

**MINNETONKA SCHOOL BOARD STUDY SESSION**  
**District Service Center**

**August 18, 2022**  
**6:00 p.m.**

**AGENDA**

- 6:00      1.      Update on OPEB Trust Fund
- 6:20      2.      Update on Additional VANTAGE/MOMENTUM Parking Above  
Clear Springs Pond
- 6:40      3.      Update on Bonding Capacity for Additions and Site Projects

**CITIZEN INPUT**

**6:20 p.m.**      Citizen Input is an opportunity for the public to address the School Board on any topic in accordance with the guidelines printed below.

**GUIDELINES FOR *CITIZEN INPUT***

Welcome to the Minnetonka School Board's Study Session! In the interest of open communications, the Minnetonka School District wishes to provide an opportunity for the public to address the School Board. That opportunity is provided at every Study Session during *Citizen Input*.

1. Anyone indicating a desire to speak to any item about educational services—except for information that personally identifies or violates the privacy rights of employees or students—during *Citizen Input* will be acknowledged by the Board Chair. When called upon to speak, please state your name, address and topic. All remarks shall be addressed to the Board as a whole, not to any specific member(s) or to any person who is not a member of the Board.
2. If there are a number of individuals present to speak on the same topic, please designate a spokesperson that can summarize the issue.
3. Please limit your comments to three minutes. Longer time may be granted at the discretion of the Board Chair. If you have written comments, the Board would like to have a copy, which will help them better understand, investigate and respond to your concern.
4. During *Citizen Input* the Board and administration listen to comments. Board members or the Superintendent may ask questions of you in order to gain a thorough understanding of your concern, suggestion or request. If there is any follow-up to your comment or suggestion, you will be contacted by a member of the Board or administration.
5. Please be aware that disrespectful comments or comments of a personal nature, directed at an individual either by name or inference, will not be allowed. Personnel concerns should be directed first to a Principal, then to the Executive Director of Human Resources, then to the Superintendent and finally in writing to the Board.

**School Board  
Minnetonka I.S.D. 276  
5621 County Road 101  
Minnetonka, Minnesota**

**Study Session Agenda Item #1**

**Title: Update on OPEB Trust Fund**

**Date: August 18, 2022**

**EXECUTIVE SUMMARY:**

At the School Board Meeting of August 7, 2008, the School Board established the Minnetonka Independent School District 276 Other Post-Employment Benefits (OPEB) Revocable Trust to provide assets for the payment of lifelong post-employment benefits for health insurance owed to employees who had been working under contracts with those provisions prior to July 1, 2002.

The School Board specifically chose to establish a revocable trust, as the statutes authorizing such trusts allowed for the trusts to be either irrevocable or revocable. Under the statutes governing the revocable trust option, there is a provision that allows for any excess assets over the actuarial accrued liability to be withdrawn by the School Board and used for any District purpose.

In the ensuing approximately 13 years, OPEB Trust assets grew from their original amount of \$17,742,555 in August 2008 to \$28,051,349 as of June 20, 2021, while the OPEB Liability decreased from \$17,742,555 in August 2008 to \$10,985,427 as of June 30, 2021.

During Fiscal Year 2022, the School Board decided to withdraw \$9,850,000 of OPEB Trust Excess assets so that they could be invested in the construction of the VANTAGE MOMENTUM Building, which will be a 100-year asset for the District.

At this time, it is appropriate to review the status of the OPEB Trust and review a projection of the future assets, liabilities and withdrawals with actual results through June 30, 2022 and a projection going forward from that point in time.

**RECOMMENDATION/FUTURE DIRECTION:**

The OPEB Trust Update is being presented for the School Board’s information and potential use in decisions.

**Submitted by:**   
Paul Bourgeois, Executive Director of Finance & Operations

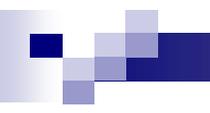
**Concurrence:**   
David Law, Superintendent



MINNETONKA  
PUBLIC SCHOOLS

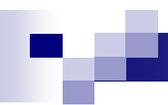
## OPEB Trust Update

School Board Meeting  
August 18, 2022



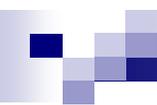
## OPEB Revocable Trust History And Purpose (1)

- 2008 Legislature passed Minnesota Statutes 471.6175 allowing public entities to fund a trust for Other Post Employment Benefits (OPEB)
  - OPEB liabilities were primarily lifetime health insurance benefits paid to retirees that had been negotiated in bargaining unit contracts
  - To establish a trust, the participation in these types of benefits had to have been capped by July 1, 2002
  - The trust could be funded by the issuance of General Obligation Bonds



## OPEB Revocable Trust History And Purpose (2)

- The Legislature allowed the choice of two types of trust
  - An irrevocable trust locks in the funds for paying retiree benefits into perpetuity
  - A revocable trust allows more flexibility to utilize funds if the investment of the funds produced more assets over the liability
  
- MS Statutes 471.6175 Subd. 7(a) reads in part:
  - *“any amount in excess of 100 percent of that political subdivision’s or public entity’s actuarially determined liabilities for post employment benefits, as determined under standards of the Government Accounting Standards Board, may be withdrawn and used for any purpose”*



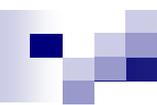
## OPEB Revocable Trust History And Purpose (3)

- Minnetonka ISD 276 chose to establish a revocable trust because we knew excess assets were likely to accrue for several reasons
  - The actuaries were directed by the District to use a conservative 3.00% discount rate to calculate the initial liability
  - We wanted to make sure there were going to be sufficient funds in the trust so that we would never be short of funds even in an economic downturn
  - At the time, 3.00% was what the District could earn on its own with its cash investments
  - We knew that with a fixed set of participants receiving benefits that over time normal mortality would result in the liability decreasing significantly



