

NOTICE

YELLOW MEDICINE EAST School Board Meeting



Monday, October 26, 2009 at 7:00 PM
Second Meeting
YME High School Board Room

School Board Meeting Agenda

1. Call to Order
2. Approval of Agenda
3. Approval of October 12, 2009 Meeting Minutes 2
4. Opportunity for Citizens to Speak
5. Discussion Items
 - A. Guaranteed Energy Savings Program 4
6. Action Items
 - A. Energy Services Agreement Resolution 8
 - B. Professional Services Resolution 9
 - C. Review & Comment Resolution 10
7. Negotiation Strategy - Closed Meeting
8. Upcoming Events 11
9. Adjourn

**YELLOW MEDICINE EAST ISD #2190
SCHOOL BOARD MEETING MINUTES
MONDAY, OCTOBER 12, 2009 – 7:00 P.M.
YME BOARD ROOM**

Board Members Present: Rich Jepson, Larry Lee, Tim Opdahl, Grant Velde, Steve Zumhofe

Board Members Absent: Jane Hagert, Elmo Volstad

Community / Staff Members Present: LeeAnn Boushek, Jerry Halloran, Tim Knapper, Sheila Koepke, Anna Olson, Luis Reyes, Francis Staab, Allen Stoeckman, Denise Streich, Kathy Velde

Jepson called the meeting to order.

Jepson approved the agenda for the meeting with one correction.

Motion by Opdahl, second by Velde and carried to approve the minutes from the September 28, 2009 second meeting.

The opportunity for citizens to speak received no response.

Sheila Kopeke, advisor, Luis Reyes and Anna Olson, members, reported on the activities coordinated by the high school student council.

Superintendent Stoeckman reviewed the indoor facility analysis and, with the help of Jerry Halloran of Energy Services Group, fielded questions from the Board in regard to the facility report and proposal.

Finance & enrollment reports were submitted to the Board.

Superintendent Stoeckman reviewed his report with the Board.

Motion by Zumhofe, second by Lee and carried to approve Theresa Moritz as the elementary student council advisor.

Motion by Zumhofe, second by Lee and carried to employ Nick Cole as the junior high wrestling coach.

Motion by Zumhofe, second by Lee and carried to accept the resignation of Corey Field as wrestling coach.

Motion by Zumhofe, second by Lee and carried to accept the resignation of Jessica Flaata as assistant danceline coach.

Motion by Zumhofe, second by Lee and carried to accept the resignation of Gary Wolf.

Motion by Opdahl, second by Velde and carried to approve bills for payment in the amount of \$416,510.19 with checks numbered 12772 through 12919 and to approve investments for the District.

Motion by Lee, second by Zumhofe and carried to approve the final seniority list, as presented, for the 2009-2010 school year.

Motion by Opdahl, second by Lee and carried to enter into a lease agreement with Martin Marietta Materials, Inc. for use of the Prairie Smoke area.

Motion by Zumhofe, second by Opdahl and carried to approve the Assurance of Compliance report for the 2009-2010 school year.

Motion by Opdahl, second by Velde and carried to approve early graduation for a student at the end of semester 1 on January 21, 2010, provided that all requirements are met at that time.

Motion by Velde, second by Lee and carried to submit a grant application for student participation to the Minnesota State High School League foundation.

Discussion Items included the recent decline in enrollment, a tax rate comparison of neighboring school districts, and K-12 curriculum.

A second meeting was scheduled for Monday, October 26, 2009 at 7:00 pm in the YME Board Room.

