to make repairs and improvements to our facilities. These deferred maintenance projects include costs associated with roof repairs, HVAC system updates, accessibility improvements, structural integrity, all of which are essential to ensuring a safe, functional, and sustainable learning environment for students and staff.


The LTFM levy provides a crucial funding mechanism that allows school districts to address facility needs in a fiscally responsible manner. Approving this resolution allows Freshwater to levy for these LTFM funds in addition to what your district already receives in LTFM funding. What would otherwise be a direct assessment to your district would instead be a levy through your district's tax base. Your district would still have the option to under levy these funds and utilize other funding sources based on your current financial situation.

We greatly appreciate your ongoing partnership and commitment to collaboration in serving students. We respectfully ask for your board's approval to support this LTFM levy request, ensuring that our cooperative facilities remain safe, efficient, and fully functional for years to come.

If you have any questions or would like to discuss this request further, I would be happy to provide additional details. Thank you for your time and consideration. We look forward to continuing our strong partnership in serving the students and families of our region.



Jordan Anderson
Business Manager
janderson@fed.k12.mn.us
218-629-6051

 <div> Division of School Finance 400 NE Benson Blvd Minneapolis, MN 55413 </div>		Long-Term Facility Maintenance Ten-Year Expenditure Application (LTFM) - Fund 01 and Fund 06 Projects Only										ED - 02475-10
Instructions: Enter estimated, allowable LTFM expenditures (Fund 01 and/or Fund 06 only) under Minnesota Statutes 2023, section 123B.595, subd. 10. Enter by Uniform Financial and Accounting Reporting Standards (UFARS) finance code and by fiscal year in the cells provided.												
District Info. District Name: District Number: District Contact Name: Contact Phone #		(REQUIRED) Enter Information Date: Email:		Fiscal Year (FY) Ending June 30 2025 (base year) 2026 2027 2028 2029 2030 2031 2032 2033 2034 2035								
Freshwater Education District 6004 Jordan Anderson 218-439-4051		7/12/2025 jordan.a@fwd.edu.us										
Expenditure Categories Health and Safety - this section excludes project costs in Category 2 of \$100,000 or more for which additional revenue is requested for Finance Codes 358, 363 and 366.												
Category 1 (1) Finance Code 347 Physical Hazards 349 Other Hazardous Materials 352 Environmental Health and Safety Management 358 Asbestos Removal and Encapsulation 363 Fire Safety 366 Indoor Air Quality Total Health and Safety Capital Projects Total Health and Safety Projects Costing \$100,000 or more per Project/Year - Additional Revenue												
Category 2 (2) Finance Code 358 Asbestos Removal and Encapsulation 363 Fire Safety 366 Indoor Air Quality Total Health and Safety Capital Projects \$100,000 or More Total Health and Safety Projects Costing \$100,000 or more per Project/Year - Additional Revenue												
Category 3 (3) Finance Code 355 Remodeling for prekindergarten (Pre-K) instruction approved by the commissioner. Total Remodeling for Approved Voluntary Pre-K Projects Remodeling for Gender-Neutral Single-User Restrooms												
Category 4 (4) Finance Code 367 Accessibility Total Accessibility Projects Deferred Capital Expenditures and Maintenance Projects												
Category 5 (5) Finance Code 360 Building Envelope 369 Building Hardware and Equipment 370 Electrical 373 Interior Surfaces 380 Mechanical Systems 381 Plumbing 382 Professional Services and Salary 383 Roof Systems 384 Site Projects Total Deferred Capital Expenses and Maintenance												
Fund Balance Section Fund 01 Beginning Fund Balance 01-467-20 LTFM Fiscal Year Revenue - Fund 01 LTFM Fiscal Year Revenue - Fund 01 LTFM Fiscal Year Revenue - Fund 01 LTFM Transfer IN from Fund 06 if applicable (see transfer guidance tab) LTFM Transfer OUT from Fund 01 if applicable (see transfer guidance tab) LTFM Estimated Fiscal Year Expenditures Ending Fiscal Year Fund Balance 01-467-20												
Fund 06 Beginning Fund Balance 06-467-20 LTFM Fiscal Year Revenue - Fund 06 LTFM Fiscal Year Revenue - Fund 06 LTFM Fiscal Year Revenue - Fund 06 LTFM Transfer IN from Fund 01 if applicable (see transfer guidance tab) LTFM Transfer OUT from Fund 06 if applicable (see transfer guidance tab) LTFM Estimated Fiscal Year Expenditures Ending Fiscal Year Fund Balance 06-467-20												

General Information and Instructions: Please read the **Instructions for Completion** on the **Instructions** tab before completing this report.