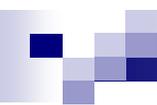
## OPEB Revocable Trust History And Purpose (4)

- Because of those three reasons, we knew the chance of excess assets accruing over time was significant
- The OPEB Revocable Trust was established in 2008 with a liability of \$17,742,555 for 615 participants
- Wells Fargo Private Wealth Management was selected as the investment manager for the OPEB Revocable Trust



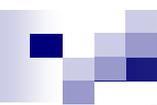
## OPEB Revocable Trust History And Purpose (5)

- From FY2008 through FY2022, \$9,218,998 has been disbursed to the General Fund to pay for retiree benefits expenditures
- Without the OPEB Trust, the General Fund Unassigned Fund Balance would be \$9,218,998 lower as of June 30, 2022
  - \$23,727,906 – 17.0% - projected at June 30, 2022 closing
  - \$14,508,908 – 10.0% - without the OPEB Trust
- \$17,742,555 initial investment has returned \$19,068,998 in “dividends” for retiree benefit payments and VANTAGE MOMENTUM Construction
- The Corpus of the OPEB Trust remains at \$15,254,695 at 06 30 22
- The Actuarial Accrued Liability is \$8,708,215 as of CBIZ Actuaries 06 30 22 update
  - Participants down to 209 from the initial 615
- The Liability is funded at 175% as of 06 30 22
- \$9,461,726, in “dividends” for retiree benefits scheduled for FY23-FY39
  - Amortization ends after 30 years in FY39 – annual amount declines due to mortality



## OPEB Revocable Trust FY2022 History

- June 30, 2021 Status
  - The OPEB Trust Assets had grown to \$28,051,380
  - The OPEB Liability had declined from \$17,742,555 in 2008 down to \$10,985,427
  
- On October 7, 2021, the School Board approved the use of \$7,000,000 in excess assets from the OPEB Revocable Trust for use to construct the strategic asset of the VANTAGE MOMENTUM building
- On May 19, 2022, the School Board approved the use of \$2,850,000 in excess assets from the OPEB Revocable Trust for use to construct the strategic asset of the VANTAGE MOMENTUM building after construction inflation had impacted the price of the project

