

Long Term Facilities Maintenance Timeline 2018–19



May 7, 2018

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 2018
Are recorded as revenue in Fiscal Year 2019

Revenue is a three year phase in!

- ★ Fiscal 17 is $\$193 \times \text{APU} \times <1 \text{ or AVE Bid Age}/35$
- ★ Fiscal 18 is $\$292 \times \text{APU} \times <1 \text{ or AVE Bid Age}/35$
- ★ Fiscal 19 is $\$380 \times \text{APU} \times <1 \text{ or AVE Bid Age}/35$

	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 2018

**Prepare Documents for School Board Approval in July
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
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- ★ 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 FY20 will be presented to the Board in the summer 2018.

LTFM Projects for Summer/Fall 2018

★ FY 19 Projects for Health & Safety

Thank You!

Questions?