Long Term Facilities Maintenance Timeline 2017-18

May 1, 2017

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 -->	2018	2019	2020
ESTIMATED EXPENDITURES:				
	Health and Safety, Excluding Projects in Finance codes 358, 363 and 366 Costing >$100,000 per Site			
Finance	Category			
347	Physical Hazardous	$100,000	$150,000	$135,000
349	Other Hazardous Materials	$25,000	$40,000	$40,000
352	Environmental Health & Safety Management	$200,000	$200,000	$200,000
358	Asbestos Removal and Encapsulation	$100,000	$125,000	$100,000
363	Fire Safety	$75,000	$75,000	$75,000
366	Indoor Air Quality	$100,000	$60,000	$100,000
	Total Health and Safety Capital Projects	**$600,000**	**$650,000**	**$650,000**
	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			
367	Accessibility	$200,000	$50,000	$50,000
	Total Accessibility	**$200,000**	**$50,000**	**$50,000**

	Deferred Capital Expenditures and Maintenance Projects			
Finance	Category	2018	2019	2020
368	Building Envelope	$100,000	$200,000	$200,000
369	Building Hardware and Equipment	$73,000	$350,000	$300,000
370	Electrical	$65,400	$200,000	$200,000
379	Interior Surfaces	$173,200	$500,000	$250,000
380	Mechanical Systems	$312,000	$250,000	$500,000
381	Plumbing	$200,000	$200,000	$200,000
382	Professional Services and Salary	$120,000	$200,000	$200,000
383	Roof Systems	$450,000	$550,000	$600,000
384	Site Projects	$386,400	$350,000	$350,000
	Total Deferred Capital Expenses and Maintenance	**$1,880,000**	**$2,800,000**	**$2,800,000**
	Total Annual 10 Year Plan Expenditures	**$2,680,000**	**$3,500,000**	**$3,500,000**

Long-Term Facilities Maintenance (LTFM) Revenue Projection

	2017	2018	2019
Total LTFM Levy	$1,480,954.60	$2,693,420.00	$3,499,420.00
LTFM State Aid	$337,916.00	$441,343.00	$899,988.62
Revenue Total	$1,818,870.60	$2,693,420.00	$3,499,420.00

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.

June
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 FY19 will be afforded an adequate timeline in summer 2017.