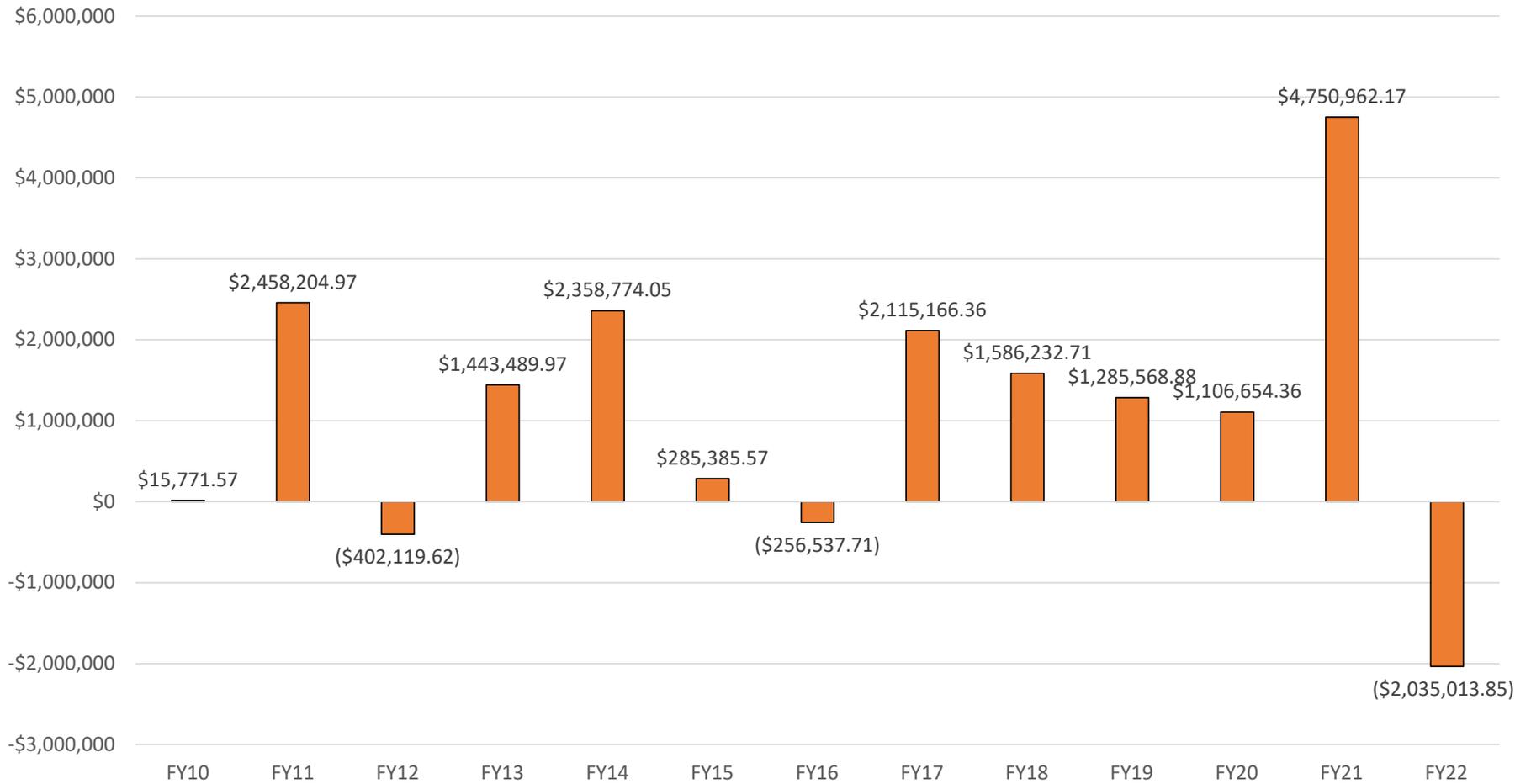


---

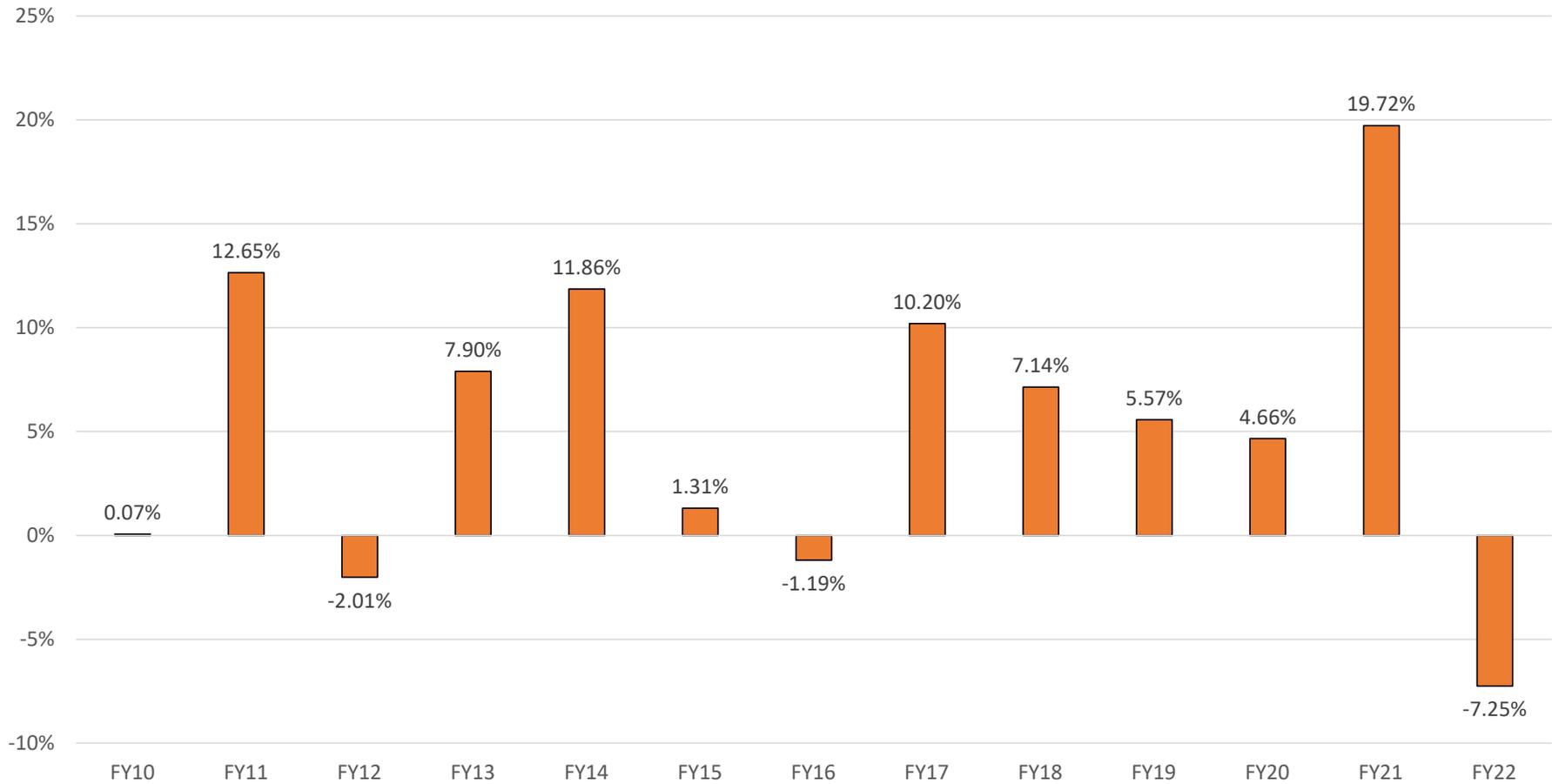
## Funding Resources for Vantage/MOMENTUM Facility at 5735 County Road 101 - \$16,850,000 All-In Project Costs

- \$7,000,000 from 2022A Bonds
  - Annual payments of \$416,509 starting in FY25 funded from Operating Capital, primarily with \$320,000 annually shifted from Baker Road lease payments when lease expires
- \$9,850,000 from OPEB Revocable Trust Excess Assets approved by the School Board in FY22

