



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

June 22, 2017

AGENDA ITEM: 9.1

**TOPIC: LONG TERM FACILITIES MAINTENANCE REVENUE
PLAN APPROVAL**

BACKGROUND: The MN Legislature established a new Long-term Facilities Maintenance (LTFM) Revenue Program for school districts. The new program replaces the current Health and Safety Revenue, Deferred Maintenance Revenue and Alternative Facilities Bonding and Levy programs, beginning in FY 2017. Revenue increases for school districts not currently eligible to participate in the Alternative Facilities Bonding and Levy program are phased-in over three years, from FY 2017 to FY 2019.

LTFM revenue may be 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 presented Long Term Facilities Maintenance Budget.