District Name: Freshwater Education District #6004	Name of Person Completing this Report: Jordan Anderson	Title: Business Manager	
Telephone Number: 218-629-6051	Email Address: janderson@fed.k12.mn.us		Date Submitted: 2/12/2025

Long-Term Facilities Maintenance (LTFM) Revenue amounts to be Allocated to member School Districts for Fiscal Year (FY) 2026

1. Pay-as-you-go revenue portion					\$	85,000.00
2. Bond debt service revenue portion					\$	-
3. Total revenue amounts to allocate					\$	85,000.00
District Number	Type	School District Name	Pay-as-you-go Allocation Percent	Allocated Pay-as-you-go (Number 1)	Bonded Debt Service Allocation Percent	Allocated Bonded Debt Service (Number 2)
786	1	Bertha-Hewitt	3.515%	\$ 2,987.67		\$ -
787	1	Browerville	4.086%	\$ 3,473.08		\$ -
23	1	Frazee-Vergas	10.817%	\$ 9,194.86		\$ -
545	1	Henning	6.346%	\$ 5,394.11		\$ -
2753	1	Long Prairie-Grey Eagle	9.737%	\$ 8,276.44		\$ -
821	1	Menahga	5.923%	\$ 5,034.32		\$ -
553	1	New York Mills	4.623%	\$ 3,929.27		\$ -
549	1	Perham-Dent	28.526%	\$ 24,246.99		\$ -
116	1	Pillager	0.000%	\$ -		\$ -
820	1	Sebek	3.827%	\$ 3,252.53		\$ -
2170	1	Staples-Motley	13.829%	\$ 11,754.49		\$ -
818	1	Verndale	1.990%	\$ 1,691.56		\$ -
2155	1	Wadena-Deer Creek	6.782%	\$ 5,764.68		\$ -
				\$ -		\$ -
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				\$ -		\$ -
				\$ -		\$ -
Totals: The column totals must agree with Lines 1 and 2.			100.000%	\$ 85,000.00	0.000%	\$ -

Notes - Allocation method agreed to by member districts:

Based on percentage of district's 2023 NTC compared to the total membership NTC for 2023. Pillager shall share 0% of the proportionate share as agreed upon by the District Superintendents. See Attachment.

FRESHWATER

Education District 6004

Membership District Tax Impact on LTFM Levy - Allocated by NTC

District Number	Type	School District Name	Allocated Pay-as-you-go (Number 1)	Tax Impact on \$125,000 Home Class 1a	Tax Impact on \$150,000 Home Class 1a	Tax Impact on \$200,000 Home Class 1a	Tax Impact on \$300,000 Home Class 1a	Tax Impact on \$500,000 Home Class 1a	24Pay25 Net Tax Capacity	Percent of Total NTC
786	1	Bertha-Hewitt	\$ 2,987.67	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	4,544,155.00	3.51%
787	1	Brownville	\$ 3,473.08	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	5,282,443.00	4.09%
23	1	Frazee-Vergas	\$ 9,194.86	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	13,985,080.00	10.82%
545	1	Henning	\$ 5,394.11	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	8,204,258.00	6.35%
2753	1	Long Prairie-Grey Eagle	\$ 8,276.44	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	12,588,201.00	9.74%
821	1	Menahga	\$ 5,034.32	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	7,657,033.00	5.92%
553	1	New York Mills	\$ 3,929.27	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	5,976,292.00	4.62%
549	1	Perham-Dent	\$ 24,247.00	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	36,878,885.00	28.53%
116	1	Pillager	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	0.00%
820	1	Sebeka	\$ 3,252.53	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	4,946,986.00	3.83%
2170	1	Staples-Motley	\$ 11,754.49	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	17,878,191.00	13.83%
818	1	Verndale	\$ 1,691.56	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	2,572,801.00	1.99%
2155	1	Wadena-Deer Creek	\$ 5,764.68	\$ 0.82	\$ 0.99	\$ 1.31	\$ 1.97	\$ 3.29	8,767,887.00	6.78%
Totals			\$ 85,000.00						\$ 129,282,212.00	100.00%

General Information:

Minnesota Statutes 2023, section 123B.595, subd. 3 (Long-Term Facilities Maintenance Revenue) states:

subd. 3. Intermediate districts and other cooperative units.