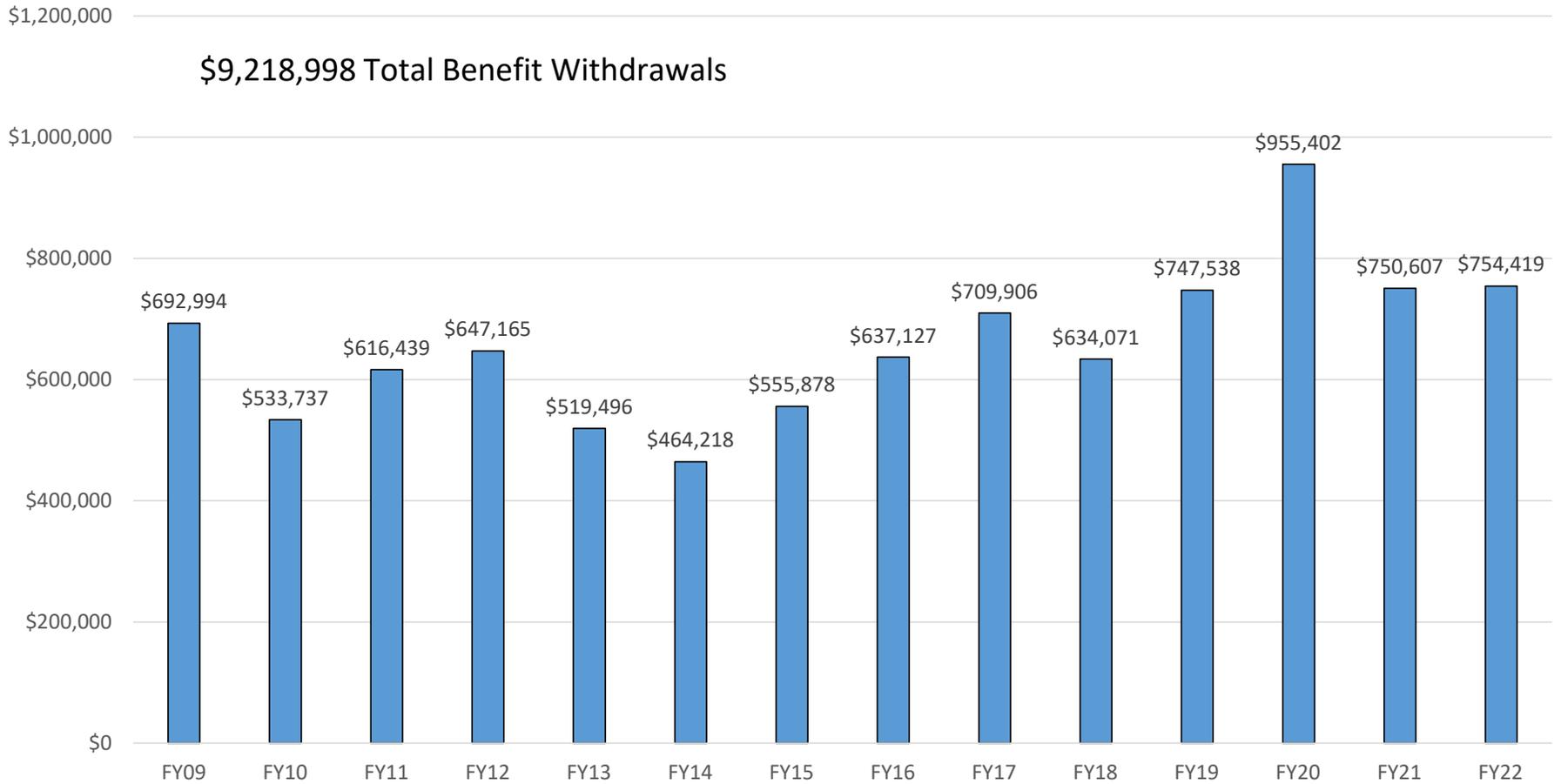
# Minnetonka ISD 276 OPEB Revocable Trust Fund Fiscal Year Investment Return Amount



