MANKATO AREA PUBLIC SCHOOLS

Long Term Facilities Maintenance (LTFM) Timeline

Long Term Facilities Maintenance Revenue replaces three revenue sources

- Minnesota Statutes 123B.595 Long Term Facilities Maintenance Revenue

- Replaces revenue from Minnesota Statutes:
  123B.591 Deferred Maintenance
  123B.59 Alternative Facilities
  123B.57 Health and Safety

The uses of revenue remain the same!

Long Term Facilities Maintenance Revenue
LEGISLATION

✦ Maintains the health and safety program

✦ Provides revenue so barriers to accessibility can be removed in public schools

✦ Provides significant revenue for deferred maintenance of school facilities

Revenue is based on:

- Per pupil funding
- Average age of district buildings, ratio to 35 years <=1
- Additional revenue for some H & S projects > $100,000
- Greater of revenue under old laws or new LTFM.

Taxes Payable in Calendar Year 2016
Are recorded as revenue in Fiscal Year 2017

Revenue is a three year phase in!

- Fiscal 17 is $193 x APU x <1 or AVE Bid Age/35
- Fiscal 18 is $292 x APU x <1 or AVE Bid Age/35
- Fiscal 19 is $380 x APU x <1 or AVE Bid Age/35

	Fiscal Year, Ending June 30th -->	2017	2018	2019
ESTIMATED EXPENDITURES:				
	Health and Safety, Exduding Projects in Finance codes 358, 363 and 366 Costing > $100,000 per Site			
Finance	Category			
347	Physical Hazards	$200,000	$200,000	$200,000
349	Other Hazardous Materials	$10,000	$10,000	$10,000
352	Environmental Health & Safety Management	$40,000	$40,000	$50,000
358	Asbestos Removal and Encapsulation	$100,000	$100,000	$100,000
363	Fire Safety	$100,000	$100,000	$100,000
366	Indoor Air Quality	$120,000	$150,000	$140,000
	Total Health and Safety Capital Projects	$570,000	$600,000	$600,000
	Health and Safety, Projects Costing > $100,000 per Site			
358	Asbestos Removal and Encapsulation	$0	$0	$0
363	Fire Safety	$0	$0	$0
366	Indoor Air Quality	$0	$0	$0
	Total Health and Safety Capital Projects $100,000 or More	$0	$0	$0
	Accessibility			
Finance	Category			
367	Accessibility	$0	$150,000	$0

	Deferred Capital Expenditures and Maintenance Projects			
Finance	Category			
368	Building Envelope	$20,000	$200,000	$80,000
369	Building Hardware and Equipment	$85,157	$179,000	$562,000
370	Electrical	$0	$200,000	$0
379	Interior Surfaces	$306,157	$807,900	$294,000
380	Mechanical Systems	$228,820	$135,000	$1,671,520
381	Plumbing	$105,000	$55,000	$0
382	Professional Services and Salary	$55,000	$105,000	$155,000
383	Roof Systems	$200,000	$450,000	$20,000
384	Site Projects	$240,192	$328,344	$216,810
	Total Deferred Capital Expense and Maintenance	$1,240,326	$2,460,244	$2,999,330
	Total Annual 10 Year Plan Expenditures	$1,810,326	$3,210,244	$3,599,330

Long-Term Facilities Maintenance (LTFM) Revenue Projection

	FY 2017	FY 2018	FY 2019
Aid and Levy Shares of Total Revenue			
For ANTC & APU, three year prior date	2014	2015	2016
Three year prior Ag Modified ANTC	59,430,200	61,807,408	64,279,704
Three year prior Adjusted PU (New Weights)	8,295.16	8,982.80	9,143.60
ANTC / APU = (36) / (37)	7,164.44	6,880.64	7,030.02
State average ANTC / APU with ag value adjustment	7,227.83	7,413.65	7,694.30
Equalizing Factor = 123% of (39)	8,890.23	9,118.79	9,463.99
Local share of Equalized Revenue (lesser of 1 or (38) / (40))	80.59%	75.46%	74.28%
State share of Equalized Revenue (1 - (41))	19.41%	24.54%	25.72%
Equalized Revenue (lesser of (34) or (6) * (8))	1,818,870.60	2,689,028.00	3,499,420.00
Initial LTFM State Aid (42) * (43)	353,082.96	660,005.11	899,988.62
Old formula Grandfathered Alternative Facilities Aid	-	-	-
Total LTFM State Aid (Greater of (44) or (45))	353,082.96	660,005.11	899,988.62
Total LTFM Levy (34) - (46)	1,465,787.64	2,029,022.89	2,599,431.38

LTFM Revenue - Statement of Assurances

✦ The superintendent attests that in the ten year plan:

1. Expenditures are for uses allowed by law.
2. No expenditures are prohibited by law.

✦ The superintendent attests UFARS:

1. Expenditures are for uses allowed by law.
2. Contain no expenditures prohibited by law.

✦ The superintendent also attests:

1. A description of each project is maintained.
2. A compliant H & S program is maintained.

July to mid August

Prepare Documents for School Board Approval and Subsequent Submission for Commissioner Approval

- Ten year expenditure by finance code
- Ten year revenue spreadsheet
- Statement of Assurances
- School Board Minutes adopting LTFM 10 Yr Plan

- All LTFM ten year plan documentation sent to MDE should be approved by the school board.

Levy Process

- Upon commissioner approval of the ten year plan levy revenue is authorized on the Sept. levy.
- Submission of ten year plans for FY18 will be afforded an adequate timeline in summer 16.