

Finance Committee Meeting

Monday, December 4, 2023 7:30 AM

Faribault Public Schools District Office, 710 17th Street SW, Faribault, MN 55021

I. Business Items

I.A. Approval of Minutes from the November 13 Finance Committee Meeting.

I.B. Approval to schedule the School Board meeting for January 22, 2024.

I.C. Approval to schedule the Finance Committee Meeting for January 16, 2024.

II. Contracts, Agreements, Bids and Grants for Review

II.A. Approval of the 2024 Calendar Year Cyber Insurance Policy.

II.B. Approval of the Low Responsible Bid for the Middle School HVAC Project.

II.C. Approval of the Low Responsible Bid for the combined Lincoln and High School HVAC Projects.

II.D. Approval of the 2023, Payable 2024, Levy.

III. Financial Performance

III.A. FY24 Monthly Student Counts

IV. Financial Strategies

V. Next Meeting - TBD

VI. Adjourn - ACTION

FINANCE COMMITTEE MINUTES

This meeting was held remotely via Google Meet
November 13, 2023 at 7:30 a.m.

Members in Attendance: Jamie Bente, John Bellingham, Roxanne Hill, Scott Gerdes, Stacy Fox, Joel Olson, Rob Dehnert, Richard Olson, Jason Engbrecht and Brett Martindale

Others in Attendance: Amy Bouma and Nick Jurrens

Members Absent: Meghan Knutson, Chad Wolff, and Dave Campbell

This meeting was called to order at 7:30 a.m.

I. Business Items

- a. Motion by Mr Bellingham to approve the minutes from the October 16, 2023 Finance Committee Meeting by , seconded by Mr Richard Olson . Motion passed.

II. Contracts, Agreements, Bids and Grants for Review

- a. Approval of the revised SRO FY24 contract: Mr Bente and Mr Gerdes discussed a few minor changes to the SRO contract. Motion to approve by Mr Richard Olson and seconded by Mr Bente. Motion Carries.

III. Financial Performance

- a. Approval of the First Budget Revision for the FY24 school year: Mr Gerdes discussed a revision of the General Fund budget based on new legislative changes, settled contracts, and the creation of a new charter school in Faribault. Motion to approve by Mr Joel Olson. Seconded by Mr Bellingham. Motion carries.
- b. Mr Gerdes presented a 2 Year financial forecast.
- c. FY2024 ADM Student Counts: Mr Gerdes discussed the projected student counts for the year, 3134 as of the end of October.
- d. October 2023 Comparative Financials: Mr Gerdes presented the October comparative report. October saw a high number of medical claims resulting in more expense over revenue.
- e. October 2023 Investment Report: Mr Gerdes spoke on the investment reports for October. Cash is down but was to be expected because we haven't made draws yet for federal revenue yet this year.
- f. October 2023 Analytics and Fund Summary: Mr Gerdes presented that our fund balances in FY24 will increase.

IV. Financial Strategies

- a. Mr. Richard Olson would like some discussion on the possibility of changing banks. Mr Gerdes informed that, because we are a governmental entity, there are collateralization regulations that prevent FPS to switch to a smaller local bank. Also, there are security regulations that must be in place. After some discussion, the consensus was that we are comfortable with remaining at CCF bank but can look into switching down the road.

V. Next Meeting Monday December 4, 2023 at 7:30 am.

VI. Motion by Ms Fox to adjourn the meeting, second by Mr Engbrect . Meeting adjourned at 8:21 a.m.

Respectfully submitted by Brett Martindale



📍 710 17th St. SW, Faribault, MN 55021

📞 Office: 507-333-6000 | 📠 Fax: 507-333-6050

MEMORANDUM

Date: December 4, 2023

To: Finance Committee

From: Scott Gerdes, Director of Finance & Operations

RE: January 2024 Business Meeting

In order to facilitate the sale of the Health & Safety deferred maintenance bonds, I would request that the board approve the date of the January 2024 business meeting. In the past it has been January 22, 2024, but the date does not matter for this process.



710 17th St. SW, Faribault, MN 55021

Office: 507-333-6000 | Fax: 507-333-6050

MEMORANDUM

Date: December 4, 2023

To: Finance Committee

From: Scott Gerdes, Director of Finance & Operations

RE: January 2024 Finance Committee Meeting

We propose to set the January 2024 Finance Committee meeting one week prior to the board meeting. If the board meeting is set for January 22, 2024, the Finance Meeting would be on Tuesday, January 16, 2024.

Management Liability Insurance Proposal

Faribault Public Schools ISD 656

710 17th Street SW
Faribault, MN 55021

Presented By: Shalin Johnson

Presented On: November 30, 2023

Policy Term: January 1, 2024 to January 1, 2025

Proposal Expires On: January 1, 2024

Network Security & Privacy Liability

INSURED:	Faribault Public Schools, ISD 656
INSURER:	Palomar Excess and Surplus Insurance Company (Non-Admitted)
AM BEST RATING:	A XV (Excellent)
POLICY FORM:	Cowbell Cyber Risk Insurance Policy – Prime 250
POLICY TERM:	January 1, 2024 to January 1, 2025

CLAIMS MADE COVERAGE	2024-2025 PROPOSAL FROM COWBELL
LIMITS OF LIABILITY: (PER CLAIM & AGGREGATE)	
LIABILITY EXPENSE	
Liability Costs	\$ 1,000,000
Regulatory Costs	\$ 1,000,000
PCI Costs	\$ 1,000,000
FIRST PARTY EXPENSE	
Cowbell Breach Fund	\$ 1,000,000
Data Restoration Costs	\$ 1,000,000
Extortion Costs	\$ 1,000,000
Business Impersonation Costs	\$ 1,000,000
Reputational Harm Expense	\$ 500,000
FIRST PARTY LOSS	
Business Interruption Loss	\$ 1,000,000
Contingent Business Interruption Loss	\$ 1,000,000
System Failure	\$ 1,000,000
Cyber Crime Loss	\$ 250,000
Bricking Costs	\$ 1,000,000
Criminal Reward Costs	\$ 100,000
COVERAGE ENDORSEMENTS	
California Consumer Privacy Act (CCPA)	\$ 1,000,000
General Data Protection Regulation (GDPR)	\$ 1,000,000
Utility Fraud Attack	\$ 100,000
Cowbell Breach Fraud Separate Limit	\$ 1,000,000
Media Liability	\$ 1,000,000
Cryptojacking	\$ 100,000
POLICY AGGREGATE	\$ 1,000,000
RETENTION: (PER CLAIM)	
Business Interruption Waiting Period	12 Hours
Reputational Harm Waiting Period	12 Hours
All Other	\$ 25,000

Network Security & Privacy Liability (Continued)

	2023-2024	2024-2025
ANNUAL PREMIUM:	\$ 21,868.32	\$ 23,191.09
TRIA Premium	\$ 218.68	\$ 231.91
Underwriting Fees	\$ 450.00	\$ 450.00
Surplus Lines Tax	\$ 676.11	\$ 716.19
Stamping Fee	\$ 9.01	\$ 9.55
TOTAL ANNUAL PREMIUM:	\$ 23,222.12	\$ 24,598.74

RETROACTIVE DATE: Full Prior Acts

TERMS AND CONDITIONS IN ADDITION TO THE POLICY FORM:

1. Notice to Policyholders – OFAC
2. Cowbell Cyber Risk Insurance Declarations - Prime 250
3. Customer Notice of Privacy Policy & producer Compensation Practices Disclosure
4. Service of Process
5. California consumer Privacy Act
6. General Data Protection Regulation
7. Utility Fraud Attack
8. Media Liability
9. Cowbell Breach Fund Separate Limit
10. Cryptojacking
11. BIPA Exclusion Endorsement
12. Cyber Terrorism Amendatory Endorsement
13. Disclosure Pursuant to Terrorism Risk Insurance Act
14. Cap on Losses from Certified Acts of Terrorism
15. Trade or Economic Sanctions Exclusion Endorsement

SUBJECTIVES:

- Completed Acknowledgment Form
- Completed Non-Admitted Carrier Form
- Please provide the intended Policyholder's contact information
- There are unanswered security questions present on the Cowbell Renewal Application.
- Implement MFA fully on (1) Company Email, 2) Remote Network Access, 3) Critical System Access, 4) Cloud Application Access, and 5) Admin Accounts in order to remove the Extortion Threat Sublimit Endorsement

Payment Terms

PAYMENT TERMS:

- Direct Bill: Premium paid directly to the carrier; Installment options may be available; or
- Agency Bill: Annual premium due at policy inception to MMA; Premium financing available upon request
 - MMA provides the option to pay via credit card or echeck (ACH). The endorsed partner is SecurFee. A payment up to \$50,000 via echeck is also available with a \$4.00 flat fee.

Benefits to you:

- The convenience of paying with credit card online
- The ability to earn loyalty points from the credit card of your choosing
- Payment access 24/7/365
- Easy payment process
- AmEx, Discover, MasterCard, and VISA accepted with NO LIMIT
- <https://serviceapi.securfee.com/marshmma>

Security & Privacy Ensured:

- Information needed to process transactions is sent over a secure, encrypted internet connection
- SecurFee complies with all PCI security and privacy rules (no cardholder data is stored)
- SecurFee implements the latest data security measures, including CAPTCHA

About SecurFee

- SecurFee is an independent payment service provider, specializing in online payments with no processing fee to the merchant. They are MMA's endorsed partner for credit card payments and have built a payment portal designed specifically for our agency partners.
- www.securfee.com

Compensation Disclosure & Limitation of Liability

Marsh & McLennan Agency LLC (“MMA”) prides itself on being an industry leader in the area of transparency and compensation disclosure. We believe you should understand how we are paid for the services we are providing to you. We are committed to compensation transparency and to disclosing to you information that will assist you in evaluating potential conflicts of interest.

As a professional insurance producer, MMA and its subsidiaries facilitate the placement of insurance coverage on behalf of our clients. As an independent insurance agent, MMA may have authority to obligate an insurance company on behalf of our clients and as a result, we may be required to act within the scope of the authority granted to us under our contract with the insurer. In accordance with industry custom, we are compensated either through commissions that are calculated as a percentage of the insurance premiums charged by insurers, or fees agreed to with our clients.

MMA engages with clients on behalf of itself and in some cases as agent on behalf of its non-US affiliates with respect to the services we may provide. For a list of our non-US affiliates, please visit: <https://mma.marshmma.com/non-us-affiliates>. In those instances, MMA will bill and collect on behalf of the non-US Affiliates amounts payable to them for placements made by them on your behalf and remit to them any such amounts collected on their behalf;

MMA receives compensation through one or a combination of the following methods:

- **Retail Commissions** – A retail commission is paid to MMA by the insurer (or wholesale broker) as a percentage of the premium charged to the insured for the policy. The amount of commission may vary depending on several factors, including the type of insurance product sold and the insurer selected by the client.
- **Client Fees** – Some clients may negotiate a fee for MMA’s services in lieu of, or in addition to, retail commissions paid by insurance companies. Fee agreements are in writing, typically pursuant to a Client Service Agreement, which sets forth the services to be provided by MMA, the compensation to be paid to MMA, and the terms of MMA’s engagement. The fee may be collected in whole, or in part, through the crediting of retail commissions collected by MMA for the client’s placements.
- **Contingent Commissions** – Many insurers agree to pay contingent commissions to insurance producers who meet set goals for all or some of the policies the insurance producers place with the insurer during the current year. The set goals may include volume, profitability, retention and/or growth thresholds. Because the amount of contingent commission earned may vary depending on factors relating to an entire book of business over the course of a year, the amount of contingent commission attributable to any given policy typically will not be known at the time of placement.

Compensation Disclosure & Limitation of Liability

- **Supplemental Commissions** – Certain insurers and wholesalers agree to pay supplemental commissions, which are based on an insurance producer’s performance during the prior year. Supplemental commissions are paid as a percentage of premium that is set at the beginning of the calendar year. This percentage remains fixed for all eligible policies written by the insurer during the ensuing year. Unlike contingent commissions, the amount of supplemental commission is known at the time of insurance placement. Like contingent commissions, they may be based on volume, profitability, retention and/or growth.
- **Wholesale Broking Commissions** – Sometimes MMA acts as a wholesale insurance broker. In these placements, MMA is engaged by a retail agent that has the direct relationship with the insured. As the wholesaler, MMA may have specialized expertise, access to surplus lines markets, or access to specialized insurance facilities that the retail agent does not have. In these transactions, the insurer typically pays a commission that is divided between the retail and wholesale broker pursuant to arrangements made between them.
- **Medallion Program and Sponsorships** – Pursuant to MMA’s Medallion Program, participating carriers sponsor educational programs, MMA events and other initiatives. Depending on their sponsorship levels, participating carriers are invited to attend meetings and events with MMA executives, have the opportunity to provide education and training to MMA colleagues and receive data reports from MMA. Insurers may also sponsor other national and regional programs and events.
- **Other Compensation & Sponsorships** – From time to time, MMA may be compensated by insurers for providing administrative services to clients on behalf of those insurers. Such amounts are typically calculated as a percentage of premium or are based on the number of insureds. Additionally, insurers may sponsor MMA training programs and events.

We will be pleased to provide you additional information about our compensation and information about alternative quotes upon your request. For more detailed information about the forms of compensation we receive please refer to our Marsh & McLennan Agency Compensation Guide at <https://www.marshmma.com/us/compensation-guide.html>.

MMA’s aggregate liability arising out of or relating to any services on your account shall not exceed ten million dollars (\$10,000,000), and in no event shall we be liable for any indirect, special, incidental, consequential or punitive damages or for any lost profits or other economic loss arising out of or relating to such services. In addition, you agree to waive your right to a jury trial in any action or legal proceeding arising out of or relating to such services. The foregoing limitation of liability and jury waiver shall apply to the fullest extent permitted by law.

Rev September 8, 2022

Credit Policy

Marsh & McLennan Agency strives to offer the highest quality of service at the most competitive price possible. Accordingly, we have the following credit policy in place to assure that your coverage is not interrupted during the policy term.

- All premiums are due on the invoice date or effective date of the insurance, whichever is later. Always submit the remittance copy with your payment. If a remittance copy is not submitted, we will apply the cash to the oldest item on the account. Also, credit memos that cannot be applied against the original invoice will be applied to the oldest items on the account unless you direct us otherwise.
- If installment payments are available and provided under insurance policy terms, you will receive an invoice for each installment. Installments are due on the effective date of the invoice. Marsh & McLennan Agency does not finance annual or installment premiums. However, should you wish to finance your premium, we can place your financing with an approved insurance premium finance company.

Your Service Team maintains the on-line access to all of your coverage, premium and accounting detail and will be able to answer most billing questions. Any other questions will be referred directly to our accounting department for immediate response. We thank you for your support and business.

Non-Admitted Carriers Disclosure

“Non-admitted Carriers” were developed for high-risk or unique exposures which conventional companies refuse to supply. A “Non-admitted Carrier” is not supported by state guarantee funds, meaning that if they fail, your premium and your insurance is probably lost. “Non-admitted Carriers” are generally not subject to regulation by your individual state insurance department therefore, the financial rating for a “Non-admitted Carrier” is of importance.

This proposed insurance coverage is being quoted to you under your State’s Surplus Lines Insurance Act. The insurer is an eligible Surplus Lines Insurer, but is not otherwise licensed by your State.

In case of insolvency of the insurer after you purchase the proposed insurance coverage, payment of claims is not guaranteed.

This policy is not included for coverage under your State’s Insurance Guaranty Association.

Name of Insurer: Cowbell/Palomar Excess and Surplus Insurance Company

I have read the foregoing notice and received a copy for my records this _____ day of _____.

Signature: _____

Date: _____

Disclaimer

No coverage is provided by this summary, nor can it be construed to replace any provision of the policy. Refer to the actual policy for complete information on the coverages provided. If there is a conflict between the policy and this summary, the provisions of the policy shall govern.

