

INDEPENDENT SCHOOL DISTRICT 271
Bloomington, Minnesota

REQUEST FOR SCHOOL BOARD ACTION

DATE OF BOARD MEETING: June 24, 2019

SUBJECT: Intermediate District 917 Long-Term Facility Maintenance Budget

ORIGINATING DEPARTMENT: Finance

APPROVAL OF ADMINISTRATIVE CABINET MEMBER: Rod Y. Zivkovich, Executive Director of Finance and Support Services

RyZ

RESOLUTION FOR BOARD TO ADOPT:

RESOLVED, that the School Board of Independent School District 271 approves Intermediate School District No. 917's Long-Term Facility Maintenance Program Budget and authorizing the inclusion of a proportionate share of those projects in the District's application for long-term facility maintenance revenue.


RECOMMENDATION OF SUPERINTENDENT:

[Signature]

Approve.

DETAILED BACKGROUND:

The School Board of Intermediate School District 917 has approved a long-term facility maintenance program budget for its facilities for the 2020-21 school year in the amount of \$26,265.00. Member districts may include their proportionate share of the costs of the intermediate school district program in their long-term facility maintenance application, subject to the approval of the Commissioner of Education. Bloomington's portion for 2020-21 is \$6,345.63.

 DEPARTMENT OF EDUCATION		Division of School Finance 1500 Highway 36 West Roseville, MN 55113-4266	Long-Term Facility Maintenance Ten-Year Expenditure Application (LTFM) - Fund 01 and Fund 06 Projects Only										ED - 02478-05
Instructions: Enter estimated, allowable LTFM expenditures (Fund 01 and/or Fund 06 only) under Minnesota Statutes, section 123B.595, subdivision 10. Enter by Uniform Financial and Accounting Reporting Standards (UFARS) finance code and by fiscal year in the cells provided.													
District Info: District Name: Intermediate School District #917 District Number: 0917-06 District Contact Name: Nicolle Roush Contact Phone #: 651-423-8227		Enter Information Date: 5/7/2019 Email: nicolle.roush@isd917.org											
Expenditure Categories			Fiscal Year (FY) Ending June 30										
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.			2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Finance Code			Category (1)										
347	Physical Hazards		\$2,000	\$2,000	\$2,060	\$2,122	\$2,186	\$2,251	\$2,318	\$2,388	\$2,460	\$2,534	\$2,610
349	Other Hazardous Materials		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
352	Environmental Health and Safety Management		\$22,850	\$23,500	\$24,205	\$24,931	\$25,679	\$26,449	\$27,243	\$28,060	\$28,902	\$29,769	\$30,662
358	Asbestos Removal and Encapsulation		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
363	Fire Safety		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
366	Indoor Air Quality		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Health and Safety Capital Projects			\$24,850	\$25,500	\$26,265	\$27,053	\$27,865	\$28,700	\$29,561	\$30,448	\$31,362	\$32,303	\$33,272
Health and Safety - Projects Costing \$100,000 or more per Project/Site/Year													
Finance Code			Category (2)										
358	Asbestos Removal and Encapsulation		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
363	Fire Safety		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
366	Indoor Air Quality		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Health and Safety Capital Projects \$100,000 or More			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Remodeling for Approved Voluntary Pre-K under Minnesota Statutes, section 124D.151													
Finance Code			Category (3)										
355	Remodeling for prekindergarten (Pre-K) instruction approved by the commissioner. (No new appropriations for this category FY 2020 - beyond.)		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Accessibility													
Finance Code			Category (4)										
367	Accessibility		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Deferred Capital Expenditures and Maintenance Projects													
Finance Code			Category (5)										
368	Building Envelope		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
369	Building Hardware and Equipment		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
370	Electrical		\$0	\$0	\$0	\$0	\$0	\$0	\$272,250	\$0	\$0	\$0	\$0
379	Interior Surfaces		\$0	\$43,700	\$0	\$0	\$0	\$0	\$0	\$0	\$119,063	\$0	\$0
380	Mechanical Systems		\$0	\$0	\$0	\$0	\$276,000	\$0	\$290,400	\$297,600	\$304,800	\$0	\$0
381	Plumbing		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
382	Professional Services and Salary		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
383	Roof Systems		\$0	\$0	\$0	\$420,000	\$0	\$0	\$0	\$542,500	\$0	\$0	\$0
384	Site Projects		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Deferred Capital Expense and Maintenance			\$0	\$43,700	\$0	\$420,000	\$276,000	\$0	\$562,650	\$840,100	\$423,863	\$0	\$0
Total Annual 10-Year Plan Expenditures			\$24,850	\$69,200	\$26,265	\$447,053	\$303,865	\$28,700	\$592,211	\$870,548	\$455,225	\$32,303	\$33,272