# Minnetonka ISD 276 OPEB Revocable Trust Fund Fiscal Year Investment Return Percentage



# Minnetonka ISD 276 OPEB Revocable Trust Fund Withdrawals For Benefit Payments

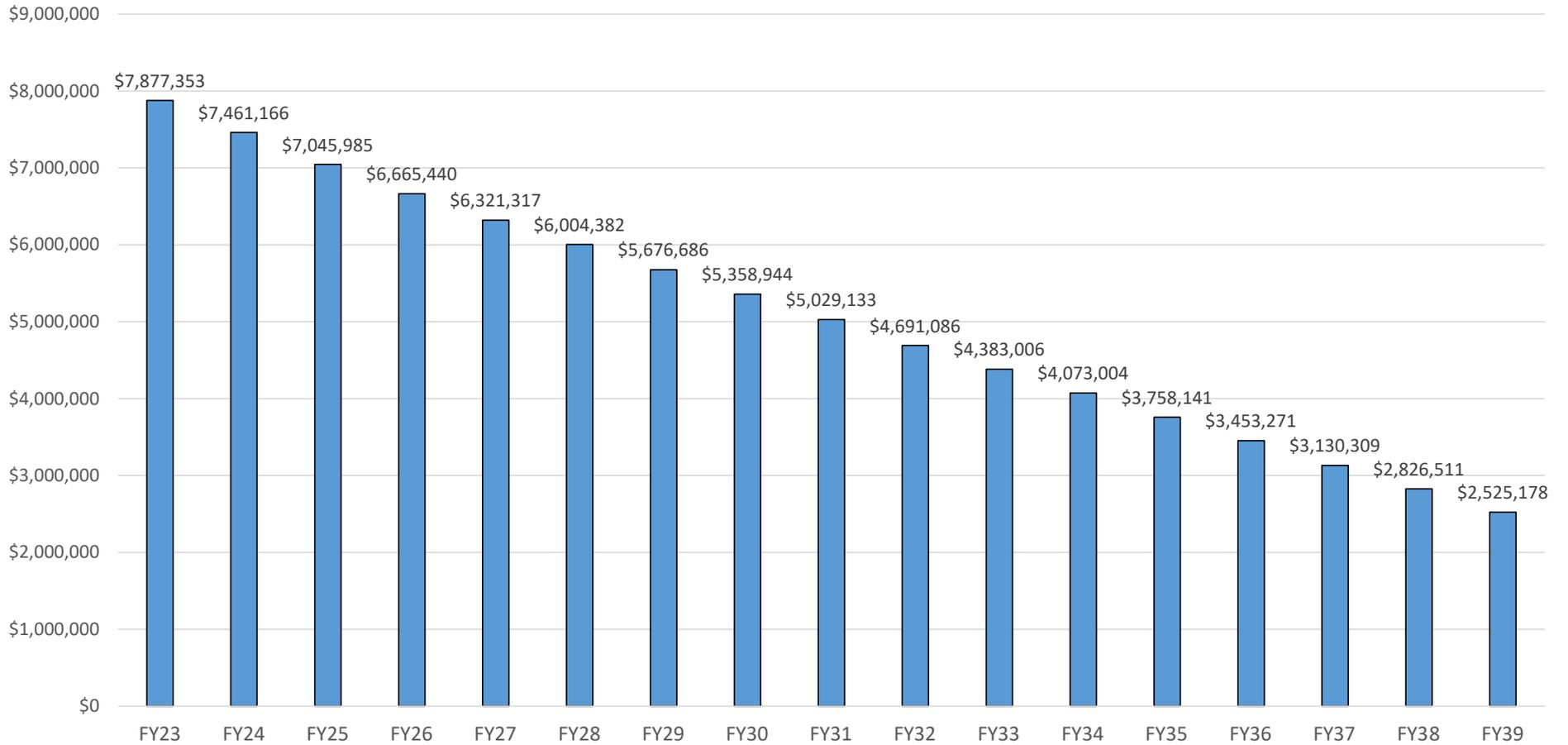


# Minnetonka ISD 276 OPEB Revocable Trust Fund Liability, Total Assets & Excess Assets Net Of Year End Accrual

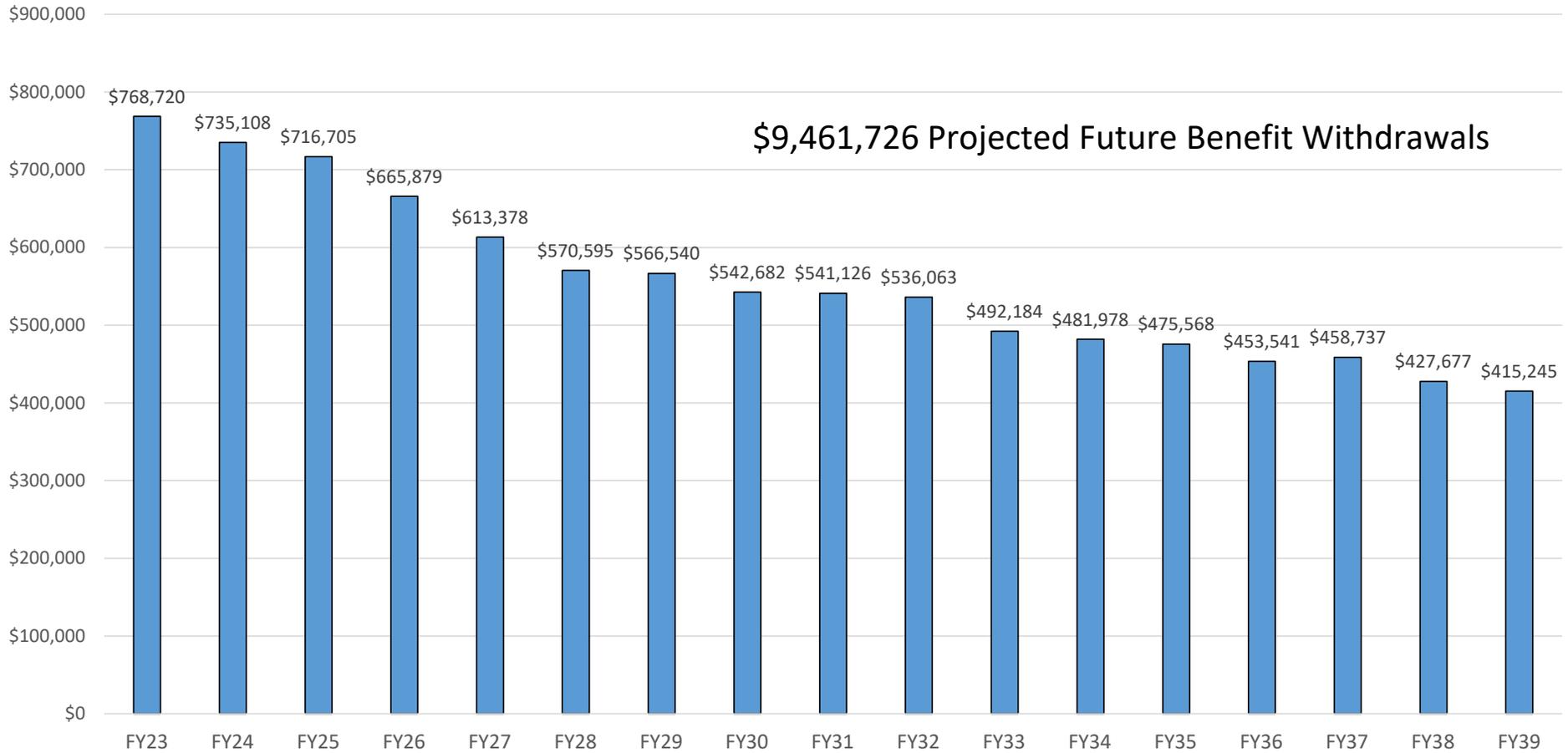