This proposal contains a brief outline of coverages and not a complete explanation of insurance being presented. It is intended to provide a summary of coverage for your review. Only the policy itself can provide a detailed description of the terms conditions, exclusions and endorsements of coverage. A complete specimen policy form will be made available upon your request. For details of coverage refer to the policy itself when issued. This document is neither a binder nor a legal interpretation of the insurance coverage.

In evaluating your exposures to loss, we are dependent upon information provided by you. You ultimately choose the values elected. If there are any areas that need to be evaluated prior to binding coverage, or should any of your exposures change after coverage is bound, please let us know so coverage can be discussed. While we will strive to place your insurance with reputable, highly rated companies, we cannot guarantee the financial stability of an insurance company.

In order to ensure that your important changes are properly communicated, please contact us as questions arise and or exposure changes occur. We must discuss how they affect your insurance program.

The changes in exposure that have an impact on your insurance program include, but are not limited to, those listed below:

- Changes to any operation such as expansion to another state, new products, etc.
- Mergers and/or acquisitions or creations of new companies or subsidiaries, or if you are considering an offer to be acquired.
- New funding, offerings, divestitures, etc.
- Any changes in ownership.
- Circumstances which may require an increase in liability insurance limits
- In the event you receive any lawsuit, written demand for monetary damages or injunctive relief, a threat (verbal or otherwise) of legal action or if circumstances exists that you feel may give rise to a claim under this policy.
- In the event that you receive Notice from a city, state or federal agency, including an administrative charge notice or notice of investigation.
- If you are making any other material business decisions, or anticipate a situation where this insurance may be activated and have questions on how it may respond.

Your insurance program will only be as good as the communication between your organization and Marsh & McLennan Agency.

Acknowledgment Form

As part of the proposal we have included optional quotations for your review, to make certain we are placing the coverage correctly on your behalf, please specify (check) the option you want us to bind.

<input type="checkbox"/>	Option 1:	Cowbell - \$1m limit with \$25k retention for \$24,598.74 total premium
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Please note the subjectivities section of the attached proposal. Binding is subject to completion and acceptance of these subjectivities.

On behalf of Faribault School District and all other persons or entities insured under the insurance policy applied for, I acknowledge and understand that by the purchase of the Network Security & Privacy Liability insurance policy applied for it imposes upon the Insureds various obligations, including those stated in the conditions section of the insurance policy. These conditions include, but are not limited to, giving the Insurer required notice and cooperation as stated in the policy, and that failure to comply with these policy terms and conditions could have the effect of limiting or precluding coverage under the insurance policy. It is further acknowledged that the obligations required to be fulfilled in the insurance policy apply to the Insured, and not Marsh & McLennan Agency or its employees or representatives, and thus Marsh & McLennan Agency, is not responsible for any liability or damages that might result from failure to comply with the terms and conditions of the insurance contract.

I understand coverage is ONLY bound when written confirmation is received from the carrier(s).

By: _____

Title: _____

On behalf of the Named Insured and all other Insureds covered by the insurance contract.

Date: _____



Marsh & McLennan Agency
6160 Golden Hills Drive
Minneapolis, MN 55416
763.746.8000



Memorandum

To: Jamie Bente, Superintendent
School Board Members

From: Scott Gerdes, Director of Finance and Operations

Re: Cyber Risk Insurance Policy

Date: December 4, 2023

Please consider, for approval, the 2024 calendar year Cowbell Cyber Risk Insurance Policy. Palomar Excess and Surplus Insurance Company is the same vendor we used last year and has an AM Best Rating of A xv (Excellent). The total annual premium for this increased by just under 6% from last year to this year for a total of \$24,598.74.

NOVEMBER 29TH, 2023

Kain Smith
Director of Building & Grounds
ISD 656 Faribault School District
710 17th Street SW
Faribault, MN 55021
ksmith@faribault.k12.mn.us

The logo for ISG, consisting of the letters 'ISG' in a white, sans-serif font centered within a dark gray square.

RE: Letter of Recommendation

Kain,

On November 28th 2023, bids were received for the Faribault Public Schools Middle School HVAC Renovation. A total of five bids were received. The combined bids ranged from \$3,381,000 to \$3,070,000, refer to the attached bid tabulation form.

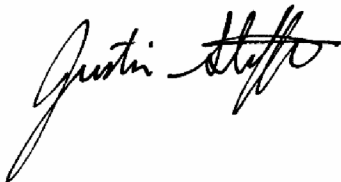
Met-Con Companies proposed the lowest Contract Sum of the submitted bids. Met-Con Companies bid amount was \$3,070,000, inclusive of alternate #1 (replacement of all existing control valves and actuators throughout the building and tie into the BAS system).

On Tuesday November 29th, 2023, ISG completed a bid qualification process with Alex Sammon of Met-Con Companies. Based on that qualification process, Met-Con Companies has indicated that they understand the project schedule requirements and project scope.

Based on this qualification process, it is our understanding that they comprehend the project schedule, scope, and that their bid is reflective of the bid specifications and drawings.

Therefore, we recommend approval of Met-Con Companies bid for the total amount of \$3,070,000.

Sincerely,

A handwritten signature in black ink that reads 'Justin Steffl'.

Justin Steffl,
Senior Project Manager
Justin.Steffl@ISGInc.com

Bid Tabulation

Middle School HVAC Renovation

Faribault, MN



Project Number: 23-29805

Bid Letting Time & Date: 10:00 a.m. - Tuesday, November 28, 2023

Bid Letting Location: District Office - 710 17th Street SW, Faribault, MN

Contractor	Bid Bond	Add #1	Base Bid	Alternate #1	Combined Total	
Brennan Companies	X	X	\$ 3,000,000.00	\$ 285,000.00	\$3,285,000.00	
Ebert construction	X	X	\$ 2,977,000.00	\$ 275,000.00	\$3,252,000.00	
RW Carlstrom	X	X	\$ 3,101,000.00	\$ 280,000.00	\$3,381,000.00	
Met-Con	X	X	\$ 2,802,000.00	\$ 268,000.00	\$3,070,000.00	
Joseph Company	X	X	\$ 3,059,000.00	\$ 282,000.00	\$3,341,000.00	

**SECTION 00 4114
PRIME CONTRACTOR RESPONSE
RESPONSIBLE CONTRACTOR VERIFICATION AND CERTIFICATION OF COMPLIANCE**

**PROJECT TITLE: FARIBAULT PUBLIC SCHOOLS MIDDLE SCHOOL AND BOILER SYSTEM
RENOVATION**

This form includes changes by statutory references from the Laws of Minnesota 2015, chapter 64, sections 1-9. This form must be submitted with the response to this solicitation. A response received without this form, will be rejected.

Minn. Stat. §16C.285, Subd., 7, **IMPLEMENTATION.** any prime contractor or subcontractor or motor carrier that does not meet the minimum criteria in subdivision 3 or fails to verify that it meets those criteria is not a responsible contractor and is not eligible to be awarded a construction contract for the project or to perform work on the project.

Minn. Stat. §16C.285, Subd. 3. **RESPONSIBLE CONTRACTOR, MINIMUM CRITERIA.** "Responsible contractor" means a contractor that conforms to the responsibility requirements in the solicitation document for its portion of the work on the project and verifies that it meets the following minimum criteria:

1. The Contractor:
 - a. is in compliance with workers' compensation and unemployment insurance requirements;
 - b. is in compliance with Department of Revenue and Department of Employment and Economic Development registration requirements if it has employees;
 - c. has a valid federal tax identification number or a valid Social Security number if an individual; and
 - d. has filed a certificate of authority to transact business in Minnesota with the Secretary of State if a foreign corporation or cooperative.

2. The contractor or related entity is in compliance with and, during the three-year period before submitting the verification, has not violated section 177.24, 177.25, 177.41 to 177.44, 181.13, 181.14, or 181.722, and has not violated United States Code, title 29, sections 201 to 219, or United States Code, title 40, sections 3141 to 3148. For purposes of this clause, a violation occurs when a contractor or related entity:
 - a. repeatedly fails to pay statutorily required wages or penalties on one or more separate projects for a total underpayment of \$25,000 or more within the three-year period, provided that a failure to pay is "repeated" only if it involves two or more separate and distinct occurrences of underpayment during the three-year period;
 - b. has been issued an order to comply by the commissioner of Labor and Industry that has become final;
 - c. has been issued at least two determination letters within the three-year period by the Department of Transportation finding an underpayment by the contractor or related entity to its own employees;
 - d. has been found by the commissioner of Labor and Industry to have repeatedly or willfully violated any of the sections referenced in this clause pursuant to section 177.27;
 - e. has been issued a ruling or findings of underpayment by the administrator of the Wage and Hour Division of the United States Department of Labor that have become final or have been upheld by an administrative law judge or the Administrative Review Board; or
 - f. has been found liable for underpayment of wages or penalties or misrepresenting a construction worker as an independent contractor in an action brought in a court having jurisdiction. Provided that, if the contractor or related entity contests a determination of underpayment by the Department of Transportation in a contested case proceeding, a violation does not occur until the

contested case proceeding has concluded with a determination that the contractor or related entity underpaid wages or penalties.

3. The contractor or related entity is in compliance with and, during the three-year period before submitting the verification, has not violated section 181.723 or chapter 326B. For purposes of this clause, a violation occurs when a contractor or related entity has been issued a final administrative or licensing order;
4. The contractor or related entity has not, more than twice during the three-year period before submitting the verification, had a certificate of compliance under section 363A.36 revoked or suspended based on the provisions of section 363A.36, with the revocation or suspension becoming final because it was upheld by the Office of Administrative Hearings or was not appealed to the office;
5. The contractor or related entity has not received a final determination assessing a monetary sanction from the Department of Administration or Transportation for failure to meet targeted group business, disadvantaged business enterprise, or veteran-owned business goals, due to a lack of good faith effort, more than once during the three-year period before submitting the verification;
 - a. Any violations, suspensions, revocations, or sanctions, as defined in clauses (2) to (5), occurring prior to July 1, 2014, shall not be considered in determining whether a contractor or related entity meets the minimum criteria.
6. The contractor or related entity is not currently suspended or debarred by the federal government or the state of Minnesota or any of its departments, commissions, agencies, or political subdivisions that have authority to debar the contractor; and
7. All subcontractors and motor carriers that the contractor intends to use to perform project work have verified to the contractor through a signed statement under oath by an owner or officer that they meet the minimum criteria listed in clauses (1) to (6).

Minn. Stat. 1§16C.285, Subd. 5. **SUBCONTRACTOR VERIFICATION.** A prime contractor or subcontractor shall include in its verification of compliance under subdivision 4 a list of all of its first-tier subcontractors that it intends to retain for work on the project. Prior to execution of a construction contract, and as a condition precedent to the execution of a construction contract, the apparent successful prime contractor shall submit to the contracting authority a supplemental verification under oath confirming compliance with subdivision 3, clause (7). Each contractor or subcontractor shall obtain from all subcontractors with which it will have a direct contractual relationship a signed statement under oath by an owner or officer verifying that they meet all of the minimum criteria in subdivision 3 prior to execution of a construction contract with each subcontractor.

If a prime contractor or any subcontractor retains additional subcontractors on the project after submitting its verification of compliance, the prime contractor or subcontractor shall obtain verifications of compliance from each additional subcontractor with which it has a direct contractual relationship and shall submit a supplemental verification, confirming compliance with subdivision 3, clause (7), within 14 days of retaining the additional subcontractors.

A prime contractor shall submit to the contracting authority upon request copies of the signed verifications of compliance from all subcontractors of any tier pursuant to subdivision 3, clause (7). A prime contractor and subcontractors shall not be responsible for the false statements of any subcontractor with which they do not have a direct contractual relationship. A prime contractor and subcontractors shall be responsible for false statements by their first-tier subcontractors with

which they have a direct contractual relationship only if they accept the verification of compliance with actual knowledge that it contains a false statement.

Subd. 5a. Motor carrier verification. A prime contractor or subcontractor shall obtain annually from all motor carriers with which it will have a direct contractual relationship a signed statement under oath by an owner or officer verifying that they meet all the minimum criteria in subdivision 3 prior to execution of a construction contract with each motor carrier. A prime contractor or subcontractor shall require each such motor carrier to provide it with immediate written notification in the event that the motor carrier no longer meets one or more of the minimum criteria in subdivision 3 after submitting its annual verification. A motor carrier shall be ineligible to perform work on a project covered by this section if it does not meet all the minimum criteria in subdivision 3. Upon request, a prime contractor or subcontractor shall submit to the contracting authority the signed verifications of compliance from all motor carriers providing for-hire transportation of materials, equipment, or supplies for a project.

Minn.Stat. §16C.285, Subd. 4. **VERIFICATION OF COMPLIANCE.** A contractor responding to a solicitation document of a contracting authority shall submit to the contracting authority a signed statement under oath by an owner or officer verifying compliance with each of the minimum criteria in subdivision 3, with the exception of clause (7), at the time that it responds to the solicitation document.

A contracting authority may accept a signed statement under oath as sufficient to demonstrate that a contractor is a responsible contractor and shall not be held liable for awarding a contract in reasonable reliance on that statement. A prime contractor, subcontractor, or motor carrier that fails to verify compliance with any one of the required minimum criteria or makes a false statement under oath in a verification of compliance shall be ineligible to be awarded a construction contract on the project for which the verification was submitted.

A false statement under oath verifying compliance with any of the minimum criteria may result in termination of a construction contract that has already been awarded to a prime contractor or subcontractor or motor carrier that submits a false statement. A contracting authority shall not be liable for declining to award a contract or terminating a contract based on a reasonable determination that the contractor failed to verify compliance with the minimum criteria or falsely stated that it meets the minimum criteria. A verification of compliance need not be notarized. An electronic verification of compliance made and submitted as part of an electronic bid shall be an acceptable verification of compliance under this section provided that it contains an electronic signature as defined in section 325L.02 paragraph (h).


CERTIFICATION

By signing this document, I certify that I am an owner or officer of the company, and I swear under oath that:

- 1) My company meets each of the Minimum Criteria to be a responsible contractor as defined herein and is in compliance with Minn. Stat. §16C.285, and
- 2) if my company is awarded a contract, I will submit Attachment A-1 prior to contract execution, and
- 3) if my company is awarded a contract, I will also submit Attachment A-2 as required.

Authorized Signature of Owner or Officer:

Printed Name:



Randy McDonough

Title: President

Date: 11/28/2023

Company Name: Met-Con Construction, Inc.

SUPPLEMENTAL CERTIFICATION FOR ATTACHMENT A-1

By signing this document, I certify that I am an owner or officer of the company, and I swear under oath that:

All first-tier subcontractors listed on Attachment A-1 have verified through a signed statement under oath by an owner or officer that they meet the minimum criteria to be a responsible contractor as defined in Minn. §16C.285

Authorized Signature of Owner or Officer:

Printed Name:



Randy McDonough

Title: President

Date: 11/28/2023

Company Name: Met-Con Construction, Inc.

NOVEMBER 29TH, 2023

Kain Smith
Director of Building & Grounds
ISD 656 Faribault School District
710th 17th Street SW
Faribault, MN 55021
ksmith@faribault.k12.mn.us

The logo for ISG, consisting of the letters 'ISG' in a white, sans-serif font inside a dark grey square.

RE: Letter of Recommendation

Kain,

On November 28th 2023, Bids were received for the Faribault Public Schools High School and Lincoln Elementary HVAC Renovation. A total of (5) bids were received. The combined bids ranged from \$4,668,100 to \$4,218,000, refer to the attached bid tabulation form.

Ebert Construction proposed the lowest Contract Sum of the submitted bids. Due to a clinical error by Ebert, Ebert Construction has requested to withdraw their bid (see request attached).

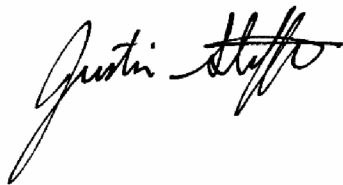
Brennan Companies had the next lowest Contract Sum of the submitted bids. Brennan Companies combined bid amount was \$4,218,000, inclusive of alternates 1 and 2 (replacement of all existing control valves and actuators throughout the buildings and tie into the BAS system).