Upcoming Events

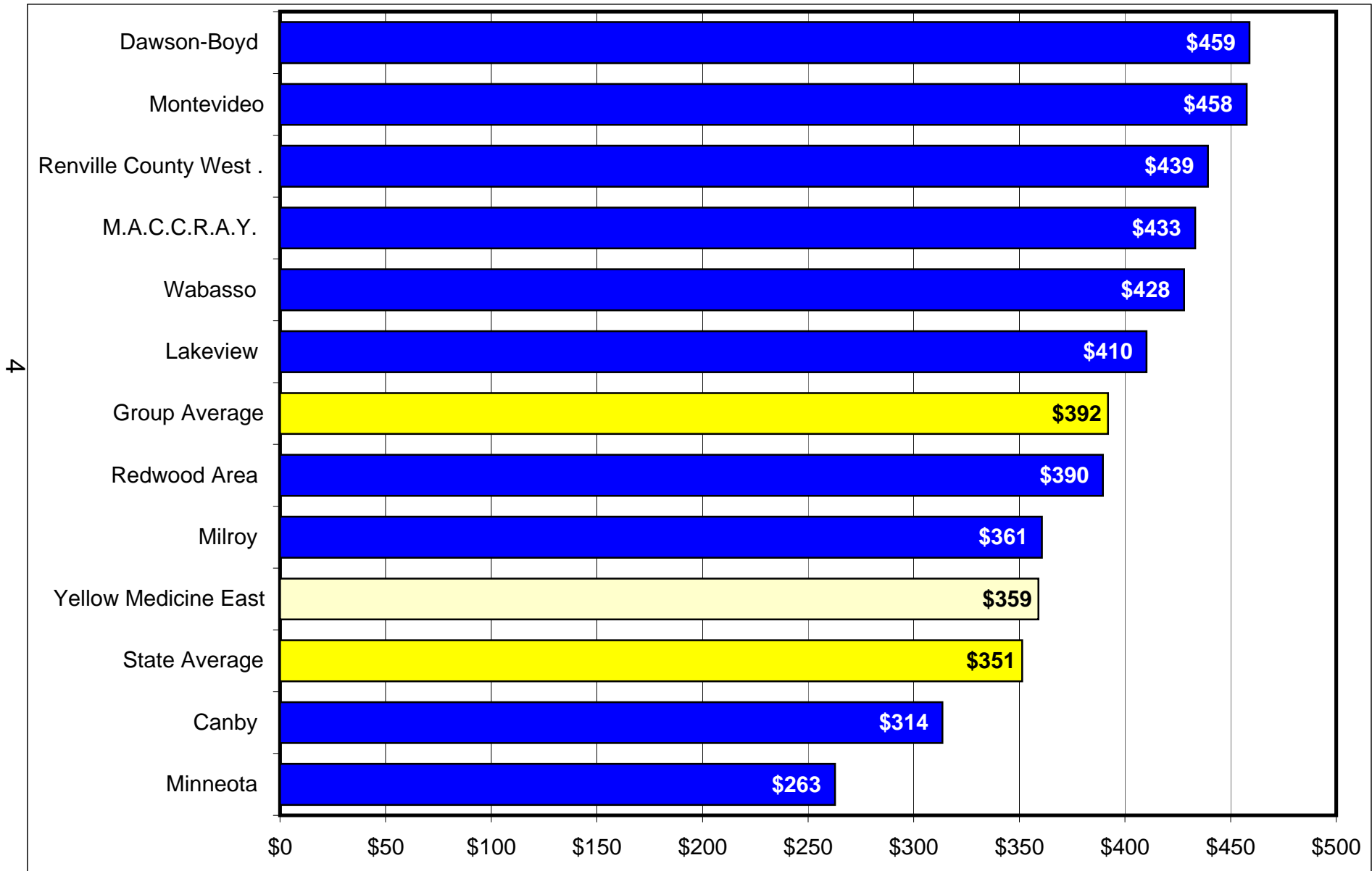
Event	Date	Location	Time
Communications Committee Meeting	October 13, 2009	YME Board Room	6:00 PM
EM Break - No School	October 15-16, 2009	District	
Second Board Meeting	October 25, 2009	YME Board Room	7:00 PM
End of 1st Quarter	November 5, 2009	District	
Staff Development Day – No School for Students	November 6, 2009	District	
School Board Meeting	November 9, 2009	YME Board Room	5:30 PM

The meeting was adjourned by Jepson.