# Minnetonka ISD 276 OPEB Revocable Trust Fund

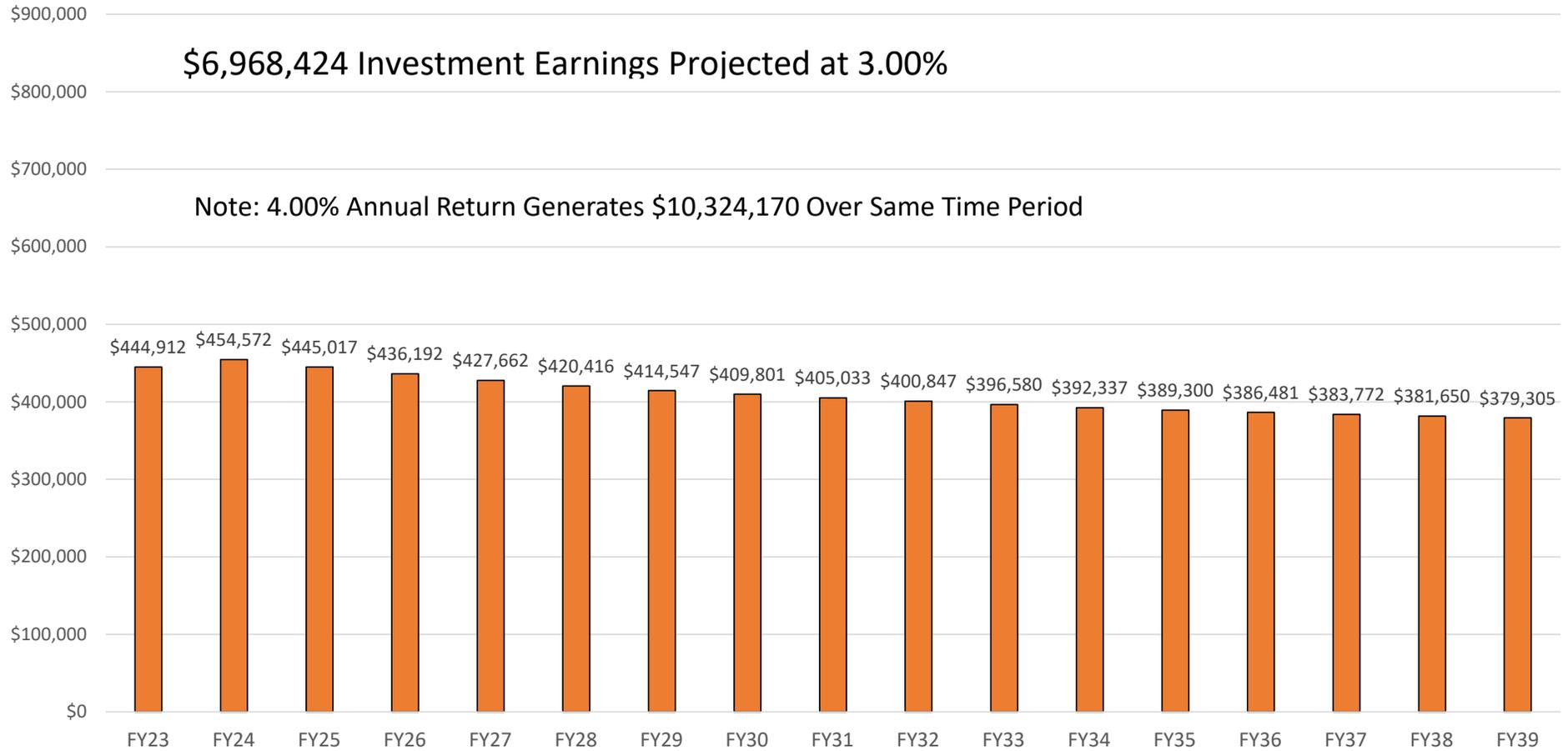
## Actuarially-Projected Future Liability Calculated To Explicit Liability Amortization Year



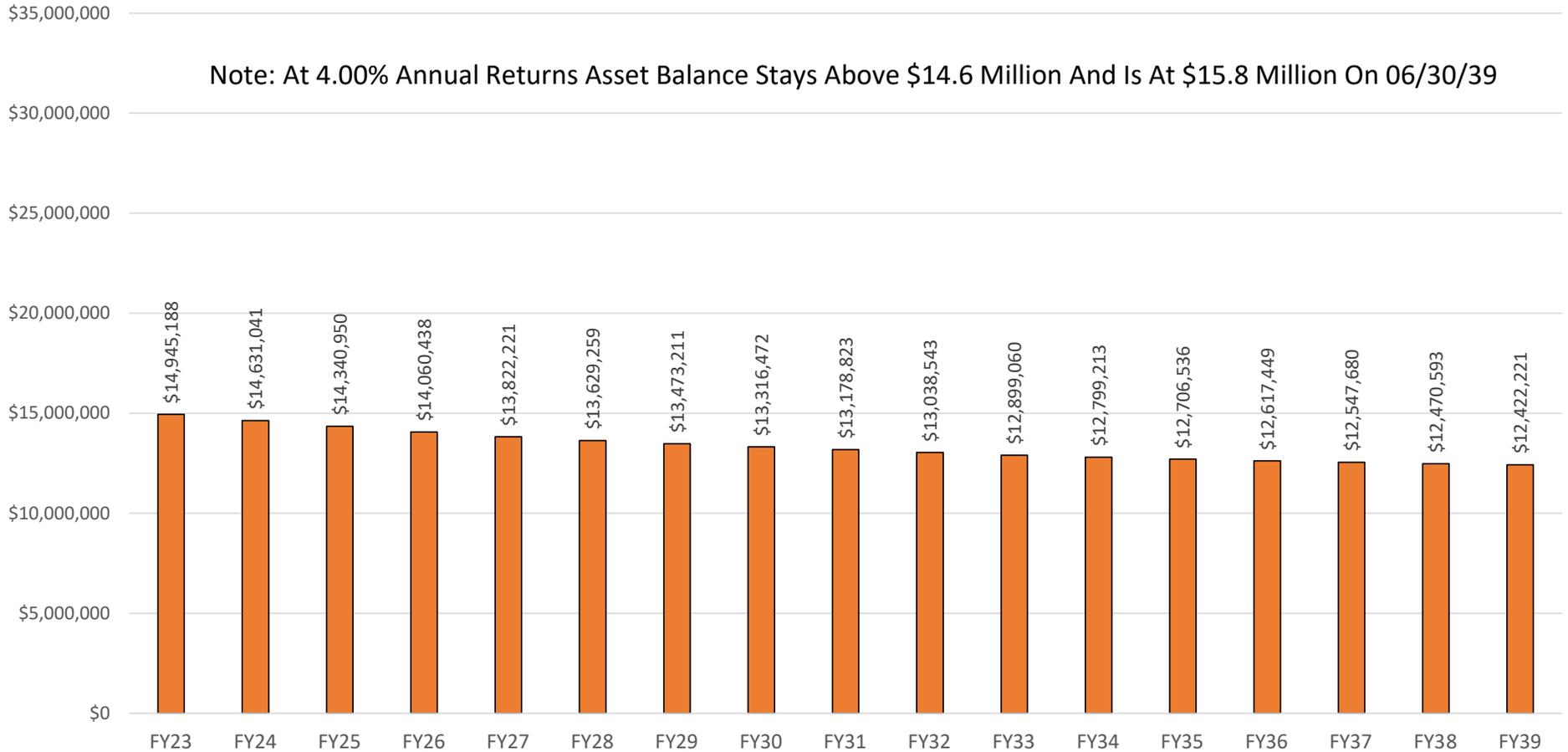
# Minnetonka ISD 276 OPEB Revocable Trust Fund Actuarially-Projected Future Benefit Withdrawals FY23-FY39