On Tuesday November 28th, 2023, ISG completed a bid qualification process with Kaz Hultgren of Brennan Companies. Based on that qualification process, Brennan Companies has indicated that they understand the project schedule requirements and project scope.

Based on this qualification process, it is our understanding that they comprehend the project schedule, scope, and that their bid is reflective of the bid specifications and drawings.

Therefore, we recommend approval of Brennan Companies bid for the total amount of \$4,218,000.

Sincerely,

A handwritten signature in black ink that reads 'Justin Steffl'.

Justin Steffl,
Senior Project Manager
Justin.Steffl@ISGInc.com

11/28/2023

Justin Steffl
ISG
115 East Hickory Street, Suite 300
Mankato, Minnesota 56001

Subject: Request to withdraw bid for Faribault High School & Elementary School

Mr. Justin Steffl,

This letter is in reference to Ebert Construction's bid on Nov 28, 2023, for the Faribault High School & Elementary School project. At this time, Ebert is requesting to withdraw our bid due to a clerical error on alternate #1 and alternate #2 that was discovered immediately after reviewing the accuracy of the bid. We apologize for the discovery and hope Faribault School District can understand this unfortunate mistake.

Please contact me with any additional questions. Again, we apologize for this situation and we wish you the best on the project.

Thank you,



Markus Ebert
Vice President-Ebert Construction.

**SECTION 00 4114
PRIME CONTRACTOR RESPONSE
RESPONSIBLE CONTRACTOR VERIFICATION AND CERTIFICATION OF COMPLIANCE**

**PROJECT TITLE: FARIBAULT PUBLIC SCHOOLS HIGH SCHOOL AND LINCOLN ELEMENTARY
SCHOOL HVAC RENOVATION**

This form includes changes by statutory references from the Laws of Minnesota 2015, chapter 64, sections 1-9. This form must be submitted with the response to this solicitation. A response received without this form, will be rejected.

Minn. Stat. §16C.285, Subd., 7, **IMPLEMENTATION.** any prime contractor or subcontractor or motor carrier that does not meet the minimum criteria in subdivision 3 or fails to verify that it meets those criteria is not a responsible contractor and is not eligible to be awarded a construction contract for the project or to perform work on the project.

Minn. Stat. §16C.285, Subd. 3. **RESPONSIBLE CONTRACTOR, MINIMUM CRITERIA.** "Responsible contractor" means a contractor that conforms to the responsibility requirements in the solicitation document for its portion of the work on the project and verifies that it meets the following minimum criteria:

1. The Contractor:
 - a. is in compliance with workers' compensation and unemployment insurance requirements;
 - b. is in compliance with Department of Revenue and Department of Employment and Economic Development registration requirements if it has employees;
 - c. has a valid federal tax identification number or a valid Social Security number if an individual; and
 - d. has filed a certificate of authority to transact business in Minnesota with the Secretary of State if a foreign corporation or cooperative.

2. The contractor or related entity is in compliance with and, during the three-year period before submitting the verification, has not violated section 177.24, 177.25, 177.41 to 177.44, 181.13, 181.14, or 181.722, and has not violated United States Code, title 29, sections 201 to 219, or United States Code, title 40, sections 3141 to 3148. For purposes of this clause, a violation occurs when a contractor or related entity:
 - a. repeatedly fails to pay statutorily required wages or penalties on one or more separate projects for a total underpayment of \$25,000 or more within the three-year period, provided that a failure to pay is "repeated" only if it involves two or more separate and distinct occurrences of underpayment during the three-year period;
 - b. has been issued an order to comply by the commissioner of Labor and Industry that has become final;
 - c. has been issued at least two determination letters within the three-year period by the Department of Transportation finding an underpayment by the contractor or related entity to its own employees;
 - d. has been found by the commissioner of Labor and Industry to have repeatedly or willfully violated any of the sections referenced in this clause pursuant to section 177.27;
 - e. has been issued a ruling or findings of underpayment by the administrator of the Wage and Hour Division of the United States Department of Labor that have become final or have been upheld by an administrative law judge or the Administrative Review Board; or
 - f. has been found liable for underpayment of wages or penalties or misrepresenting a construction worker as an independent contractor in an action brought in a court having jurisdiction. Provided that, if the contractor or related entity contests a determination of underpayment by the Department of Transportation in a contested case proceeding, a violation does not occur until the

contested case proceeding has concluded with a determination that the contractor or related entity underpaid wages or penalties.

3. The contractor or related entity is in compliance with and, during the three-year period before submitting the verification, has not violated section 181.723 or chapter 326B. For purposes of this clause, a violation occurs when a contractor or related entity has been issued a final administrative or licensing order;
4. The contractor or related entity has not, more than twice during the three-year period before submitting the verification, had a certificate of compliance under section 363A.36 revoked or suspended based on the provisions of section 363A.36, with the revocation or suspension becoming final because it was upheld by the Office of Administrative Hearings or was not appealed to the office;
5. The contractor or related entity has not received a final determination assessing a monetary sanction from the Department of Administration or Transportation for failure to meet targeted group business, disadvantaged business enterprise, or veteran-owned business goals, due to a lack of good faith effort, more than once during the three-year period before submitting the verification;
 - a. Any violations, suspensions, revocations, or sanctions, as defined in clauses (2) to (5), occurring prior to July 1, 2014, shall not be considered in determining whether a contractor or related entity meets the minimum criteria.
6. The contractor or related entity is not currently suspended or debarred by the federal government or the state of Minnesota or any of its departments, commissions, agencies, or political subdivisions that have authority to debar the contractor; and
7. All subcontractors and motor carriers that the contractor intends to use to perform project work have verified to the contractor through a signed statement under oath by an owner or officer that they meet the minimum criteria listed in clauses (1) to (6).

Minn. Stat. 1§16C.285, Subd. 5. **SUBCONTRACTOR VERIFICATION.** A prime contractor or subcontractor shall include in its verification of compliance under subdivision 4 a list of all of its first-tier subcontractors that it intends to retain for work on the project. Prior to execution of a construction contract, and as a condition precedent to the execution of a construction contract, the apparent successful prime contractor shall submit to the contracting authority a supplemental verification under oath confirming compliance with subdivision 3, clause (7). Each contractor or subcontractor shall obtain from all subcontractors with which it will have a direct contractual relationship a signed statement under oath by an owner or officer verifying that they meet all of the minimum criteria in subdivision 3 prior to execution of a construction contract with each subcontractor.

If a prime contractor or any subcontractor retains additional subcontractors on the project after submitting its verification of compliance, the prime contractor or subcontractor shall obtain verifications of compliance from each additional subcontractor with which it has a direct contractual relationship and shall submit a supplemental verification, confirming compliance with subdivision 3, clause (7), within 14 days of retaining the additional subcontractors.

A prime contractor shall submit to the contracting authority upon request copies of the signed verifications of compliance from all subcontractors of any tier pursuant to subdivision 3, clause (7). A prime contractor and subcontractors shall not be responsible for the false statements of any subcontractor with which they do not have a direct contractual relationship. A prime contractor and subcontractors shall be responsible for false statements by their first-tier subcontractors with

which they have a direct contractual relationship only if they accept the verification of compliance with actual knowledge that it contains a false statement.

Subd. 5a. Motor carrier verification. A prime contractor or subcontractor shall obtain annually from all motor carriers with which it will have a direct contractual relationship a signed statement under oath by an owner or officer verifying that they meet all the minimum criteria in subdivision 3 prior to execution of a construction contract with each motor carrier. A prime contractor or subcontractor shall require each such motor carrier to provide it with immediate written notification in the event that the motor carrier no longer meets one or more of the minimum criteria in subdivision 3 after submitting its annual verification. A motor carrier shall be ineligible to perform work on a project covered by this section if it does not meet all the minimum criteria in subdivision 3. Upon request, a prime contractor or subcontractor shall submit to the contracting authority the signed verifications of compliance from all motor carriers providing for-hire transportation of materials, equipment, or supplies for a project.

Minn.Stat. §16C.285, Subd. 4. **VERIFICATION OF COMPLIANCE.** A contractor responding to a solicitation document of a contracting authority shall submit to the contracting authority a signed statement under oath by an owner or officer verifying compliance with each of the minimum criteria in subdivision 3, with the exception of clause (7), at the time that it responds to the solicitation document.

A contracting authority may accept a signed statement under oath as sufficient to demonstrate that a contractor is a responsible contractor and shall not be held liable for awarding a contract in reasonable reliance on that statement. A prime contractor, subcontractor, or motor carrier that fails to verify compliance with any one of the required minimum criteria or makes a false statement under oath in a verification of compliance shall be ineligible to be awarded a construction contract on the project for which the verification was submitted.

A false statement under oath verifying compliance with any of the minimum criteria may result in termination of a construction contract that has already been awarded to a prime contractor or subcontractor or motor carrier that submits a false statement. A contracting authority shall not be liable for declining to award a contract or terminating a contract based on a reasonable determination that the contractor failed to verify compliance with the minimum criteria or falsely stated that it meets the minimum criteria. A verification of compliance need not be notarized. An electronic verification of compliance made and submitted as part of an electronic bid shall be an acceptable verification of compliance under this section provided that it contains an electronic signature as defined in section 325L.02 paragraph (h).

CERTIFICATION

By signing this document, I certify that I am an owner or officer of the company, and I swear under oath that:

- 1) My company meets each of the Minimum Criteria to be a responsible contractor as defined herein and is in compliance with Minn. Stat. §16C.285, and**
- 2) if my company is awarded a contract, I will submit Attachment A-1 prior to contract execution, and**
- 3) if my company is awarded a contract, I will also submit Attachment A-2 as required.**

Authorized Signature of Owner or Officer:

Printed Name:


_____ Joe Brennan

Title: Vice President

Date: Nov. 28, 2023

Company Name: Brennan Construction of MN, Inc.

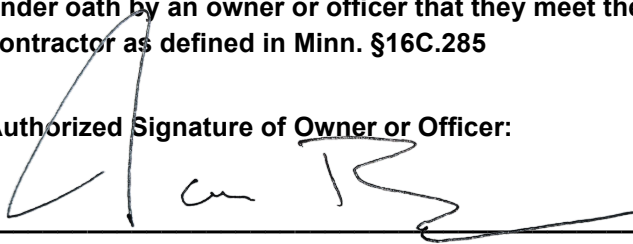
SUPPLEMENTAL CERTIFICATION FOR ATTACHMENT A-1

By signing this document, I certify that I am an owner or officer of the company, and I swear under oath that:

All first-tier subcontractors listed on Attachment A-1 have verified through a signed statement under oath by an owner or officer that they meet the minimum criteria to be a responsible contractor as defined in Minn. §16C.285

Authorized Signature of Owner or Officer:

Printed Name:

 _____ Joe Brennan

Title: Vice President

Date: Nov. 28, 2023

Company Name: Brennan Construction of MN, Inc.

FARIBAULT PUBLIC SCHOOLS - ISD 656

PUBLIC HEARING FOR TAXES
PAYABLE IN 2024

DECEMBER 4, 2023

PRESENTED BY:

SCOTT GERDES & BRETT MARTINDALE

DIRECTOR OF FINANCE & OPERATIONS &
CONTROLLER





FARIBAULT PUBLIC SCHOOLS

Public Hearing Requirements:

1. Discuss the 2023-2024 Rev Budget
2. Discuss the 2022-2023 actual revenue & expenditures
3. A look at 2023-2024
4. Discuss the 2023 Pay 2024 Property Tax Levy
5. Allow for Public Comment

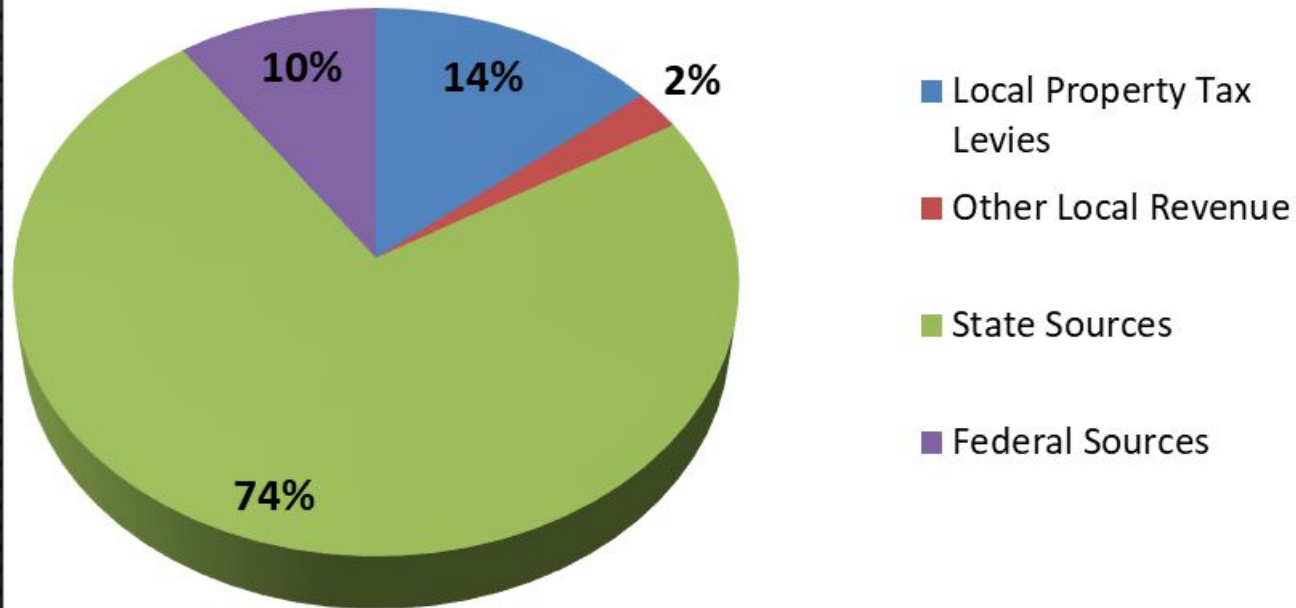




FARIBAULT PUBLIC SCHOOLS

2023-2024 GENERAL FUND REVENUE BUDGET

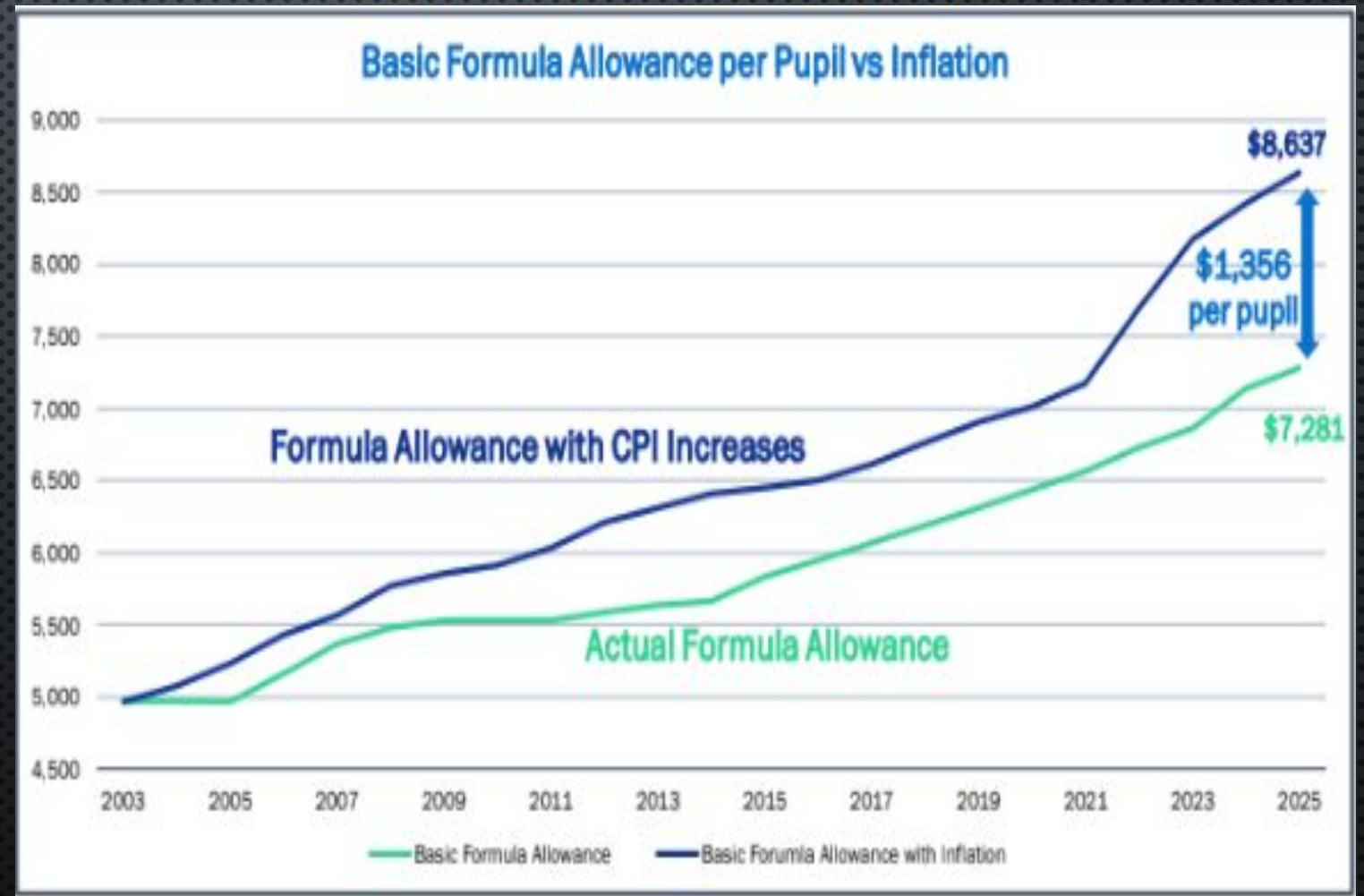
FY 2023-2024 General Fund Revenue by Source





FARIBAULT PUBLIC SCHOOLS

Funding trails inflation by almost **\$1,356 per pupil unit** since 2003, or **\$4.6 million annually**.