Intermediate School District No. 917
Levy by Member District, 2019 Payable 2020

Exhibit B

Participating Districts (9):

ISD #	Name	<u>Pay 2019 Taxable Net Tax Capacity</u>					Combined Total	District %	District's Portion	NTC Rate
		Dakota (19)	Scott (70)	Goodhue (25)	Washington (82)	Hennepin (27)				
6	South St. Paul	14,592,557	-	-	-	-	14,592,557	3.00%	788.77	0.00541%
191	Burnsville	57,027,968	19,360,173	-	-	-	76,388,141	15.72%	4,129.02	0.00541%
192	Farmington	33,462,749	-	-	-	-	33,462,749	6.89%	1,808.77	0.00541%
194	Lakeville	63,977,124	14,311,031	-	-	-	78,288,155	16.11%	4,231.73	0.00541%
195	Randolph	4,686,686	705,154	-	-	-	5,391,840	1.11%	291.45	0.00541%
197	West St. Paul	68,555,265	-	-	-	-	68,555,265	14.11%	3,705.63	0.00541%
199	Inver Grove Heights	30,889,388	-	-	-	-	30,889,388	6.36%	1,669.67	0.00541%
200	Hastings	31,331,018	-	38,875	4,239,611	-	35,609,504	7.33%	1,924.81	0.00541%
271	Bloomington	-	105,215	-	-	142,627,253	142,732,468	29.37%	7,715.15	0.00541%
		304,522,755	34,481,573	38,875	4,239,611	142,627,253	485,910,067		26,265.00	

Note: The Taxable Net Tax Capacity (TNTC) consists of net tax capacity, less captured tax increment and fiscal disparities contribution.

FY21 Levy: \$26,265.00

ISD #	Name	APU Est 2019-20	APU District %	Combined TNTC	NTC District %	50/50	District's Portion	NTC Rate
						Blended %	LTFM Levy	
6	South St. Paul	3,723.40	6.23%	14,592,557	3.00%	4.62%	1,213.44	
191	Burnsville	9,479.80	15.86%	76,388,141	15.72%	15.79%	4,147.24	
192	Farmington	7,889.80	13.20%	33,462,749	6.89%	10.04%	2,637.01	
194	Lakeville	12,462.80	20.85%	78,288,155	16.11%	18.48%	4,853.77	
195	Randolph	752.00	1.26%	5,391,840	1.11%	1.18%	309.93	
197	West St. Paul	5,531.00	9.25%	68,555,265	14.11%	11.68%	3,067.75	
199	Inver Grove Heights	3,849.40	6.44%	30,889,388	6.36%	6.40%	1,680.96	
200	Hastings	4,771.60	7.98%	35,609,504	7.33%	7.65%	2,009.27	
271	Bloomington	11,327.20	18.95%	142,732,468	29.37%	24.16%	6,345.63	
		59,787.00	100.0%	485,910,067	100.0%	100.0%	26,265.00	