Yellow Medicine East School District

Total School Taxes, Payable 2009, on a Home with a Taxable Market Value of \$100,000

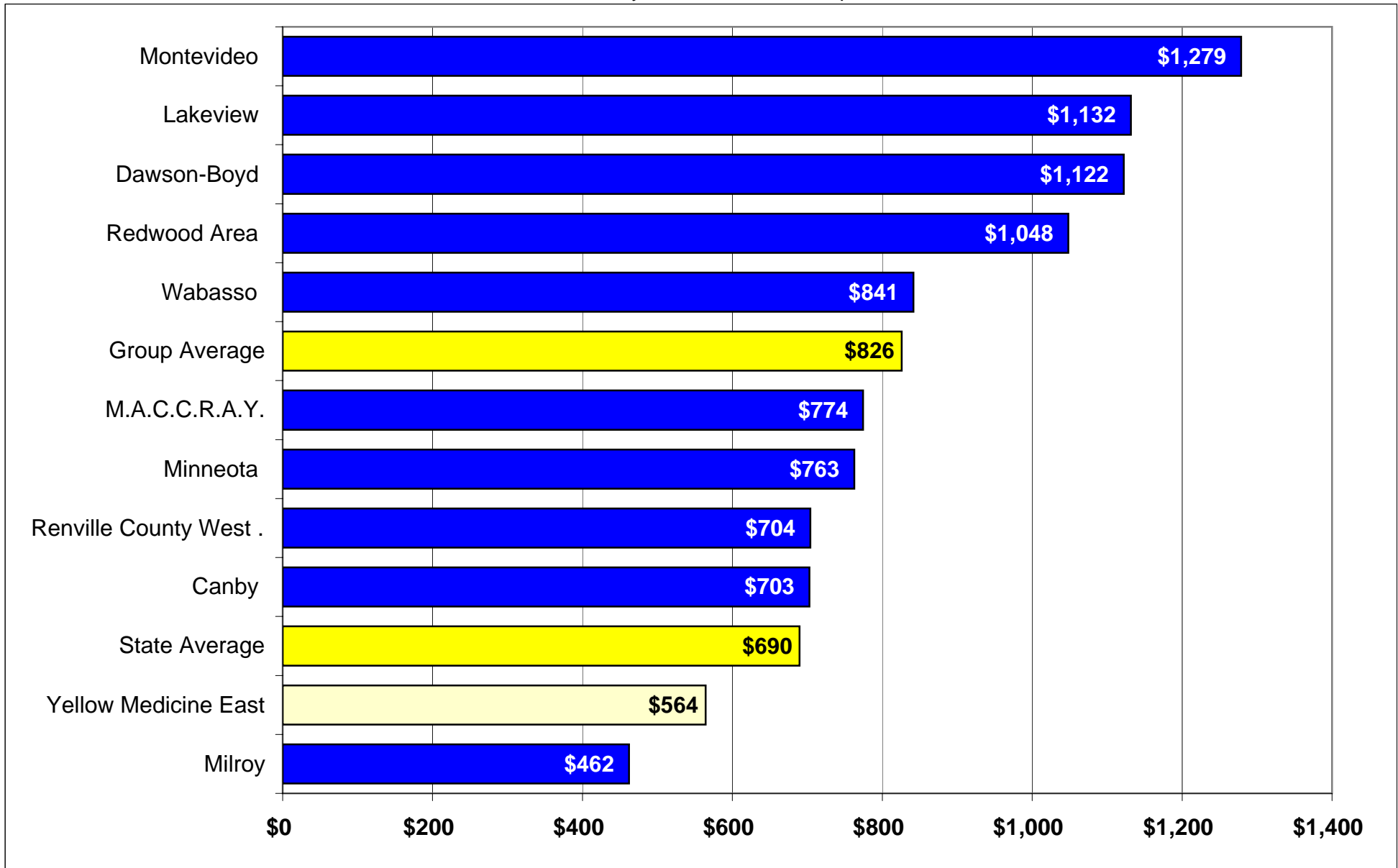
Source: Pay 2009 School Tax Report



* The above figures do not include the impact of the homestead credit, which will decrease the school portion of property taxes by varying amounts.