FARIBAULT PUBLIC SCHOOLS

Funding trails inflation by almost **\$1,356 per pupil unit** since 2003, or **\$4.6 million annually**.

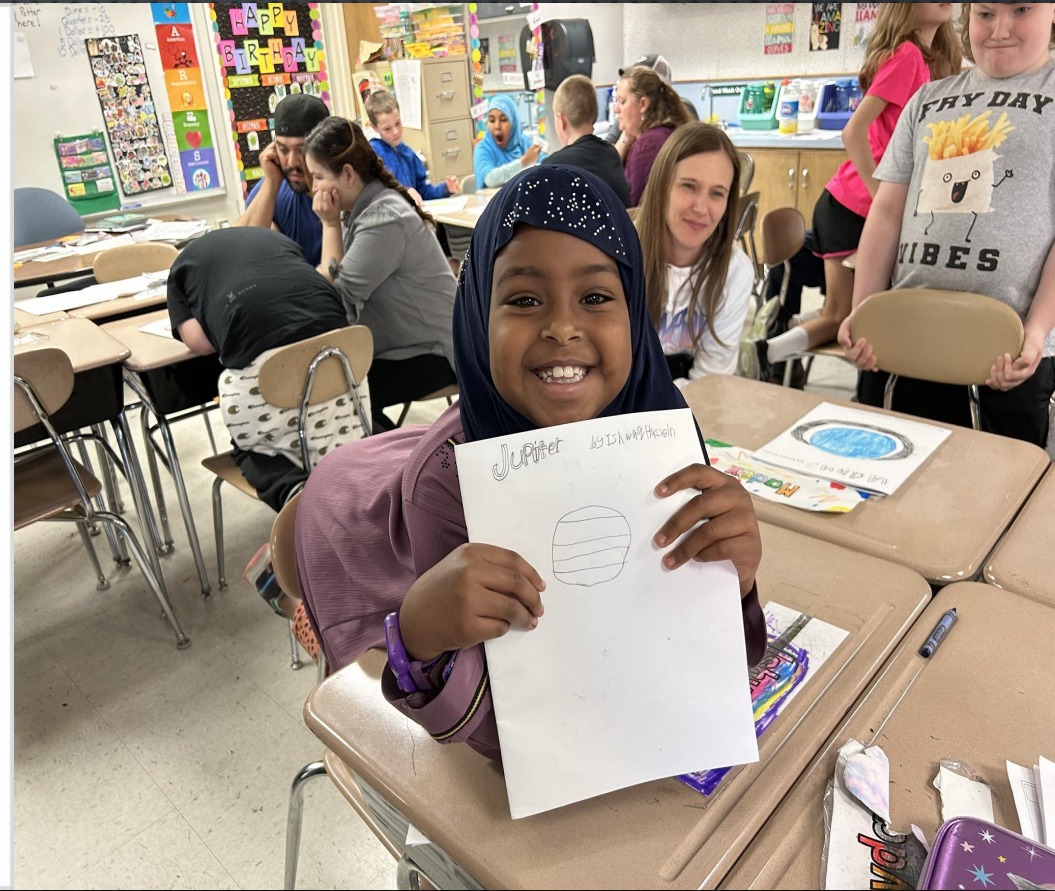
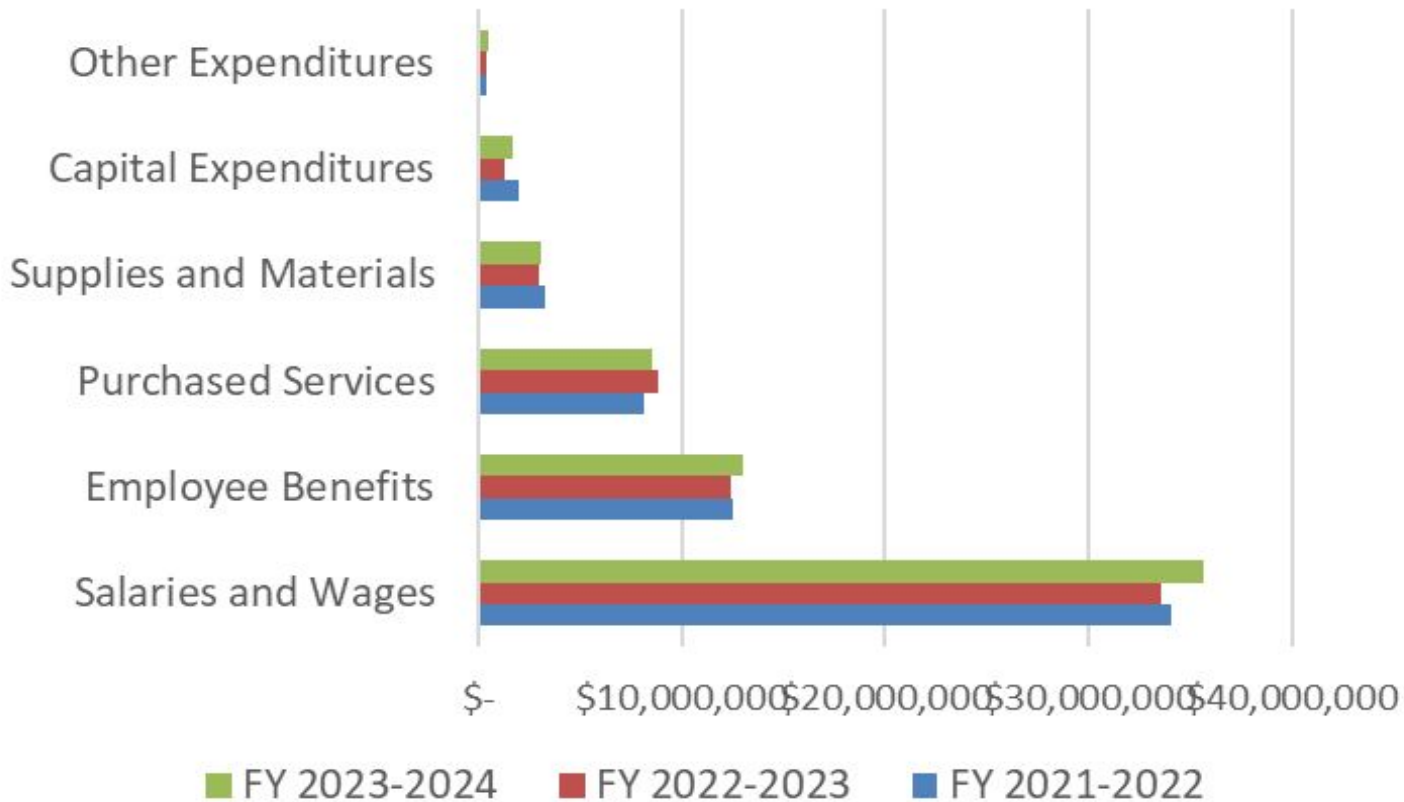
Basic Formula Increase vs Inflation (CPI)





FARIBAULT PUBLIC SCHOOLS

2021-2024 GENERAL FUND EXPENDITURE COMPARISON

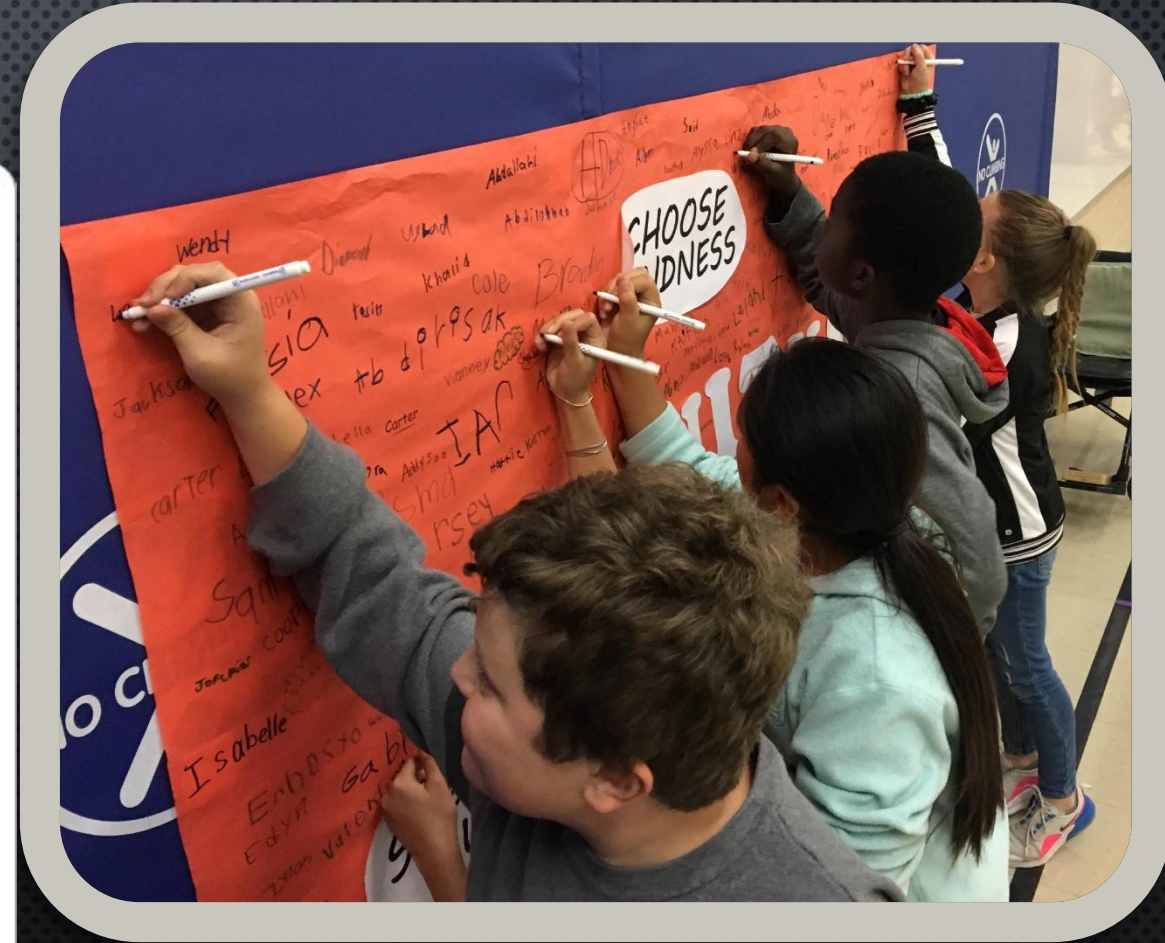
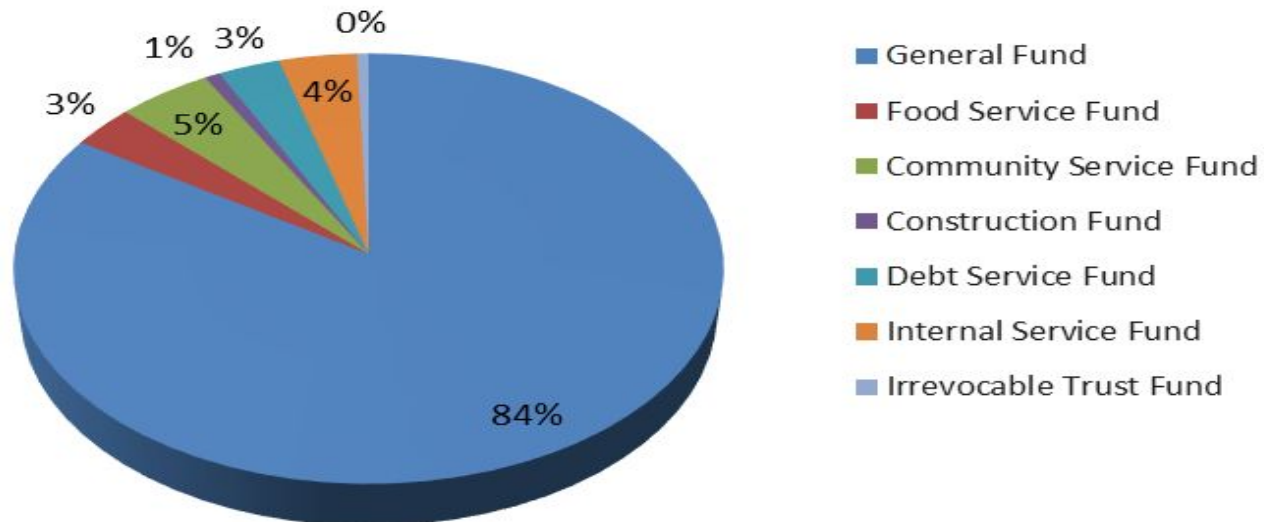




FARIBAULT PUBLIC SCHOOLS

2023-2024 EXPENDITURES BY FUND

FY2023-24 Expenditures by Fund



Unity Day at Lincoln Elementary



FARIBAULT PUBLIC SCHOOLS

FUND BALANCE POLICY 714:

UNASSIGNED GENERAL FUND BALANCE SHOULD BE NO LESS THAN 9.5% OF ALL GENERAL FUND EXPENDITURES.