**Intermediate District No. 917, Minnesota
Current Formula Allocation**

Total Levy: \$69,200			South St. Paul (6)	Burnsville (191)	Farmington (192)	Lakeville (194)	Randolph (195)	West St. Paul (197)	Inver Grove Heights (199)	Hastings (200)	Bloomington (271)
Property Type	Estimated Market Value (a)	Pay 19 Levy NTC Est. Tax Rate (b):	\$2,104	\$10,876	\$4,732	\$11,026	\$778	\$9,705	\$4,415	\$5,113	\$20,450
			\$13,705,535	\$70,842,432	\$30,822,083	\$71,818,113	\$5,067,566	\$63,213,216	\$28,758,244	\$33,305,949	\$133,197,087
			0.015%	0.015%	0.015%	0.015%	0.015%	0.015%	0.015%	0.015%	0.015%
Residential	100,000		0.11	0.11	0.11	0.11	0.11	0.11	0.11	0.11	0.11
Homestead	150,000		0.19	0.19	0.19	0.19	0.19	0.19	0.19	0.19	0.19
	200,000		0.28	0.28	0.28	0.28	0.28	0.28	0.28	0.28	0.28
	225,000		0.32	0.32	0.32	0.32	0.32	0.32	0.32	0.32	0.32
	250,000		0.36	0.36	0.36	0.36	0.36	0.36	0.36	0.36	0.36
	300,000		0.44	0.44	0.44	0.44	0.44	0.44	0.44	0.44	0.44
	400,000		0.61	0.61	0.61	0.61	0.61	0.61	0.61	0.61	0.61
	500,000		0.77	0.77	0.77	0.77	0.77	0.77	0.77	0.77	0.77
	750,000		1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
	1,000,000		1.73	1.73	1.73	1.73	1.73	1.73	1.73	1.73	1.73
Commercial/ Industrial	\$100,000		\$0.23	\$0.23	\$0.23	\$0.23	\$0.23	\$0.23	\$0.23	\$0.23	\$0.23
	150,000		0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35
	250,000		0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65
	500,000		1.42	1.42	1.42	1.42	1.42	1.42	1.42	1.42	1.42
	1,000,000		2.96	2.96	2.96	2.96	2.96	2.96	2.96	2.96	2.96
	3,000,000		9.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10
	5,000,000		15.24	15.24	15.24	15.24	15.24	15.24	15.24	15.24	15.24
Apartments (4 or More Units)	\$ 50,000		\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10
	75,000		0.14	0.14	0.14	0.14	0.14	0.14	0.14	0.14	0.14
	100,000		0.19	0.19	0.19	0.19	0.19	0.19	0.19	0.19	0.19
	200,000		0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38
	500,000		0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
	1,000,000		1.92	1.92	1.92	1.92	1.92	1.92	1.92	1.92	1.92
	3,000,000		5.76	5.76	5.76	5.76	5.76	5.76	5.76	5.76	5.76
	5,000,000		9.60	9.60	9.60	9.60	9.60	9.60	9.60	9.60	9.60
Seasonal/ Recreational (Residential)	\$ 50,000		\$0.08	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08	\$0.08
	100,000		0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15
	150,000		0.23	0.23	0.23	0.23	0.23	0.23	0.23	0.23	0.23
	200,000		0.31	0.31	0.31	0.31	0.31	0.31	0.31	0.31	0.31
	250,000		0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38	0.38
Agricultural Homestead	Value per Acre \$ 7,200	Per Acre	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01
	(Excludes dwelling, up to \$1.94M in total EMV)										
Agricultural, Non-Homestead		Per Acre	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01

(a) Estimated market value is the assessed value, the basis for how each property's taxable market value is calculated.

(b) The tax rate increase is derived by dividing the required amount levied for debt service by total net tax capacity for all properties in the district.

**Intermediate District No. 917, Minnesota
50/50 Blended Allocation Formula**

Total Levy: \$69,200			South St. Paul (6)	Burnsville (191)	Farmington (192)	Lakeville (194)	Randolph (195)	West St. Paul (197)	Inver Grove Heights (199)	Hastings (200)	Bloomington (271)
Property Type	Estimated Market Value (a)	Pay 19 Levy NTC Est. Tax Rate (b):	\$3,342	\$11,112	\$6,727	\$12,465	\$814	\$7,962	\$4,676	\$5,326	\$16,774
			\$13,705,535	\$70,842,432	\$30,822,083	\$71,818,113	\$5,067,566	\$63,213,216	\$28,758,244	\$33,305,949	\$133,197,087
			0.024%	0.016%	0.022%	0.017%	0.016%	0.013%	0.016%	0.016%	0.013%
Residential	100,000		0.18	0.11	0.16	0.12	0.12	0.09	0.12	0.11	0.09
Homestead	150,000		0.31	0.20	0.28	0.22	0.20	0.16	0.21	0.20	0.16
	200,000		0.44	0.28	0.39	0.31	0.29	0.23	0.29	0.29	0.23
	225,000		0.51	0.33	0.45	0.36	0.33	0.26	0.34	0.33	0.26
	250,000		0.57	0.37	0.51	0.41	0.38	0.30	0.38	0.38	0.30
	300,000		0.71	0.45	0.63	0.50	0.47	0.36	0.47	0.46	0.36
	400,000		0.97	0.63	0.87	0.69	0.64	0.50	0.65	0.64	0.50
	500,000		1.22	0.78	1.09	0.87	0.80	0.63	0.81	0.80	0.63
	750,000		1.98	1.27	1.77	1.41	1.31	1.02	1.32	1.30	1.02
	1,000,000		2.74	1.76	2.46	1.95	1.81	1.42	1.83	1.80	1.42
Commercial/ Industrial	\$100,000		\$0.37	\$0.24	\$0.33	\$0.26	\$0.24	\$0.19	\$0.24	\$0.24	\$0.19
	150,000		0.55	0.35	0.49	0.39	0.36	0.28	0.37	0.36	0.28
	250,000		1.04	0.67	0.93	0.74	0.68	0.54	0.69	0.68	0.54
	500,000		2.26	1.45	2.02	1.61	1.49	1.17	1.50	1.48	1.16
	1,000,000		4.69	3.02	4.20	3.34	3.09	2.42	3.13	3.08	2.42
	3,000,000		14.45	9.29	12.93	10.28	9.52	7.46	9.63	9.48	7.46
	5,000,000		24.20	15.57	21.66	17.23	15.95	12.50	16.14	15.87	12.50
Apartments (4 or More Units)	\$ 50,000		\$0.15	\$0.10	\$0.14	\$0.11	\$0.10	\$0.08	\$0.10	\$0.10	\$0.08
	75,000		0.23	0.15	0.20	0.16	0.15	0.12	0.15	0.15	0.12
	100,000		0.30	0.20	0.27	0.22	0.20	0.16	0.20	0.20	0.16
	200,000		0.61	0.39	0.55	0.43	0.40	0.31	0.41	0.40	0.31
	500,000		1.52	0.98	1.36	1.08	1.00	0.79	1.02	1.00	0.79
	1,000,000		3.05	1.96	2.73	2.17	2.01	1.57	2.03	2.00	1.57
	3,000,000		9.15	5.88	8.18	6.51	6.03	4.72	6.10	6.00	4.72
	5,000,000		15.24	9.80	13.64	10.85	10.04	7.87	10.16	10.00	7.87
Seasonal/ Recreational (Residential)	\$ 50,000		\$0.12	\$0.08	\$0.11	\$0.09	\$0.08	\$0.06	\$0.08	\$0.08	\$0.06
	100,000		0.24	0.16	0.22	0.17	0.16	0.13	0.16	0.16	0.13
	150,000		0.37	0.24	0.33	0.26	0.24	0.19	0.24	0.24	0.19
	200,000		0.49	0.31	0.44	0.35	0.32	0.25	0.33	0.32	0.25
	250,000		0.61	0.39	0.55	0.43	0.40	0.31	0.41	0.40	0.31
Agricultural Homestead	Value per Acre \$ 7,200	Per Acre	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.00	\$0.01	\$0.01	\$0.00
	(Excludes dwelling, up to \$1.94M in total EMV)										
Agricultural, Non-Homestead		Per Acre	\$0.02	\$0.01	\$0.02	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01	\$0.01