(a) Upon approval through the adoption of a resolution by each member district school board of an intermediate district or other cooperative units under Minnesota Statutes 2023, section 123A.24, subd. 2, and the approval of the commissioner of education, a school district may include in its authority under this section a proportionate share of the Long-Term Facilities Maintenance (LTFM) costs of the intermediate district or cooperative unit. The cooperative unit may issue bonds to finance the project costs or levy for the costs, using LTFM revenue transferred from member districts to make debt service payments or pay project costs. Authority under this subd. is in addition to the authority for individual district projects under subd. 1. (b) The resolution adopted under paragraph (a) may specify which member districts will share the project costs under this subdivision, except that debt service payments for bonds issued by a cooperative unit or joint powers district to finance long-term maintenance project costs must be the responsibility of all member districts (Minnesota Statutes 2023, section 123A.24, subd. 1(b) and 123B.02, subd. 3).

The tax impact presented is based on estimated changes and is for informational purposes only. Many varying factors can affect an individual's property tax impact, and the amounts provided do not represent an actual or guaranteed change in property taxes. The Freshwater Education District is responsible for providing annual LTFM levy amounts based on the approved resolutions of its member districts. Property owners should consult with their local tax authorities for official tax impact assessments.

Education District 6004

District Superintendent and Business Manager,

The Freshwater Education District, upon approval, will be levying dollars through your district for LTFM. This LTFM levy will be in addition to your current LTFM levy and will be levied on a Net Tax Capacity basis. Here is the timeline and tasks to be completed in order to get this on the 25Pay26 levy:

Date/Month	Task Items	Due Date
February	Jordan will send <ol style="list-style-type: none">1. Freshwater Request Letter2. Resolution Word Document3. Supporting Docs	Immediate
February or March Board Meeting	Districts will adopt/approve the proposed resolution. <u>The resolution needs to be on district letterhead.</u> <u>The resolution needs to be notarized after board approval.</u>	March 31 st , 2025
April	Freshwater Approves LTFM Levy 10-year plan	April 23 rd , 2025
May	Jordan will send all LTFM Levy documents to MDE	May 31 st , 2025
Fiscal Year 2027	The district will recognize LTFM levy revenue in fiscal year 2027 and Freshwater will assess for an equal amount in fiscal year 2027.	June 30 th , 2027
Fiscal Year 2026	The districts will need to approve a new resolution every year for this levy.	March, 31 st , 2026



Jordan Anderson
Business Manager
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218-629-6051

District's Proportionate Share of LTFM to Freshwater Education District #6004

School District's Proportionate Share of LTFM Intermediates/Cooperative Units

EXTRACT OF MINUTES OF SCHOOL BOARD MEETING SCHOOL DISTRICT No. 821 (Menahga Public School) STATE OF MINNESOTA

Pursuant to due call and notice thereof, a School Board meeting of School District No.821, State of Minnesota, was held on _____ (date), at _____ (time) for the purpose, in part, of approving the FY 27 Long-Term Facility Maintenance budget and authorizing the inclusion of a proportionate share of Intermediate School District's long-term facility maintenance projects and related debt service payments in the district's application for long term facility maintenance. _____ introduced the following resolution and moved its adoption:

RESOLUTION APPROVING LONG-TERM FACILITY MAINTENANCE PROGRAM BUDGET AND AUTHORIZING THE INCLUSION OF A PROPORTIONATE SHARE OF THOSE PROJECTS IN THE DISTRICT'S APPLICATION FOR FISCAL YEAR (FY) 2027 LONG-TERM FACILITY MAINTENANCE REVENUE

BE IT RESOLVED by the School Board of, Menahga Public School, State of Minnesota, as follows:

1. The Freshwater Education District School Board has approved a long-term facility maintenance program budget for its facilities for the 2026-2027 school year (FY 2027) in the amount of \$85,000 of which ISD 821's proportionate share is \$5,034.32 for pay as you go projects. The various components of this program budget are attached as Exhibit A hereto and are incorporated herein by reference. Said budget is hereby approved. (Exhibit A)
2. Minnesota Statutes 2023, section 123B.53, subd. 1, as amended, provides that if an intermediate school district's long-term facility maintenance 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 multiplying the total cost of the intermediate school district long-term facility maintenance program times a three-year weighted average adjusted pupil units formula. For school year 2026-27 fiscal year 27), the long-term facility maintenance costs shall be funded through annual levy. The inclusion of this proportionate share in the district's long-term facility maintenance revenue application for FY 27 is hereby approved, subject to approval by the Commissioner of Education. 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 _____
favor

Thereof:

And the following voted against:

Whereupon said resolution was approved and adopted by the school board of Independent School District No.

821. STATE OF MINNESOTA)

) ss

COUNTY OF)

I, the undersigned, being the duly qualified and acting Clerk of School District No. State of Minnesota, hereby certify that I have carefully compared the attached and foregoing extract of minutes of a meeting of School District No. 821, 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 Intermediate School District No.'s 821 long-term facility maintenance program budget and authorizing the inclusion of a proportionate share of the 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 on _____, 2025.

School District 821