FY23 Budget	FY23 Actual	FY24 Revised Budget
10.37%	11.18%	12.29%



Faribault Public Schools

Budget / Fund Balance Overview

2023-2024 Adopted Budget

	Beginning Fund Balance	Revenues	Expenditures	Transfers	End of Year Proj. Balance	Net Increase or Decrease
<i>General Fund - 01</i>						
422 Unassigned Fund Balan	6,255,879	49,373,809	47,742,005	-	7,887,683	1,631,804
	10.72%				12.87%	2.16%
Restricted						
401 Student Activities	109,796	90,000	85,547	-	114,249	4,453
403 Staff Development	51,482	501,516	474,203	-	78,795	27,313
424 Operating Capital	185,013	974,424	1,087,965	-	71,472	(113,541)
428 Learning and Development		623,835	623,835	-	-	-
434 Area Learning Center		865,265	865,265	-	-	-
434 Targeted Services	278,627	602,125	569,251	-	311,501	32,874
438 Gifted and Talented		45,669	45,669	-	-	-
441 Basic Skills Programs		8,439,053	8,439,053	-	-	-
TBD Library Aid		54,242	54,242	-	-	-
448 Achievement and Integration Revenue		753,472	753,472	-	-	-
449 Safe Schools Levy	27,048	114,772	123,852	-	17,968	(9,080)
459 Basic Skills Extended Time		-	-	-	-	-
467 Long-Term Facilities Maint	(48,386)	1,306,382	1,351,432	-	(93,436)	(45,050)
472 Medical Assistance	-	500,000	500,000	-	-	-
Subtotal Restricted	<u>603,580</u>	<u>14,870,755</u>	<u>14,973,786</u>	<u>-</u>	<u>500,549</u>	<u>(103,031)</u>
460 Nonspendable	<u>35,426</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,426</u>	<u>-</u>
<i>Assigned Funds</i>						
462 Assigned (CVSEC LT Receivable)	<u>318,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>318,827</u>	<u>-</u>
Total General Fund	<u><u>7,213,712</u></u>	<u><u>64,244,564</u></u>	<u><u>62,715,791</u></u>	<u><u>-</u></u>	<u><u>8,742,485</u></u>	<u><u>1,528,773</u></u>

Faribault Public Schools

Budget / Fund Balance Overview

2023-2024 First Budget Revision

	<u>Beginning Fund Balance</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Transfers</u>	<u>End of Year Proj. Balance</u>	<u>Net Increase or Decrease</u>
General Fund - 01						
422 Unassigned Fund Balance	6,566,569	49,756,438	48,608,351	8,411	7,723,067	1,156,498
	11.1%				12.2%	1.1%
Restricted						
401 Student Activities	108,718	90,000	85,547	-	113,171	4,453
403 Staff Development	44,539	495,805	501,929	-	38,415	(6,124)
424 Operating Capital	306,646	965,464	1,090,711	-	181,399	(125,247)
428 Learning and Development		589,604	589,604	-	-	-
434 Area Learning Center		865,265	865,265	-	-	-
434 Targeted Services	481,722	452,125	613,108	-	320,739	(160,383)
438 Gifted and Talented		45,149	45,149	-	-	-
441 Basic Skills Programs		7,264,904	7,264,904	-	-	-
439 EL Support Aid	-	1,489,280	1,489,280	-	-	-
412 Literacy Incentive Aid	-	122,715	47,451	-	75,264	75,264
314 Paraprofessional Training	-	39,490	39,490	-	-	-
373 Student Support Personnel School		40,480	40,480	-	-	-
374 Student Support Personnel Co-op		40,000	40,000	-	-	-
443 School Library Aid		54,120	54,120	-	-	-
448 Achievement and Integration Revenue		734,930	734,930	-	-	-
449 Safe Schools Levy	149,335	114,772	123,852	-	140,255	(9,080)
459 Basic Skills Extended Time		-	-	-	-	-
467 Long-Term Facilities Maint	9,156	1,268,555	1,351,432	-	(73,721)	(82,877)
472 Medical Assistance	-	700,000	700,000	-	-	-
Subtotal Restricted	<u>1,100,116</u>	<u>15,372,658</u>	<u>15,677,252</u>	<u>-</u>	<u>795,522</u>	<u>(304,594)</u>
460 Nonspendable	<u>8,411</u>	<u>-</u>	<u>-</u>	<u>(8,411)</u>	<u>-</u>	<u>(8,411)</u>
Assigned Funds						
462 Assigned (CVSEC LT Receivable)	<u>318,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>318,827</u>	<u>-</u>
Total General Fund	<u>7,993,923</u>	<u>65,129,096</u>	<u>64,285,603</u>	<u>-</u>	<u>8,837,416</u>	<u>843,493</u>





2022-2023 ACTUAL REVENUES & EXPENDITURES

	Fiscal 2023 Beginning Fund Balances	2022-2023 Actual Revenues & Transfers In	2022-2023 Actual Expenditures & Transfers Out	June 30, 2023 Actual Fund Balance
General Fund - Restricted	\$494,002	\$12,305,388	\$11,669,224	\$1,100,115
General – Unrestricted*	\$7,073,943	\$48,229,948	\$48,418,495	\$6,885,396
Food Service	\$1,606,440	\$2,528,956	\$2,272,035	\$1,863,361
Community Service	\$1,023,492	\$3,507,900	\$3,559,261	\$972,131
Building Construction	\$1,058,438	\$20,563	\$1,079,000	\$0.00
Debt Service	\$544,174	\$2,275,643	\$2,255,750	\$564,067
Internal Service Fund	\$354,241	\$2,725,652	\$2,172,416	\$907,477
OPEB Irrevocable Trust	\$2,388,588	\$158,330	\$205,203	\$2,341,714
Total All Funds	\$14,543,318	\$69,026,677	\$69,488,969	\$14,634,262



YEAR END PUBLICATION



Division of School Finance
400 NE Stinson Blvd.
Minneapolis, MN 55413

District Revenues and Expenditures Budget for Fiscal Year (FY) 2023 and FY 2024

ED-00110-46

General Information: Minnesota Statutes 2021, section 123B.10, requires that every school board shall publish the subject data of this report.

District Name: Independent School District #0656 Faribault Public Schools District Number: 0656-01

Fund	FY 2023 Beginning Fund Balances	FY 2023 Actual Revenues and Transfers In	FY 2023 Actual Expenditures and Transfers Out	June 30, 2023 Actual Fund Balances	FY 2024 Budget Revenues and Transfers In	FY 2024 Budget Expenditures and Transfers Out	June 30, 2024 Projected Fund Balances
General Fund/Restricted	\$ 494,002	\$ 12,305,338	\$ 11,699,224	\$ 1,100,115	\$ 14,816,513	\$ 14,949,776	\$ 966,852
General Fund/Other	\$ 7,073,943	\$ 48,229,948	\$ 48,418,495	\$ 6,885,396	\$ 49,333,181	\$ 45,219,907	\$ 10,998,670
Food Service Fund	\$ 1,606,440	\$ 2,528,956	\$ 2,272,035	\$ 1,863,361	\$ 2,446,176	\$ 2,342,771	\$ 1,966,766
Community Service Fund	\$ 1,023,492	\$ 3,507,900	\$ 3,559,261	\$ 972,131	\$ 3,822,872	\$ 3,835,712	\$ 959,291
Building Construction Fund	\$ 1,058,438	\$ 20,563	\$ 1,079,000	\$ 0	\$ 10,777,500	\$ 565,000	\$ 10,212,500
Debt Service Fund	\$ 544,174	\$ 2,275,643	\$ 2,255,750	\$ 564,067	\$ 2,417,634	\$ 2,257,500	\$ 724,201
Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal Service Fund	\$ 354,241			\$ 907,477			\$ 963,003
* OPEB Revocable Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OPEB Irrevocable Trust Fund	\$ 2,388,588	\$ 158,330	\$ 205,203	\$ 2,341,714	\$ 190,523	\$ 424,000	\$ 2,108,237
OPEB Debt Service Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total - All Funds	\$ 14,543,318	\$ 69,026,677	\$ 69,488,969	\$ 14,634,262	\$ 83,804,399	\$ 69,594,666	\$ 28,899,521

Long-Term Debt		Current Statutory Operating Debt per Minnesota Statutes, section 123B.81
Outstanding July 1, 2022	\$ 11,160,355	Amount of General Fund Deficit, if any, in excess of 2.5% of expenditures 06/30/2023
Plus: New Issues	\$ -	
Less: Redeemed Issues	\$ 2,613,709	Cost per student - Average Daily Membership (ADM) 06/30/2023
Outstanding June 30, 2023	\$ 8,546,646	

\$0



FARIBAULT PUBLIC SCHOOLS - 2024-2025

STATE OF THE DISTRICT

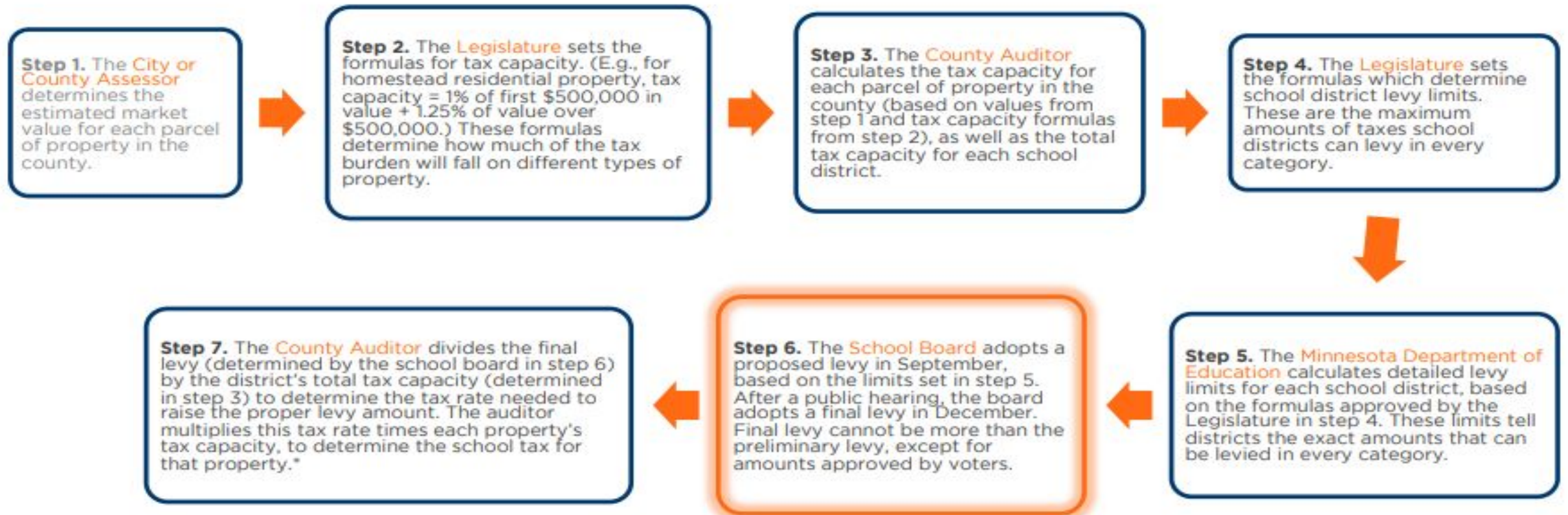
FARIBAULT PUBLIC SCHOOL DISTRICT

	2023	2024	2025	2026	2025
Unassigned Fund Balance Goal %	9.50%	9.50%	9.50%	9.50%	11.00%
Pupil Unit Value	\$6,863	\$7,138	\$7,280	\$7,426	\$7,280
Pupil Unit Value % Change		4%	2%	2%	2%
1% increase on Basic Formula		\$238,352	\$234,967	\$242,914	\$234,967
REVENUES					
Total Revenue	60,535,285	65,129,096	64,151,717	64,859,329	64,151,717
% Revenue Change	2.22%	7.59%	-1.50%	1.10%	-1.33%
EXPENDITURES					
% Expenditure Change	1.69%	6.93%	4.54%	3.76%	6.09%
Spending Variance	\$417,567	\$843,492	(\$3,052,736)	(\$4,872,636)	(\$3,052,736)
	2023	2024	2025	2026	2025
Unassigned Fund Balance	\$6,566,569	\$7,723,067	\$4,419,388	(\$366,680)	\$4,419,388
Unassigned FB/APU	\$1,836.49	\$2,223.75	\$1,342.46	(\$109.90)	\$1,342.46
S.O.D. Reserve Amount	(\$1,468,374)	(\$1,570,890)	(\$1,680,111)	(\$1,743,299)	(\$1,680,111)
Unassigned Fund Balance %	11.18%	12.29%	6.58%	-0.53%	6.58%
-2.5% or less is S.O.D.	OK	OK	OK	OK	OK
Goal Reserve Amount	\$5,579,822	\$5,969,382	\$6,384,423	\$6,624,537	\$7,392,490
Goal Achieved	YES	YES	NO	NO	NO
Plan Change Needed	\$0	\$0	-\$1,965,035	-\$6,991,217	-\$2,973,102



FARIBAULT PUBLIC SCHOOLS

School District Property Tax Cycle





FARIBAULT PUBLIC SCHOOLS

2023 PAYABLE 2024 LEVY

THREE PARTS:

GENERAL FUND

COMMUNITY SERVICE FUND

DEBT SERVICE FUND



In the Woods



FARIBAULT PUBLIC SCHOOLS



Faribault Public School District Proposed Property Tax Levy Summary by Tax Type

	Final Pay 2023	Proposed Pay 2024	\$ Change	% Change
Referendum Market Value Voter Approved				
Operating Referendum	3,273,873	3,303,365	29,491	0.9%
Adjustments and Abatements	468,310	346,207	(122,103)	-26.1%
RMV Voter Total Levy	3,742,183	3,649,572	(92,611)	-2.5%

Referendum Market Value Non-Voter Approved				
Local Optional	2,086,721	2,162,760	76,039	3.6%
Equity	397,345	404,849	7,504	1.9%
Transition	42,087	42,040	(47)	-0.1%
Adjustments and Abatements	122,462	97,811	(24,651)	-20.1%
RMV Non-Voter Total Levy	2,648,615	2,707,460	58,845	2.2%



FARIBAULT PUBLIC SCHOOLS

Net Tax Capacity Voter Approved

Voter Approved Debt Service	2,142,000	-	(2,142,000)	-
Adjustments and Abatements	(109,813)	-	109,813	-
NTC Voter Total Levy	2,032,187	-	(2,032,187)	-100.0%

Net Tax Capacity Non-Voter Approved

Non-Voter Approved Debt Service	226,275	2,299,435	2,073,160	916.2%
Operating Capital	392,827	467,637	74,810	19.0%
Achievement and Integration	213,781	220,012	6,231	2.9%
Reemployment Insurance	35,000	137,155	102,155	291.9%
Safe Schools	121,211	121,076	(135)	-0.1%
Judgement	-	40,000	40,000	-
Career & Technical	223,269	223,269	-	0.0%
Annual OPEB	-	17,367	17,367	-
Long Term Facilities Maintenance	999,919	1,278,027	278,109	27.8%
Building/Land Lease	713,798	780,757	66,959	9.4%
Basic Community Education	228,728	175,479	(53,250)	-23.3%
Early Childhood Education	97,125	93,716	(3,409)	-3.5%
Home Visiting	2,998	3,480	482	16.1%
Adults with Disabilities	15,000	2,808	(12,192)	-81.3%
School-age Care	74,289	126,542	52,253	70.3%
Adjustments and Abatements	(33,151)	(88,557)	(55,406)	-
NTC Non-Voter Total Levy	3,311,069	5,898,203	2,587,134	78.1%

Total Voter Approved	5,774,370	3,649,572	(2,124,798)	-36.8%
Total Non-Voter Approved	5,959,684	8,605,663	2,645,979	44.4%

Total Referendum Market Value	6,390,798	6,357,031	(33,766)	-0.5%
Total Net Tax Capacity	5,343,256	5,898,203	554,947	10.4%

Total Property Tax Levy All Funds	11,734,054	12,255,234	521,180	4.44%
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FARIBAULT PUBLIC SCHOOLS



GENERAL FUND

Levies Distributed on Referendum
Market Value (RMV increased 15.61%):

Local Optional Revenue (\$724 per Pupil Unit)	\$2,162,760
Voter Approved Operating Levy	3,303,365
Equity Revenue	404,849
Transition Revenue	<u>42,040</u>
Subtotal	\$5,913,014
Adjustments	<u>+ 444,017</u>
Total	\$6,357,031

Jefferson Elementary birdhouse projects

SEE ATTACHMENT ITEM "A"