Yellow Medicine East School District
Total School Taxes, Payable 2009, on a Farm with a Taxable Market Value of \$600,000
Including a House, Garage and One Acre Valued at \$100,000

Source: Pay 2009 School Tax Report



Yellow Medicine East School District No. 2190
Analysis of Tax Impact for Potential Alternative Facilities Bonds
October 29, 2009

Issue Size	\$12,215,000
Number of Years	20
Est. Tax Capacity Rate Payable in 2010*	3.91
Est. Tax Capacity Rate Payable in 2011*	14.84
For Proposed Alternative Facilities Bonds	10.93

Type of Property	Taxable Market Value	
Residential Homestead	\$50,000	\$55
	60,000	66
	70,000	77
	80,000	87
	90,000	98
	100,000	109
	125,000	137
	150,000	164
	175,000	191
	200,000	219
Commercial/ Industrial	250,000	273
	500,000	328
	750,000	465
	1,000,000	1,011
		1,558
Agricultural Homestead **	\$200,000	\$164
	400,000	273
	500,000	328
	600,000	383
	700,000	437
Agricultural Non-Homestead (dollars per acre)	800,000	492
	\$2,000	\$2.19
	2,500	2.73
	3,000	3.28
	3,500	3.83
	4,000	4.37

* The figures in the table are based on school district taxes for bonded debt only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the state Property Tax Refund ("Circuit Breaker") program. Many owners of homestead property will qualify for a refund, based on their income and total property taxes. This will decrease the net effect of the bond issue for many property owners.

** For agricultural homestead property, a value of \$100,000 was assumed for the house, garage, and one acre. "

New Facility Estimates

Minnesota Department of Education Guidelines

Less than 500 students per building

- Elementary 125-155 square feet per student
- Middle Level 170-200 square feet per student
- High School 200-320 square feet per student

Currently

- Bert Raney has 64,970 sq ft for 420 students = 155 sq ft per student
- High School/Jr High has 179,423 sq ft for 470 students = 381 sq ft per student

Ron Halgerson of TSP Architects in Marshall, Minnesota (per phone call 10-26-09)

Estimated costs for building only

- Elementary \$135-165 per square foot
- High School \$150-180 per square foot

Elementary	65,000 x \$150 =	9,750,000
High School	179,000 x \$165 =	29,535,000
	Total	\$39,285,000
Professional fees of 7%		2,749,950
Fixtures		1,600,000
Contingency		1,000,000
	Total	\$44,634,950

Does not include land acquisition, utilities infrastructure, streets, parking lots, fields, etc.

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION APPROVING AND AUTHORIZING THE EXECUTION OF AN ENERGY SERVICES AGREEMENT and FINANCING AGREEMENT

BE IT RESOLVED by the School Board of Yellow Medicine East Schools, in Granite Falls, Minnesota, as follows:

The Yellow Medicine East Schools ISD #2190 adopted at a Yellow Medicine East Schools' School Board meeting, duly and properly called and held on the 26th day of October, 2009; that a quorum was present at said meeting; that a majority of those present voted for the resolution; and that said resolution is set forth in the minutes of said meeting.

WHEREAS, the State Legislature has authorized school districts to develop energy services agreements with businesses which shall guarantee savings in energy and operations and,

WHEREAS, the School Board of Yellow Medicine East Schools has approved implementing a guaranteed savings program for the district with Energy Services Group.