# Minnetonka ISD 276 OPEB Revocable Trust Fund Projected Future Investment Earnings-3.00% Annual Returns

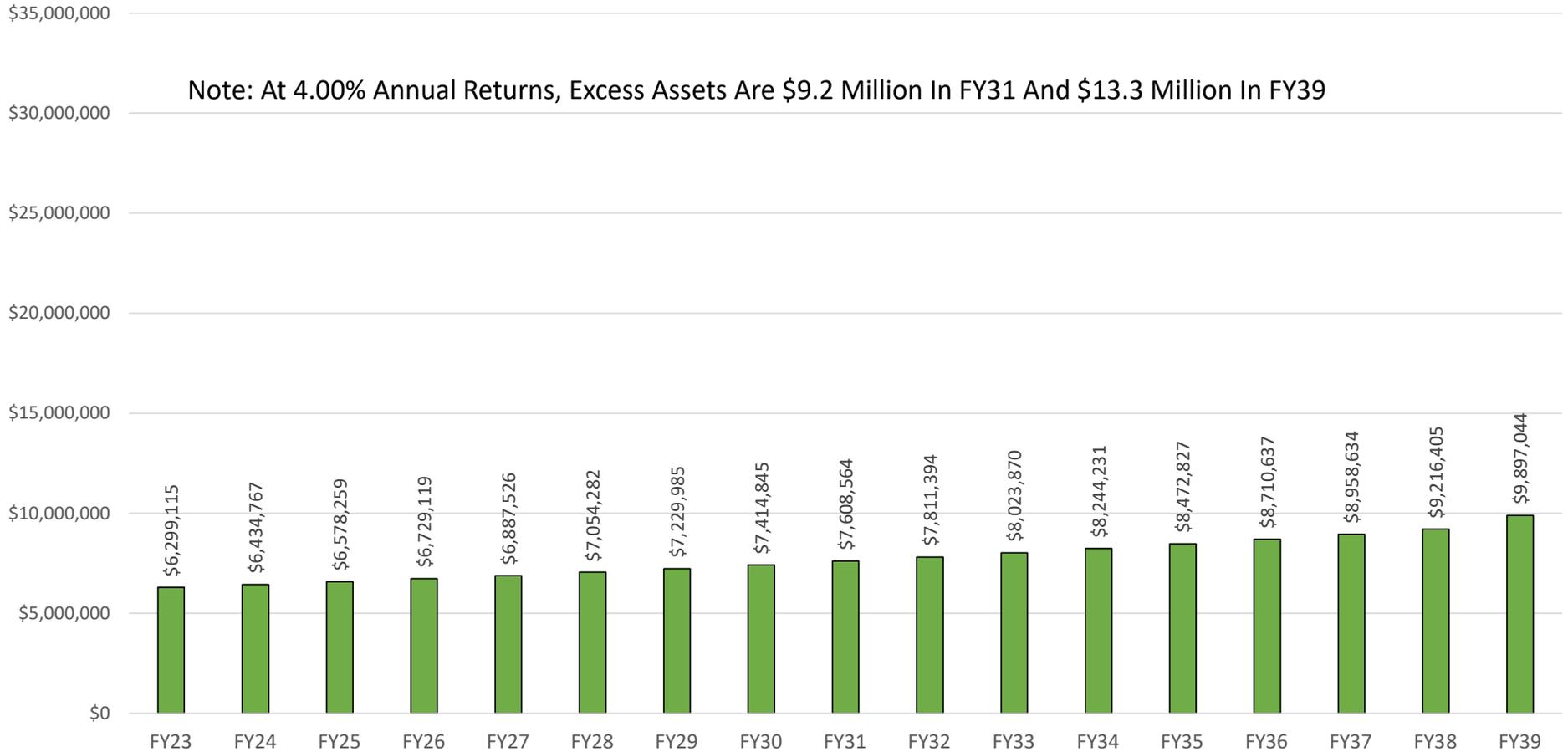


# Minnetonka ISD 276 OPEB Revocable Trust Fund Projected Future Asset Balance-3.00% Annual Returns

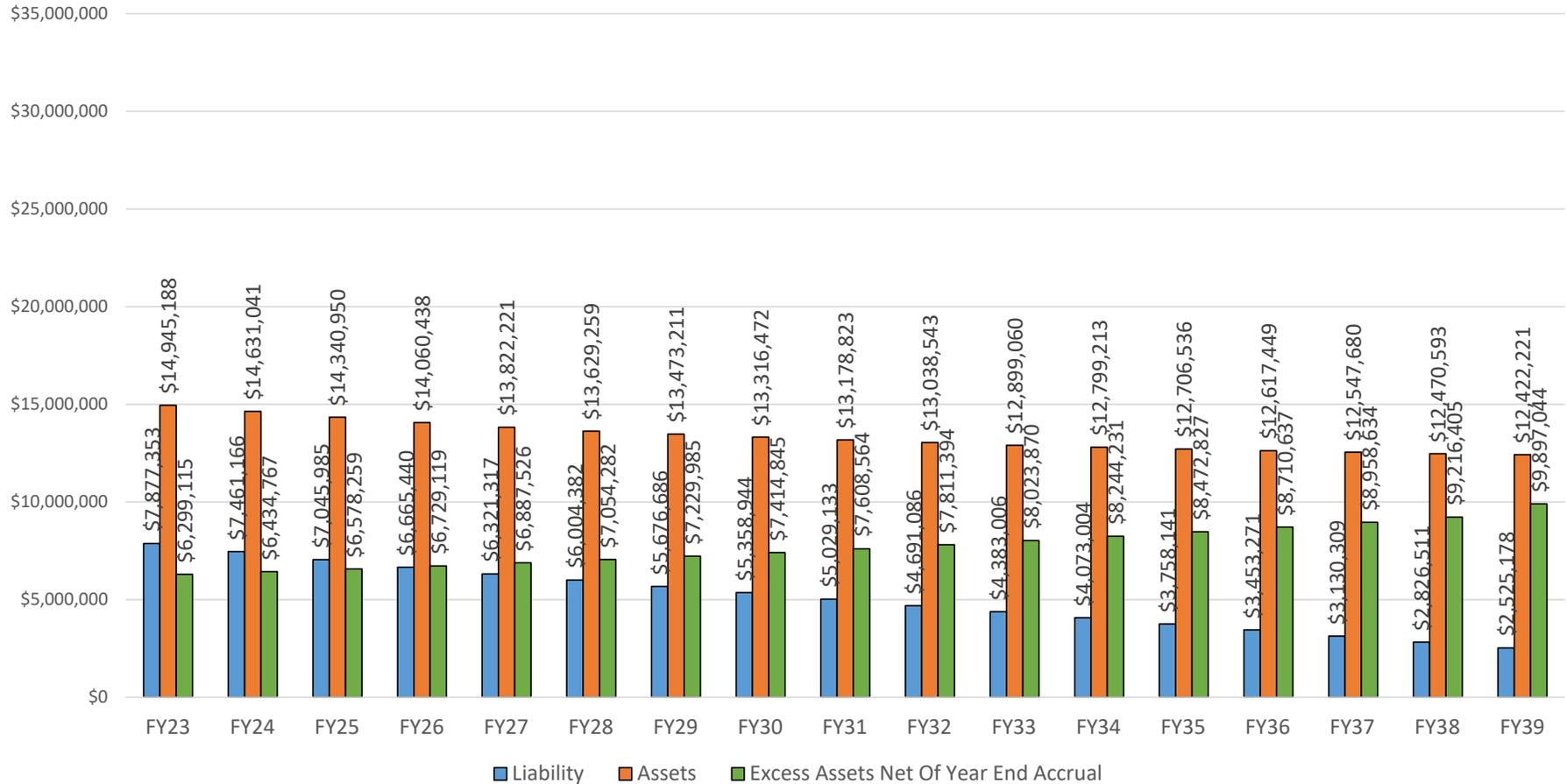


# Minnetonka ISD 276 OPEB Revocable Trust Fund

## Projected Future Excess Assets Balance-3.00% Annual Returns



# Minnetonka ISD 276 OPEB Revocable Trust Fund Liability, Total Assets & Excess Assets Net Of Year End Accrual





Questions?

**School Board  
Minnetonka I.S.D. 276  
5621 County Road 101  
Minnetonka, Minnesota**

**Study Session Agenda Item #2**

**Title: Update on Additional VANTAGE/MOMENTUM Parking  
Above Clear Springs Pond**

**August 18, 2022**

---

**EXECUTIVE SUMMARY:**

In 2014 and 2015, Highway 101 in front of Clear Springs Elementary School underwent a major rebuilding. As part of that process, the bus corral was relocated to an entrance off Covington Road to the south of Clear Springs. The driveway is over an easement from the City of Minnetonka over a conservation area that they purchased from Kolstad K-9 Acres many years ago.

As part of the bus driveway relocation, what had been a pond used to train dogs to retrieve waterfowl was converted into a stormwater runoff control pond to handle the storm runoff from any additional hard-surface areas that were constructed because of the bus driveway relocation.