FARIBAULT PUBLIC SCHOOLS

GENERAL FUND

Levies Distributed on Net Tax Capacity (increased 16.22%):

Operating Capital	\$ 467,637
Achievement/Integration	220,012
Unemployment Insurance:	137,155
Safe Schools	121,076
Career/Technical Education	223,269
LTFM	1,278,027
Leases	<u>780,757</u>
Subtotal	\$3,127,933
Adjustments	<u>+ 21,126</u>
Total	\$3,149,059

SEE ATTACHMENT ITEM "B"

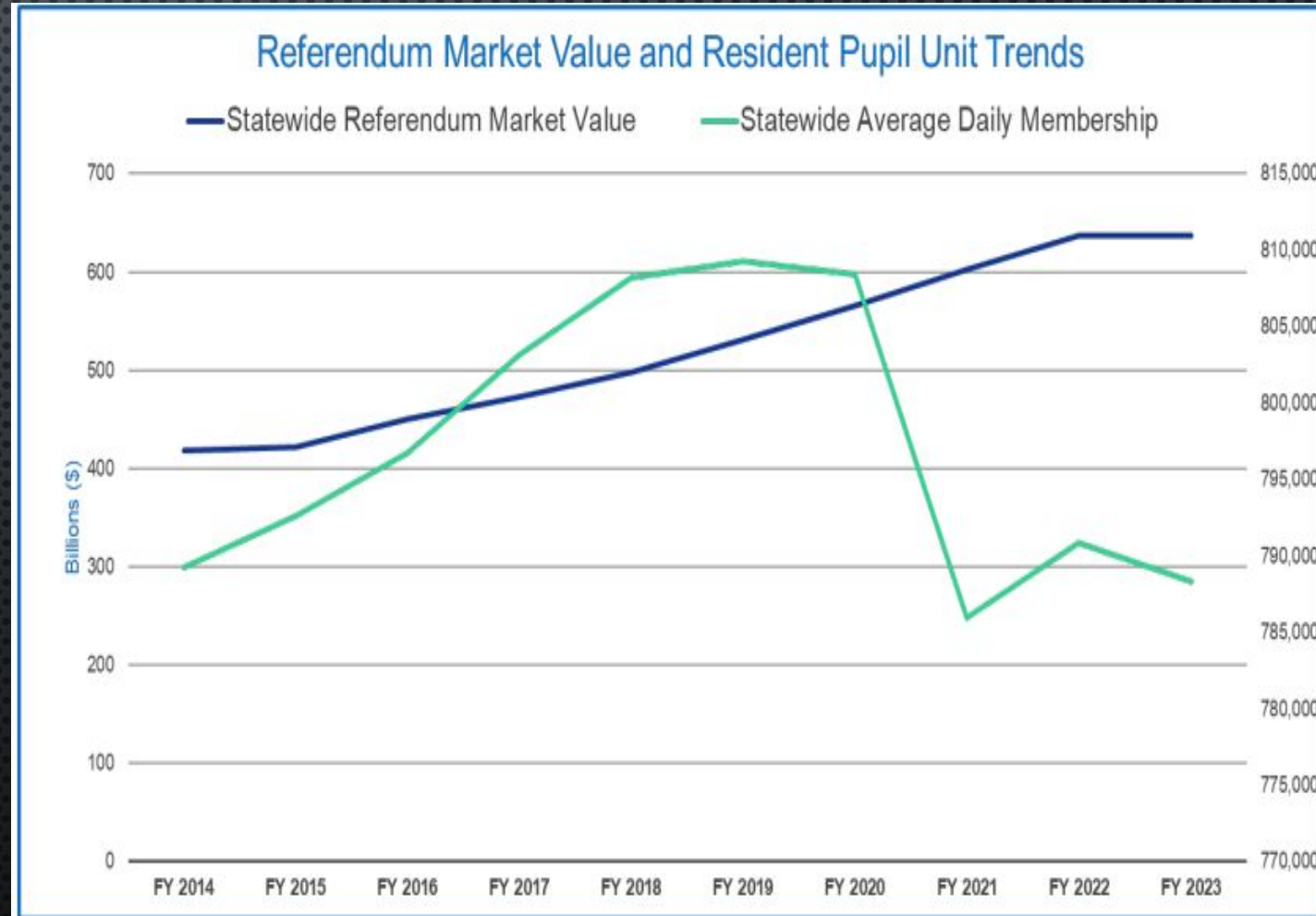
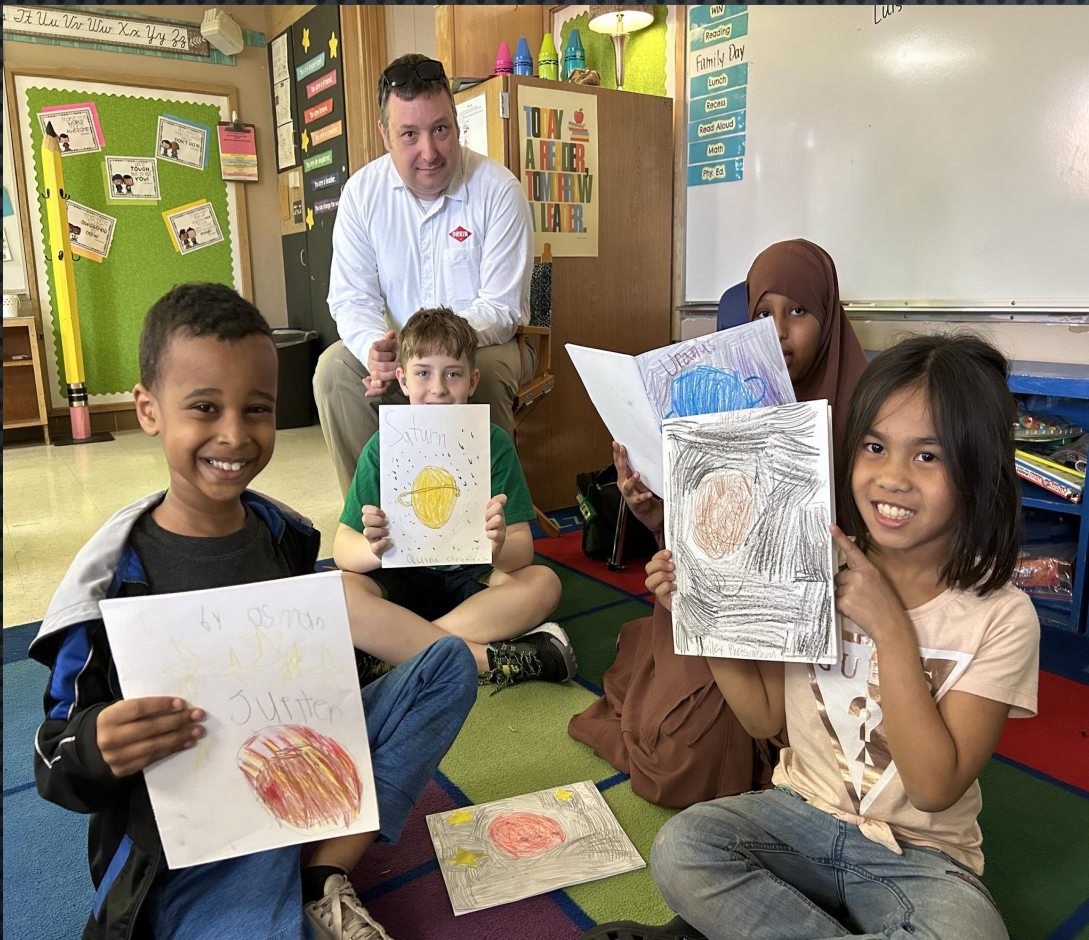


Tutoring as part of Teacher Cadet 2 class



FARIBAULT PUBLIC SCHOOLS

GENERAL FUND



Data sourced from Minnesota Department of Education Data Center Website



FARIBAULT PUBLIC SCHOOLS

Referendum Market Value Revenues Aid/Levy Split
 ISD 656 Faribault Public Schools



	Pay 2015	Pay 2016	Pay 2017	Pay 2018	Pay 2019	Pay 2020	Pay 2021	Pay 2022	Pay 2023	Pay 2024
Combined Levy	3,256,140	3,321,661	3,491,802	3,699,123	3,857,926	4,785,266	5,468,371	5,658,981	5,800,026	5,913,014
Combined Aid	2,158,222	2,128,182	1,927,808	1,624,291	1,375,118	1,049,511	682,024	543,107	350,965	272,219
Combined Revenue*	\$5,414,361	\$5,449,844	\$5,419,609	\$5,323,414	\$5,233,044	\$5,834,777	\$6,150,396	\$6,202,087	\$6,150,991	\$6,185,233
% Aid	40%	39%	36%	31%	26%	18%	11%	9%	6%	4%
% Levy	60%	61%	64%	69%	74%	82%	89%	91%	94%	96%



FARIBAULT PUBLIC SCHOOLS



Property Tax Levy – Aid Modeling

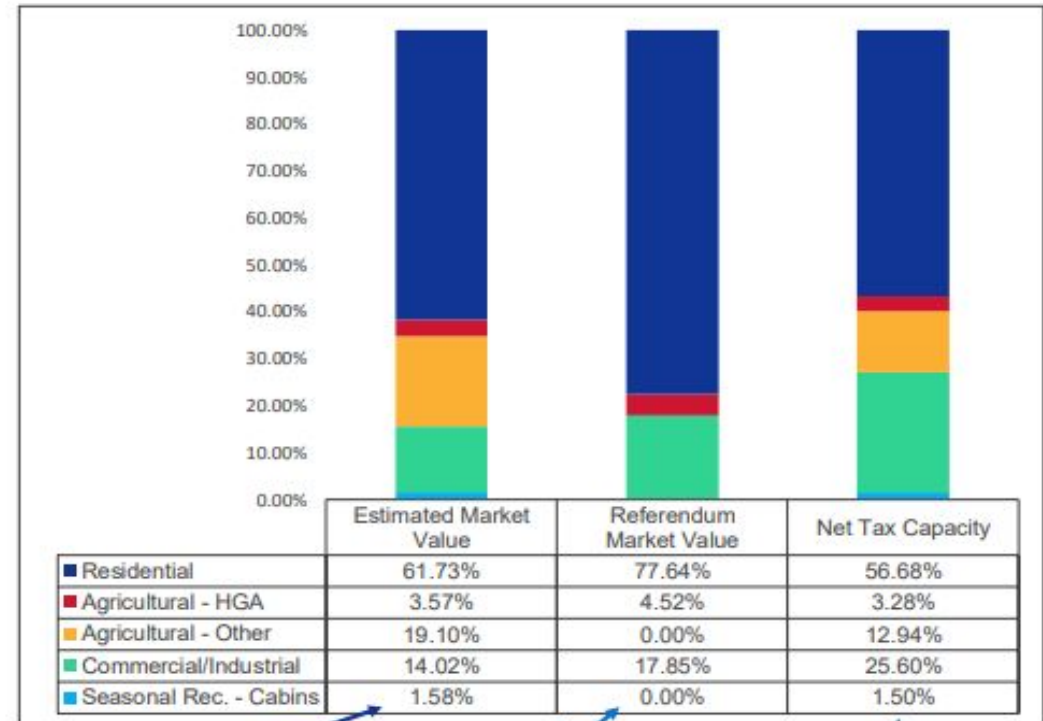
See Attachment



FARIBAULT PUBLIC SCHOOLS



Faribault Public School District
Valuation Data by Classification for Pay 2023 Taxes



Property valuation established by County through assessment process.

Tax base for operating referendum, local optional, equity and transition revenues.

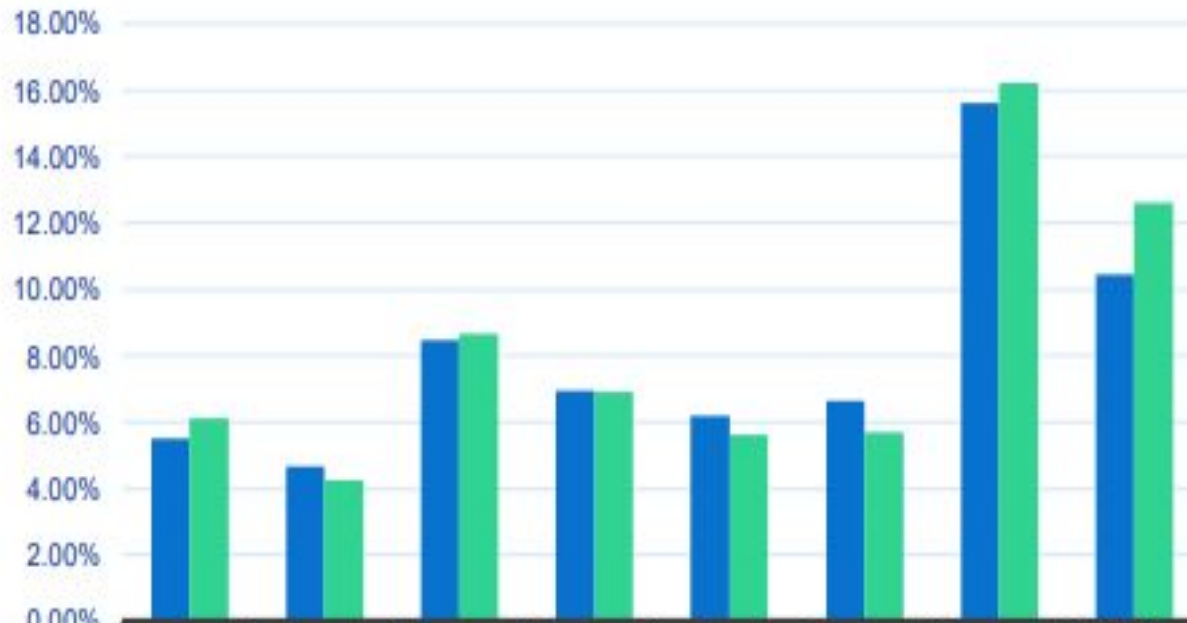
Tax base for Debt, LTFM, OPEB, Operating Capital, Achievement and Intergration, Community Ed and many others.



FARIBAULT PUBLIC SCHOOLS

Property Value % Increase Trend

■ Referendum Market Value ■ Net Tax Capacity



	Pay 2017	Pay 2018	Pay 2019	Pay 2020	Pay 2021	Pay 2022	Pay 2023	Est. Pay 2024
■ Referendum Market Value	5.51%	4.66%	8.47%	6.93%	6.18%	6.64%	15.61%	10.45%
■ Net Tax Capacity	6.11%	4.23%	8.64%	6.90%	5.61%	5.68%	16.22%	12.61%





FARIBAULT PUBLIC SCHOOLS

GENERAL FUND

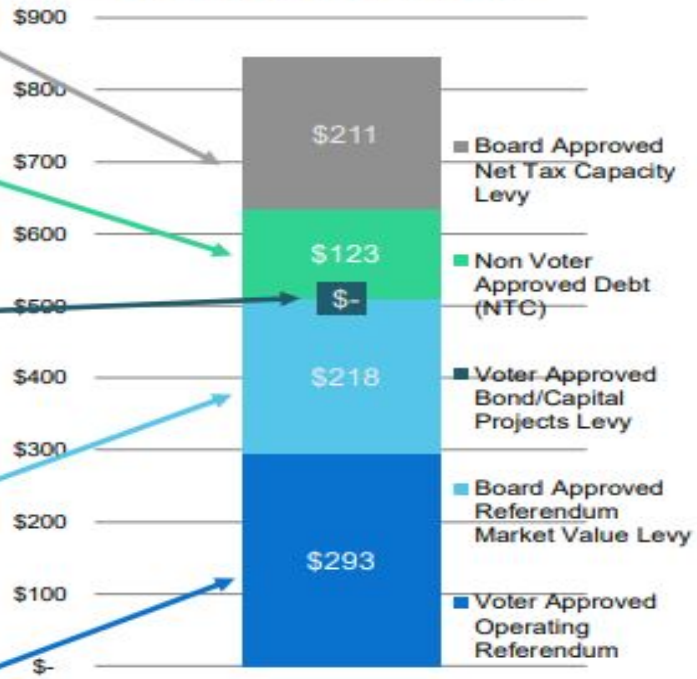
Faribault Public School District

Pay 2024 Tax Levies for Residential Homestead

Home Value = \$275,000

Pay 2024 Tax Levy

Total Est. School Tax = \$845



Categorical levies that are eligible for board approval. *Operating capital, LTFM, community ed, CTE, lease, and many others.*

Board approved debt

Voter approved bonds and capital projects levy.