(a) Estimated market value is the assessed value, the basis for how each property's taxable market value is calculated.
(b) The tax rate increase is derived by dividing the required amount levied for debt service by total net tax capacity for all properties in the district.

EXTRACT OF MINUTES OF MEETING
OF SCHOOL BOARD OF
INDEPENDENT SCHOOL DISTRICT #271
(Bloomington)
STATE OF MINNESOTA

Pursuant to due call and notice thereof, a School Board meeting of Independent School District #271, State of Minnesota, was held on _____, at _____
_ m., for the purpose, in part, of approving the Intermediate School District No. 917's Long-Term Facility Maintenance budget and authorizing the inclusion of a proportionate share of Intermediate School District's long-term facility maintenance projects in the district's application for long-term facility maintenance.

Member _____ introduced the following resolution and moved its adoption:

**RESOLUTION APPROVING INTERMEDIATE SCHOOL DISTRICT
NO. 917'S LONG-TERM FACILITY MAINTENANCE PROGRAM
BUDGET AND AUTHORIZING THE INCLUSION OF A
PROPORTIONATE SHARE OF THOSE PROJECTS IN THE
DISTRICT'S APPLICATION FOR LONG-TERM FACILITY
MAINTENANCE REVENUE**

BE IT RESOLVED by the School Board of Independent School District #271,
State of Minnesota, as follows:

1. The School Board of Intermediate School District 917 has approved a long-term facility maintenance program budget for its facilities for the 2020-2021 school year in the amount of \$26,265 of which our District #271's proportionate share is \$6,345.63. The various components of this program budget are attached as Exhibit A here to and are incorporated herein by reference. Said budget is hereby approved. (Exhibit A.)
2. Minnesota Statutes, Section 123B.57, Subdivision 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 formula that weights two components equally between

the member districts; total net tax capacity and Adjusted pupil units. The long-term facility maintenance costs shall be funded through annual levy instead of issuing bonds. The inclusion of this proportionate share in the district's long-term facility maintenance revenue application for fiscal year 2021 is hereby approved, subject to approval by the Commissioner of Education.

4. 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 Member _____ and, upon vote being taken thereon, the following voted in favor thereof:

And the following voted against the same:

Whereupon said resolution was declared duly passed and adopted.

STATE OF MINNESOTA

COUNTY OF HENNEPIN

I, the undersigned, being the duly qualified and acting Clerk of Independent School District #271, State of Minnesota, hereby certify that I have carefully compared the attached and foregoing extract of minutes of a meeting of Independent School District #271, 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. 917's long-term facility maintenance program budget and authorizing the inclusion of a proportionate share of the Intermediate 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 this _____ day of _____, 2019.

Clerk
Independent School District #271