NOW, THEREFORE, BE IT RESOLVED that the Superintendent of Schools, on behalf of Yellow Medicine East Schools, is hereby authorized to enter into and designated to sign an Energy Services Agreement with Energy Services Group to provide the scope of projects and services in the amount of \$2,405,590 with \$1,668,626 to be third party financed and repaid with guaranteed savings.

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

and the following voted against the same:

whereupon said resolution was declared duly passed adopted.

STATE OF MINNESOTA)
)SS
COUNTY OF YELLOW MEDICINE

I, the undersigned, being the fully qualified and acting Secretary/Clerk of Yellow Medicine East Schools, in Granite Falls, State of Minnesota do hereby certify that I have carefully compared the attached and foregoing extract of minutes of a meeting of the School Board of ISD #2190 held on the 26th day of October, 2009, with the original thereof on file in my office, and the same is a full, true and complete transcript insofar as the same relates to the adoption of a resolution approving and authorizing the execution of a governmental lease-purchase master agreement and supplements thereto and related documents and certificates.

WITNESS MY HAND officially as such Secretary/Clerk this 26th day of October, 2009.

Clerk

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION APPROVING AND AUTHORIZING THE SUBMISSION OF A REVIEW AND COMMENT PROPOSAL TO THE MINNESOTA DEPARTMENT OF EDUCATION

The Yellow Medicine East Schools’ Board of Education does hereby certify that the following is a true, complete and correct copy of a resolution adopted at a meeting of Yellow Medicine East Schools’, Board of Education, duly and properly called and held on the 26th day of October, 2009; that a quorum was present at said meeting; that a majority of those present voted for the resolution; and that said resolution is set forth in the minutes of said meeting.

WHEREAS, the Board of Education of Yellow Medicine East Schools ISD #2190 is interested in receiving approval from the Minnesota Department of Education (MDE) to utilize the Alternative Facilities Bonding and Levy Program to replace the mechanical ventilation systems at the Yellow Medicine East Schools’ High School and Elementary School facility in Granite Falls, Minnesota,

NOW, THEREFORE, BE IT RESOLVED that the Yellow Medicine East Schools Board of Education directs the Superintendent of Schools, on behalf of Yellow Medicine East Schools, to submit all required application material including Attachment 7, Attachment 8, the Review and Comment and any additional information requested by the Minnesota Department of Education to gain approval for use of multiple funding programs including the sale of Alternative Facility Bonds, Capital Facility Bonds, Qualified Zone Academy Bonds, and/or a Tax Exempt Municipal Lease for the Yellow Medicine East School for construction costs in the amount of \$14,066,140 plus any bond issuance costs.

The motion for the adoption of the foregoing resolution was duly seconded by Member _____ and upon roll call vote the following voted in favor thereof:

and the following voted against the same:

whereupon said resolution was declared duly passed adopted.

STATE OF MINNESOTA)
)SS
COUNTY OF YELLOW MEDICINE

I, the undersigned, being the fully qualified and acting Secretary/Clerk of Yellow Medicine East Schools, in Granite Falls, State of Minnesota do hereby certify that I have carefully compared the attached and foregoing extract of minutes of a meeting of the School District held on the 26th day of October, 2009, with the original thereof on file in my office, and the same is a full, true and complete transcript insofar as the same relates to the adoption of a resolution approving the submission of the Review and Comment and supplements thereto and related documents to the Minnesota Department of Education to gain approval for use of the Alternative Facilities Bonding and Levy Program.

WITNESS MY HAND officially as such Secretary/Clerk this 26th day of October, 2009.

Clerk

Upcoming Events and Activities

Event	Date	Location	Time
Negotiation Session	October 25, 2009	YME Board Room	6:00 PM
Board Meeting	October 26, 2009	YME Board Room	7:00 PM
Tai Educational Administration Site Visits	November 3-4, 2009	District	
Board Meeting	November 9, 2009	YME Board Room	5:30 PM