Categorical levies that are eligible for board approval. *Local Optional, Equity, Transition*

Voter approved operating referendum levy.



In the Shop



FARIBAULT PUBLIC SCHOOLS

Faribault Public School District

Estimated Tax Impacts - Pay 2024 Levy Total School Taxes

Summary			
	Pay 2023	Est. Pay 2024	% Change
Referendum Market Value	\$ 3,099,425,300	\$ 3,423,178,200	10.45%
RMV Tax Rate	0.20619%	0.18571%	-9.94%
Net Tax Capacity	\$ 41,188,167	\$ 46,380,818	12.61%
NTC Tax Rate	12.97%	12.72%	-1.97%

Property Value Increase
0%

Types of Property	Pay 2023 Value	Pay 2024 Est. Value	Pay		\$ Change	% Change
			2023	2024		
Residential Homestead	\$90,900	\$90,900	\$268	\$247	(\$20)	-7.55%
	136,400	136,400	426	395	(31)	-7.23%
	181,800	181,800	584	542	(41)	-7.09%
	250,000	250,000	821	763	(57)	-6.97%
	272,700	272,700	900	837	(63)	-6.95%
	363,600	363,600	1,216	1,132	(84)	-6.88%
	454,500	454,500	1,527	1,422	(105)	-6.86%

DIVIDING THE PROPERTY TAX PIE





FARIBAULT PUBLIC SCHOOLS

DIVIDING THE PROPERTY TAX PIE



Property Value Increase						
10%						
Types of Property	Pay 2023 Value	Pay 2024 Est. Value	Pay 2023	Pay 2024	\$ Change	% Change
Residential Homestead	\$90,900	\$100,000	\$268	\$277	\$9	3.52%
	136,400	150,000	426	439	13	3.15%
	181,800	200,000	584	601	18	3.04%
	250,000	275,000	821	845	24	2.90%
	272,700	300,000	900	926	26	2.90%
	363,600	400,000	1,216	1,250	34	2.83%
	454,500	500,000	1,527	1,564	38	2.46%

Property Value Increase						
20%						
Types of Property	Pay 2023 Value	Pay 2024 Est. Value	Pay 2023	Pay 2024	\$ Change	% Change
Residential Homestead	\$90,900	\$109,080	\$268	\$306	\$39	14.52%
	136,400	163,680	426	484	58	13.57%
	181,800	218,160	584	660	77	13.13%
	250,000	300,000	821	926	105	12.78%
	272,700	327,240	900	1,014	114	12.72%
	363,600	436,320	1,216	1,365	150	12.30%
	454,500	545,400	1,527	1,721	194	12.72%



FARIBAULT PUBLIC SCHOOLS

Faribault Public School District

Estimated Tax Impacts - Pay 2024 Levy Total School Taxes

Summary			
	Pay 2023	Est. Pay 2024	% Change
Referendum Market Value	\$ 3,099,425,300	\$ 3,423,178,200	10.45%
RMV Tax Rate	0.20619%	0.18571%	-9.94%
Net Tax Capacity	\$ 41,188,167	\$ 46,380,818	12.61%
NTC Tax Rate	12.97%	12.72%	-1.97%

Types of Property	Pay 2023 Value	Pay 2024 Est. Value	Pay 2023	Pay 2024	\$ Change	% Change
Residential Homestead (Value Increase 10%)	\$90,900	\$100,000	\$268	\$277	\$9	3.52%
	136,400	150,000	426	439	13	3.15%
	181,800	200,000	584	601	18	3.04%
	250,000	275,000	821	845	24	2.90%
	272,700	300,000	900	926	26	2.90%
	363,600	400,000	1,216	1,250	34	2.83%
454,500	500,000	1,527	1,564	38	2.46%	
Commercial / Industrial** (Value Increase 5%)	\$95,200	\$100,000	\$382	\$376	(\$5)	-1.33%
	238,100	250,000	1,011	1,005	(7)	-0.66%
	476,200	500,000	2,120	2,105	(15)	-0.72%
	952,400	1,000,000	4,338	4,305	(32)	-0.75%
Agricultural Homestead (Value Increase 10%)	\$3,600	\$4,000	\$1.65	\$1.89	\$0.24	14.47%
	4,500	5,000	2.06	2.36	0.30	14.47%
	5,500	6,000	2.52	2.83	0.31	12.39%
	6,400	7,000	2.93	3.30	0.37	12.68%
Agricultural Non-Homestead (Value Increase 10%)	\$3,600	\$4,000	\$3.30	\$3.77	\$0.48	14.47%
	4,500	5,000	4.12	4.72	0.60	14.47%
	5,500	6,000	5.04	5.66	0.62	12.39%
	6,400	7,000	5.86	6.60	0.74	12.68%





FARIBAULT PUBLIC SCHOOLS

COMMUNITY SERVICE FUND



FHS choir sing Christmas carols at Our Saviors Lutheran Church

General Community Ed	\$175,479
Early Childhood Family Ed	93,716
Home Visiting	3,480
Adults w/Disabilities	2,808
School Age Child Care	<u>126,542</u>
Subtotal	\$402,025
Adjustments	<u>+ 39,759</u>
Total	\$441,784

SEE ATTACHMENT ITEM "C"



FARIBAULT PUBLIC SCHOOLS

DEBT SERVICE FUND

General Debt Service	\$ -0-
LTFM Debt Service	<u>2,073,422</u>
Subtotal	\$2,073,422
Adjustments	<u>- 122,076</u>
Total	\$1,951,346

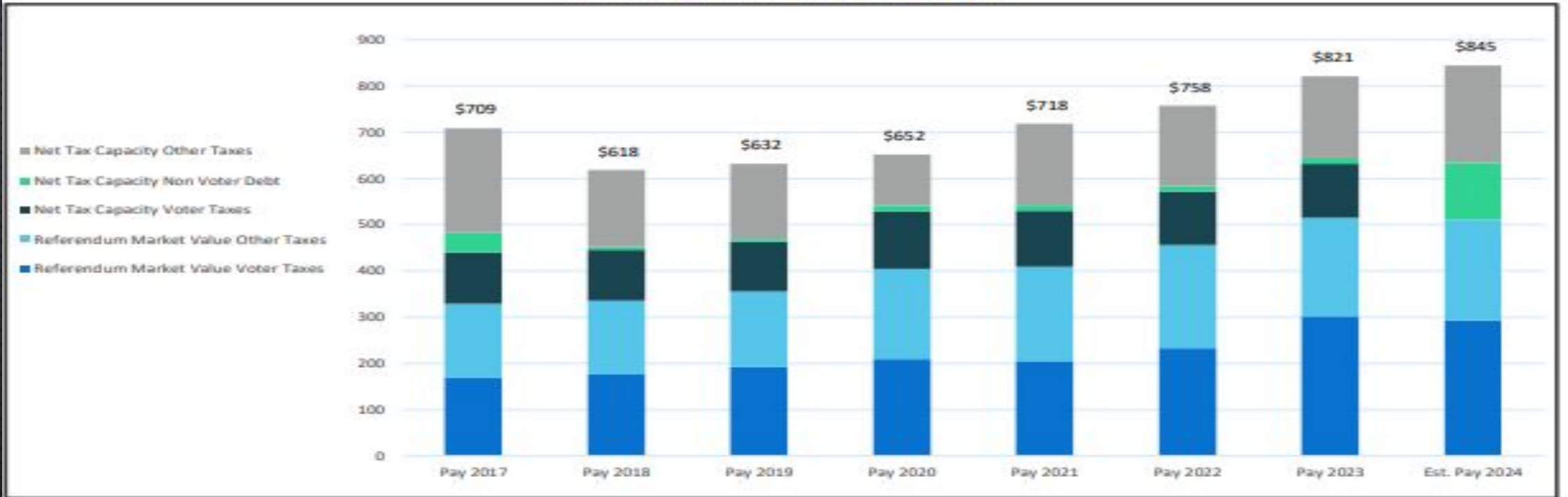


Thanksgiving project with 1st & 4th grade buddies



FARIBAULT PUBLIC SCHOOLS

Faribault Public School District
Residential Homestead School Tax Trend



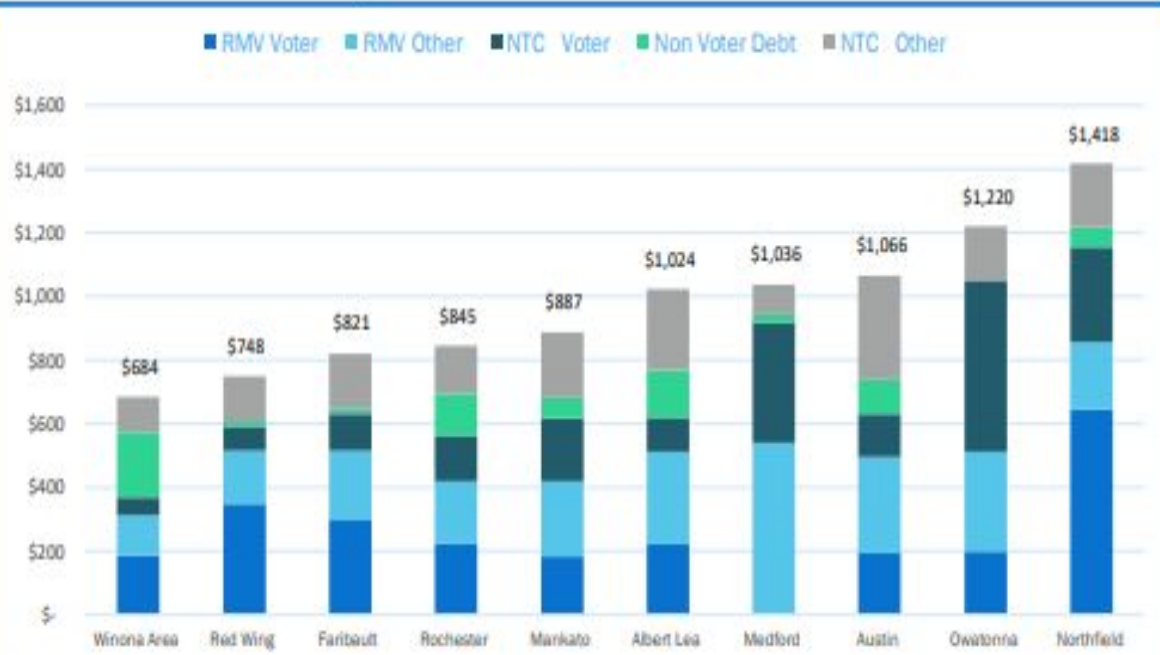
	Pay 2017	Pay 2018	Pay 2019	Pay 2020	Pay 2021	Pay 2022	Pay 2023	Est. Pay 2024
Home Value*	192,186	197,951	203,890	210,007	216,307	222,796	250,000	275,000
Referendum Market Value Voter Taxes	170	177	192	210	205	233	302	293
Referendum Market Value Other Taxes	160	159	163	195	204	223	214	218
Net Tax Capacity Voter Taxes	111	110	107	123	121	116	116	0
Net Tax Capacity Non Voter Debt	42	7	6	13	13	12	12	123
Net Tax Capacity Other Taxes	226	166	163	110	175	173	177	211
Total School Taxes	\$ 709	\$ 618	\$ 632	\$ 652	\$ 718	\$ 758	\$ 821	\$ 845



FARIBAULT PUBLIC SCHOOLS

Faribault Public School District

Pay 2023 Tax Levies for Residential Homestead



#	District Name	Home Value	Non Voter					Total	Levy
			RMV Voter	RMV Other	NTC Voter	Debt	NTC Other		
861	Winona Area	250,000 \$	185 \$	128 \$	54 \$	206 \$	110	\$ 684	
256	Red Wing	250,000 \$	348 \$	168 \$	75 \$	16 \$	141	\$ 748	
656	Faribault	250,000 \$	302 \$	214 \$	116 \$	12 \$	177	\$ 821	
535	Rochester	250,000 \$	226 \$	193 \$	145 \$	131 \$	150	\$ 845	
77	Mankato	250,000 \$	183 \$	237 \$	197 \$	65 \$	206	\$ 887	
241	Albert Lea	250,000 \$	221 \$	292 \$	106 \$	150 \$	255	\$ 1,024	
763	Medford	250,000 \$	- \$	540 \$	378 \$	24 \$	94	\$ 1,036	
492	Austin	250,000 \$	195 \$	300 \$	137 \$	107 \$	327	\$ 1,066	
761	Owatonna	250,000 \$	200 \$	314 \$	536 \$	- \$	170	\$ 1,220	
659	Northfield	250,000 \$	645 \$	212 \$	299 \$	62 \$	200	\$ 1,418	
Group Average			\$ 255	\$ 256	\$ 196	\$ 71	\$ 182	\$ 961	



FARIBAULT PUBLIC SCHOOLS

Faribault Public School District
Agricultural Homestead Land School Tax Trend



	Pay 2017	Pay 2018	Pay 2019	Pay 2020	Pay 2021	Pay 2022	Pay 2023	Est. Pay 2024
Value per Acre	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,500
NTC Voter Taxes (After Credit)	1.61	0.92	0.87	0.80	0.69	0.57	0.37	0.00
NTC Non Voter Debt (After Credit)	0.62	0.06	0.05	0.08	0.07	0.06	0.04	0.39
NTC Other Taxes	3.29	2.32	2.20	1.44	2.21	2.11	1.88	2.21
Total School Taxes	\$ 5.52	\$ 3.30	\$ 3.12	\$ 2.33	\$ 2.96	\$ 2.73	\$ 2.29	\$ 2.59



FARIBAULT PUBLIC SCHOOLS

Pay 2023 Tax Levies for Agricultural Homestead



#	District Name	Acre Value	Non Voter				Total	Levy
			NTC	NTC Voter	Debt	NTC Other		
256	Red Wing	5,000	25 \$	0.24 \$	0.05 \$	1.50 \$	\$ 1.79	
763	Medford	5,000	25 \$	1.21 \$	0.08 \$	0.99 \$	\$ 2.28	
656	Faribault	5,000	25 \$	0.37 \$	0.04 \$	1.88 \$	\$ 2.29	
535	Rochester	5,000	25 \$	0.46 \$	0.42 \$	1.59 \$	\$ 2.47	
861	Winona Area	5,000	25 \$	0.58 \$	0.92 \$	1.17 \$	\$ 2.67	
77	Mankato	5,000	25 \$	0.63 \$	0.35 \$	2.19 \$	\$ 3.17	
761	Owatonna	5,000	25 \$	1.71 \$	- \$	1.80 \$	\$ 3.51	
241	Albert Lea	5,000	25 \$	0.34 \$	0.48 \$	2.71 \$	\$ 3.53	
659	Northfield	5,000	25 \$	1.28 \$	0.20 \$	2.13 \$	\$ 3.60	
492	Austin	5,000	25 \$	0.44 \$	0.34 \$	3.48 \$	\$ 4.25	
Group Average			\$	0.89 \$	\$	1.94 \$	\$ 2.89	



FARIBAULT PUBLIC SCHOOLS

KEY TALKING POINTS

1. Property valuation increases do not change the amount of REVENUE the District receives.
2. Increasing valuations can lead to less state aid and a larger share of revenue coming from local taxpayers through the levy.
3. As different portions of the property tax pie change, the property tax burden shifts from taxpayers with smaller increases to taxpayers with larger increases.



