

# Citizens' Financial Advisory Committee Meeting Agenda

Date/Time: May 5, 2020 at 5:00M in District Office Board Room



Committee Members: Jackie Haremza, Adam Johnson, Steven Jones, Jennifer Smith, Joe Aldrich, Bill Menozzi, Lindsey Puffer, Kevin O'Brien, Mike Warmka

Absent:

Quick Updates/Brief Informational Items	Notes
Introductions	Name, Employer/Position, Area of Interest Google Hangouts Orientation - Mute
Changes since our initial meeting on March 3, 2020.	<p>From Dr. Redmond's weekly wrap May 1, 2020:  <i>*Prior to the COVID-19 pandemic, our district had begun moving forward with a communications plan, a timeline, and a process for examining multiple plans for addressing the financial challenges. Due to the pandemic, these actions came to a halt. These challenges didn't disappear. The challenges grew larger due to the pandemic. There is a tremendous amount of uncertainty in the final disposition of our 2019-20 school year budget. The outlook for financial support from the State worsened and we've adjusted our anticipated state aid in FY22 and FY23 from 1.25% per year down to 0% per year. It was simply inappropriate to continue addressing the challenges in light of the pandemic hitting the world, our nation, and our community. Although we are certainly not 'out of the woods' in terms of the pandemic, it seems we need to begin again addressing the financial challenges facing our district.</i></p> <p><i>Over the past couple of weeks, we've begun to 'pick up the pieces' in regards to examining possible plans for action for addressing the financial challenges facing the school district. We've readjusted our budget projections and begun to examine a range of possibilities to meet these challenges.</i></p> <p style="text-align: right;"><b>Done by 5:20</b></p>
Other quick updates before we get started?	
Updates From March Meeting	Notes
Open enrollment by grade and	Hold on this -- current events

<p>compared to other districts.</p>																											
<p>Debt service per pupil unit compared to other districts.</p> <p>Note: Debt service amounts vary significantly depending on the school district (growing enrollment).</p> <p>Amount shown is debt service and not general fund operating levy. Voter approved debt service revenue can only be used to pay principal &amp; interest on bonds.</p>	<table border="1"> <caption>Ann. Debt Serv/ Adj. PU</caption> <thead> <tr> <th>District</th> <th>Annual Debt Serv/ Adj. PU (Approx.)</th> </tr> </thead> <tbody> <tr><td>HOPKINS</td><td>2,500</td></tr> <tr><td>MINNETONKA</td><td>750</td></tr> <tr><td>BURNSVILLE</td><td>1,250</td></tr> <tr><td>BLOOMINGTON</td><td>1,100</td></tr> <tr><td>EDINA</td><td>1,750</td></tr> <tr><td>EDEN PRAIRIE</td><td>1,150</td></tr> <tr><td>ROSEMOUNT-APPLE</td><td>650</td></tr> <tr><td>LAKEVILLE</td><td>1,700</td></tr> <tr><td>EASTERN CARVER CTY</td><td>1,850</td></tr> <tr><td>PRIOR LAKE</td><td>1,750</td></tr> <tr><td>FARMINGTON</td><td>2,300</td></tr> <tr><td>SHAKOPEE</td><td>2,750</td></tr> </tbody> </table>	District	Annual Debt Serv/ Adj. PU (Approx.)	HOPKINS	2,500	MINNETONKA	750	BURNSVILLE	1,250	BLOOMINGTON	1,100	EDINA	1,750	EDEN PRAIRIE	1,150	ROSEMOUNT-APPLE	650	LAKEVILLE	1,700	EASTERN CARVER CTY	1,850	PRIOR LAKE	1,750	FARMINGTON	2,300	SHAKOPEE	2,750
District	Annual Debt Serv/ Adj. PU (Approx.)																										
HOPKINS	2,500																										
MINNETONKA	750																										
BURNSVILLE	1,250																										
BLOOMINGTON	1,100																										
EDINA	1,750																										
EDEN PRAIRIE	1,150																										
ROSEMOUNT-APPLE	650																										
LAKEVILLE	1,700																										
EASTERN CARVER CTY	1,850																										
PRIOR LAKE	1,750																										
FARMINGTON	2,300																										
SHAKOPEE	2,750																										
<p>Long term debt summary</p>	<p>Hold on this - treatment of 2020C bond. Market uncertainty and timing with possible operating levy.</p>																										
<p>Expenditures by program comparison</p> <p>Two reports:</p> <ol style="list-style-type: none"> <li>1. Ufars Turnaround Reports: Expenditure Summary Report</li> <li>2. Student: District ADM Summary (General Education Revenue) Page</li> </ol>	<p><a href="#">Data Reports and Analytics</a></p> <p style="text-align: right;"><b>Done by 5:40</b></p>																										
<p><b>Discussion Items</b></p>	<p><b>Notes</b></p>																										
<p>School District Financial Challenges <a href="#">Presentation</a></p>	<ul style="list-style-type: none"> <li>• Financial projections &amp; state aid update.</li> <li>• Budget Adjustments: Combination of increased revenue and expenditure cuts.</li> <li>• Timing on 2020 operating levy given Covid_19 pandemic.</li> <li>• Scott County Tax Payment -- Timing &amp; Delinquent Payments.</li> </ul>																										
<p>How to address the funding gap?</p>	<ul style="list-style-type: none"> <li>• The need for a general fund operating levy.</li> <li>• One concept: Phased approach.</li> <li>• Debt drop 2020C H&amp;S Bond.</li> </ul>																										
<p>Taxpayer Impact</p>	<p style="text-align: right;"><b>Done by 6:15</b></p>																										
<p><b>Decision Items</b></p>	<p><b>Notes</b></p>																										
<p>CFAC report to School Board finance committee</p> <p>Names:</p> <p>Topics:</p> <p>Assistance &amp; next steps:</p>	<p>Determine who and presentation topics/recommendation of CFAC.</p> <ul style="list-style-type: none"> <li>• June 22, 2020 5:00 - 6:00 p.m.</li> <li>• Report on first two meetings.</li> <li>• CFACs recommendation on a path forward.</li> </ul> <p style="text-align: right;"><b>Done by 6:25</b></p>																										

**Suggestions for a future meetings**

<b>Description of item</b>	<b>Type of Item (Quick Update/Brief Informational, Informational, Discussion, or Decision)</b>