FARIBAULT PUBLIC SCHOOLS

	2022 Pay 2023	2023 Pay 2024	Difference	% Change
General Fund	\$9,053,875.23	\$9,638,315.00	\$584,439.77	6.46%
Community Education	\$435,224.08	\$441,895.24	\$6,671.16	1.53%
Debt Service	\$2,244,954.61	\$2,175,024.17	(\$69,930.44)	-3.12
Total	\$11,734,053.92	\$12,225,234.41	\$521,180.49	4.44%

Approve 2023 Pay 2024 Levy for the amount \$12,255,234.41

PUBLIC COMMENT

For more information contact:

Scott Gerdes
Director of Finance/Operations
507-333-6059
sgerdes@faribault.k12.mn.us



Faribault Public Schools Proposed Property Tax Levy

Introduced to Finance Committee on September 18, 2023
1 To Be Approved (Preliminary) on September 25, 2023
To Be Heard at a Public Hearing on December 4, 2023
To Be Approved (Final) on December 4, 2023
To Be Collected on May 15, 2024 and October 15, 2024
To Be Recognized as Revenue in FY 2024-25

	Payable 2023	Payable 2024	Difference	Notes
Adjusted Pupil Units	3,463.61	3,363.23	(100.38)	estimated
Local Optional Allowance per Pupil Unit	\$ 724.00	\$ 724.00	\$ -	approved by Legislature and Governor in 2014
Voter Approved Levy per Pupil Unit	\$ 972.35	\$ 982.20	\$ 9.85	approved \$300 - \$41.62 board approved - \$258.38
Total Local Levy per Pupil Unit	\$ 1,696.35	\$ 1,706.20	\$ 9.85	1.0257% inflation estimated by MDE staff

Levies Distributed on Referendum Market Value	Payable 2023	Payable 2024	Difference	Notes
<i>Referendum Market Value adds up all properties with value and divides the taxes in a prorated manner amongst them. This means a homeowner and a business are taxed at the same percentage. Seasonal recreational (cabins) and agricultural (farms) are excluded from these school taxes. The District's Referendum Market Value is \$3,099,425,300 for Pay24 compared to \$2,680,862,100 for Pay23, an improvement of 15.61%.</i>				
Local Optional	\$ 2,086,721	\$ 2,162,760	\$ 76,039	State aid adds \$272,219 vs \$350,965 in Pay 24
Local Optional Adjustment	\$ 105,358	\$ 76,024	\$ (29,333)	
Voter Approved Referendum	\$ 3,273,873	\$ 3,303,365	\$ 29,491	State aid adds \$-0- of funding to this number
Voter Approved Referendum Adjustment	\$ 468,310	\$ 346,207	\$ (122,103)	
Board Approved Referendum	\$ -	\$ -	\$ -	Included in LOR as part of calculation modification
Board Approved Referendum Adjustment	\$ -	\$ -	\$ -	
Equity	\$ 397,345	\$ 404,849	\$ 7,504	State aid adds \$-0- of funding to this number
Equity Adjustment	\$ 14,734	\$ 19,706	\$ 4,972	
Transition	\$ 42,087	\$ 42,040	\$ (47)	State aid adds \$-0- of funding to this number
Transition Adjustment	\$ 2,370	\$ 2,080	\$ (289)	
	\$ 6,390,798	\$ 6,357,031	\$ (33,766)	

Levies Distributed on Net Tax Capacity	Payable 2023	Payable 2024	Difference	Notes
<i>Net Tax Capacity assigns each property type a value to distribute the taxes disproportionately to different types of properties. A homestead residence under \$500,000 is counted as 1.0% of its value compared to a Commercial Property under \$150,000 which is counted at 1.5% of its value. Farmland under \$1,900,000 is discounted to 0.5% of its value. The District's Net Tax Capacity is \$41,188,167 for Pay24 compared to \$35,438,737 for Pay23, an improvement of 16.22%.</i>				
Operating Capital	\$ 392,827	\$ 467,637	\$ 74,810	State aid adds \$309,168 vs \$377,824 in Pay 24
Operating Capital Adjustment	\$ (2,019)	\$ 1,238	\$ 3,257	
Achievement & Integration	\$ 213,781	\$ 220,012	\$ 6,231	State aid adds \$511,267 of funding to this number
Achievement & Integration Adjustment	\$ (5,633)	\$ 8,809	\$ 14,442	
Unemployment Insurance	\$ 35,000	\$ 137,155	\$ 102,155	
Unemployment Insurance Adjustment	\$ (50,000)	\$ (25,000)	\$ 25,000	
Safe Schools	\$ 121,211	\$ 121,076	\$ (135)	
Safe Schools Adjustment	\$ (6,439)	\$ (3,762)	\$ 2,677	
Career & Technical Education	\$ 223,269	\$ 223,269	\$ -	
Career & Technical Education Adjustment	\$ 11,125	\$ (40,753)	\$ (51,878)	
Judgments	\$ -	\$ 40,000	\$ 40,000	
Long Term Facilities Maintenance	\$ 999,919	\$ 1,278,027	\$ 278,109	State aid adds \$-0- of funding to this number
Long Term Facilities Maintenance Adjustment	\$ (10,828)	\$ 30,827	\$ 41,655	
Leases	\$ 713,798	\$ 780,757	\$ 66,959	
Leases Adjustment	\$ (47)	\$ 22,400	\$ 22,447	
Other General Adjustment	\$ -	\$ 17,367	\$ 17,367	
General Community Ed	\$ 228,728	\$ 175,479	\$ (53,250)	State aid adds \$85,324 of funding to this num. (NEW)
General Community Ed Adjustment	\$ -	\$ -	\$ -	
Early Childhood Family Education	\$ 97,125	\$ 93,716	\$ (3,409)	State aid adds \$147,092 of funding to this number
Early Childhood Family Education Adjustment	\$ (19)	\$ (4,743)	\$ (4,724)	
Home Visiting	\$ 2,998	\$ 3,480	\$ 482	State aid adds \$834 of funding to this number
Home Visiting Adjustment	\$ 185	\$ (10)	\$ (195)	
Adults with Disabilities	\$ 15,000	\$ 2,808	\$ (12,192)	State aid adds \$42,192 of funding to this num. (NEW)
School Age Child Care	\$ 74,289	\$ 126,542	\$ 52,253	
School Age Child Care Adjustment	\$ 14,645	\$ 44,512	\$ 29,867	
Long Term Facilities Maintenance Debt Service	\$ 226,275	\$ 226,013	\$ (262)	
Long Term Facilities Maintenance Debt Service Adjustment	\$ (13,507)	\$ -	\$ 13,507	
General Debt Service	\$ 2,142,000	\$ 2,073,422	\$ (68,578)	State aid adds \$258,242 of funding to this number
General Debt Service Adjustment	\$ (127,866)	\$ (125,312)	\$ 2,554	
Property Tax Abatement Adjustments	\$ 47,439	\$ 3,236	\$ (44,204)	
	\$ 5,343,256	\$ 5,898,203	\$ 554,947	State Aid Total
				1,626,338.00

Grand Total

\$ 11,734,054 \$ 12,255,234

4.44%

\$521,180.49



	23 Pay 24	22 Pay 23	Difference	
RMV	3,099,425,300	2,680,862,100	418,563,200	15.61%
NTC	41,188,167	35,438,737	5,749,430	16.22%
ANTC	46,794,307	39,322,947	7,471,360	19.00%

Categorical Levy Revenue	Formula	23 PAY 24 FISCAL YEAR 2025				22 PAY 23 FISCAL YEAR 2024				DIFFERENCE
		State Ratio	FPS Ratio	% Levy	Amount	State Ratio	FPS Ratio	% Levy	Amount	FY25 to FY24
Operating Capital	ANTC/ADJ PU*	\$ 22,912.00	\$ 13,913.50	60.73%	\$ 467,636.66	\$ 22,912.00	\$ 11,679.03	50.97%	\$ 392,827.10	\$ 74,809.56
Local Optional Tier 1	RMV/RES PU*	\$ 880,000.00	\$ 642,577.03	73.02%	\$ 736,750.34	\$ 880,000.00	\$ 574,236.24	65.25%	\$ 659,125.97	\$ 77,624.37
Local Optional Tier 2	RMV/RES PU*	\$ 587,244.00	\$ 642,577.03	100.00%	\$ 1,426,009.52	\$ 510,000.00	\$ 574,236.24	100.00%	\$ 1,427,595.28	\$ (1,585.76)
Equity Revenue	RMV/RES PU*	\$ 510,000.00	\$ 642,577.03	100.00%	\$ 404,848.81	\$ 510,000.00	\$ 574,236.24	100.00%	\$ 397,344.55	\$ 7,504.26
Transition Revenue	RMV/RES PU*	\$ 510,000.00	\$ 642,577.03	100.00%	\$ 42,040.37	\$ 510,000.00	\$ 574,236.24	100.00%	\$ 42,087.12	\$ (46.75)
Referendum Tier 1	RMV/RES PU*	\$ 567,000.00	\$ 642,577.03	100.00%	\$ 1,547,085.80	\$ 567,000.00	\$ 574,236.24	100.00%	\$ 1,548,806.20	\$ (1,720.40)
Referendum Tier 2	RMV/RES PU*	\$ 290,000.00	\$ 642,577.03	100.00%	\$ 1,756,278.71	\$ 290,000.00	\$ 574,236.24	100.00%	\$ 1,725,067.08	\$ 31,211.63
Career & Technical	ANTC/ADJ PU*	\$ 7,612.00	\$ 11,450.96	100.00%	\$ 223,269.20	\$ 7,612.00	\$ 10,459.48	100.00%	\$ 223,269.20	\$ -
LTFM	ANTC/APU*x123%	\$ 15,043.12	\$ 12,003.46	79.79%	\$ 1,019,785.17	\$ 12,808.77	\$ 10,010.35	100.00%	\$ 999,918.67	\$ 19,866.50
CE ECFE	ANTC*.00200272			38.92%	\$ 93,715.89			41.69%	\$ 97,124.93	\$ (3,409.04)
CE Home Visiting	ANTC/ADJ PU*	\$ 17,250.00	\$ 13,913.50	80.66%	\$ 3,479.58	\$ 17,250.00	\$ 11,679.03	67.70%	\$ 2,997.96	\$ 481.62
CE Adults w/Disabilities	ANTC*.006			6.24%	\$ 2,807.65				\$ 15,000.00	\$ (12,192.35)
CE SACC	ANTC/RES PU*	\$ 2,318.00	\$ 9,701.46	100.00%	\$ 126,542.00	\$ 2,318.00	\$ 8,422.91	100.00%	\$ 74,289.00	\$ 52,253.00
Lease Levy	ADJ PU * 277				\$ 780,756.84	ADJ PU *212			\$ 713,797.64	\$ 66,959.20

* 2025 Estimates

TOTAL \$ 311,755.84

I. COMPUTATION OF 2023 PAYABLE 2024 LEVY LIMITATION BY FUND (BEFORE COUNTY AUDITOR ADJUSTMENTS):

FUND	INITIAL LEVY LIMITATION	LIMITATION ADJUSTMENTS	ABATEMENT ADJUSTMENTS	OFFSET ADJUSTMENTS	TAC/MAX EFF ADJUSTMENT	MAXIMUM LEVY LIMITATION
GEN-RMV VOTER-EXEMP	3,303,364.51	346,207.16	N/A			3,649,571.67
GEN-RMV OTHER-EXEMP	2,609,649.04	97,810.64	N/A			2,707,459.68
GEN-NTC VOTER-EXEMP			N/A			
GEN-NTC OTHER-GENED	N/A	N/A	N/A	N/A	N/A	N/A
GEN-NTC OTHER-EXEMP	3,285,300.82	6,240.33-	2,223.16			3,281,283.65
TOTAL GENERAL	9,198,314.37	437,777.47	2,223.16			9,638,315.00
COM SERV-EXEMP	402,023.77	39,759.21	112.26			441,895.24
DEBT-VOTER-NONEXEMP						
DEBT-OTHER-NONEXEMP	2,299,435.42	125,311.75-	900.50			2,175,024.17
TOTAL DEBT SERV	2,299,435.42	125,311.75-	900.50			2,175,024.17
OPEB-VOTER-NONEXEMP						
OPEB-OTHER-NONEXEMP						
TOTAL OPEB/PENSION						
TOTAL	11,899,773.56	352,224.93	3,235.92			12,255,234.41

II. COMPARISON OF 2022 PAYABLE 2023 LEVY LIMITATION WITH 2023 PAYABLE 2024 LEVY LIMITATION (BEFORE COUNTY AUDITOR ADJUSTMENTS):

FUND	2022 PAY 2023 LIMITATION	2023 PAY 2024 LIMITATION	INCREASE (DECREASE)	PERCENT CHANGE
GENERAL	9,053,875.23	9,638,315.00	584,439.77	6.46
COMMUNITY SERVICE	435,224.08	441,895.24	6,671.16	1.53
GENERAL DEBT SERVICE	2,244,954.61	2,175,024.17	69,930.44-	3.12-
OPEB DEBT SERVICE				
TOTAL	11,734,053.92	12,255,234.41	521,180.49	4.44

III. COMPARISON OF 2022 PAYABLE 2023 CERTIFIED LEVY PLUS COUNTY AUDITOR ADJUSTMENTS WITH 2023 PAYABLE 2024 CERTIFIED LEVY PLUS COUNTY AUDITOR ADJUSTMENTS:

FUND	2022 PAY 2023 CERTIFIED LEVY + ADJUSTMENTS	2023 PAY 2024 CERTIFIED LEVY + ADJUSTMENTS	INCREASE (DECREASE)	PERCENT CHANGE
GENERAL	9,053,875.23			
COMMUNITY SERVICE	435,224.08			
GENERAL DEBT SERVICE	2,244,954.61			
OPEB DEBT SERVICE				
TOTAL AFTER ADJUSTMENTS	11,734,053.92			

Memorandum



To: Jamie Bente, Superintendent
School Board Members

From: Scott Gerdes, Director Finance and Operations

Re: Final 2023 Payable 2024 Levy

Date: December 4, 2023

Consider for approval the Final 2023 Pay 2024 Levy Certification for 12,255,234.41.

**Faribault Public Schools
Enrollment Report by Month**

School Year 2023 - 2024

**Enrollment Used for FY24
First Budget Revision**

	September	October	November	December	January	February	March	April	May	YTD Average	Plus: Projected Tuition	Projected Total ADM	Served @ FPS	Plus: Projected Tuition	Total
Early Childhood	82	83	82	-	-	-	-	-	-	82	1.0	83	76	2	78
VPK	46	46	46	-	-	-	-	-	-	46		46	46		46
Kindergarten	204	203	202	-	-	-	-	-	-	203	2.0	205	204	1	205
1	219	219	220	-	-	-	-	-	-	219	2.0	221	220	1	221
2	189	187	189	-	-	-	-	-	-	188	-	188	188	1	189
3	149	152	153	-	-	-	-	-	-	151	5.8	157	150	4	154
4	186	185	185	-	-	-	-	-	-	185	3.0	188	185	3	188
5	185	186	185	-	-	-	-	-	-	185	3.0	188	185	6	191
6	205	207	207	-	-	-	-	-	-	206	4.9	211	206	2	208
7	211	211	208	-	-	-	-	-	-	210	2.0	212	211	2	213
8	230	231	236	-	-	-	-	-	-	233	4.0	237	231	2	233
9	289	284	284	-	-	-	-	-	-	286	2.9	289	288	8	296
10	278	267	271	-	-	-	-	-	-	272	7.9	280	278	5	283
11	295	288	288	-	-	-	-	-	-	290	6.8	297	291	10	301
12	307	305	304	-	-	-	-	-	-	305	19.5	325	303	25	328
Total	3,075	3,054	3,059	-	-	-	-	-	-	3,063	64.8	3,128	3,062	72	3,134
		(20)	5	(3,059)	-	-	-	-	-						
EC-12 Average September - June		3,054	3,057												
													Over (Under) Budget		(6)