The City of Minnetonka has an easement to use any excess capacity in the pond for future roadway improvements in the neighborhoods to the east and south.

With the purchase of the Kolstad K-9 Acres parcel, the District now has 100% of the stormwater runoff going into the pond. The District would like to move the pond underground and place additional parking on top of the pond to serve the VANTAGE/MOMENTUM Building which is under construction on the Kolstad K-9 Acres parcel.

The District has developed a plan that will increase the capacity of the pond by 93% - from 0.78 acre-feet to 1.51 acre-feet while moving the pond underground, which provides space for an additional 63 parking spaces as part of the project. The additional capacity would be preserved for use by the City to ensure that not only sufficient capacity but additional capacity remains to support any future City improvements in the adjacent neighborhoods.

Next steps will entail having conversations with the City of Minnetonka to ascertain whether they will be willing to modify their easement to allow the District to submit the proposed pond and parking lot plan for the City's approval.

---

**RECOMMENDATION/FUTURE DIRECTION:**

The pond and parking lot plan work-to-date is being presented for the School Board's information.

**Submitted by:** Paul Bourgeois  
Paul Bourgeois, Executive Director of Finance & Operations

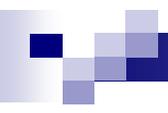
**Concurrence:** David Law  
David Law, Superintendent



MINNETONKA  
PUBLIC SCHOOLS

# Additional VANTAGE MOMENTUM Parking Update

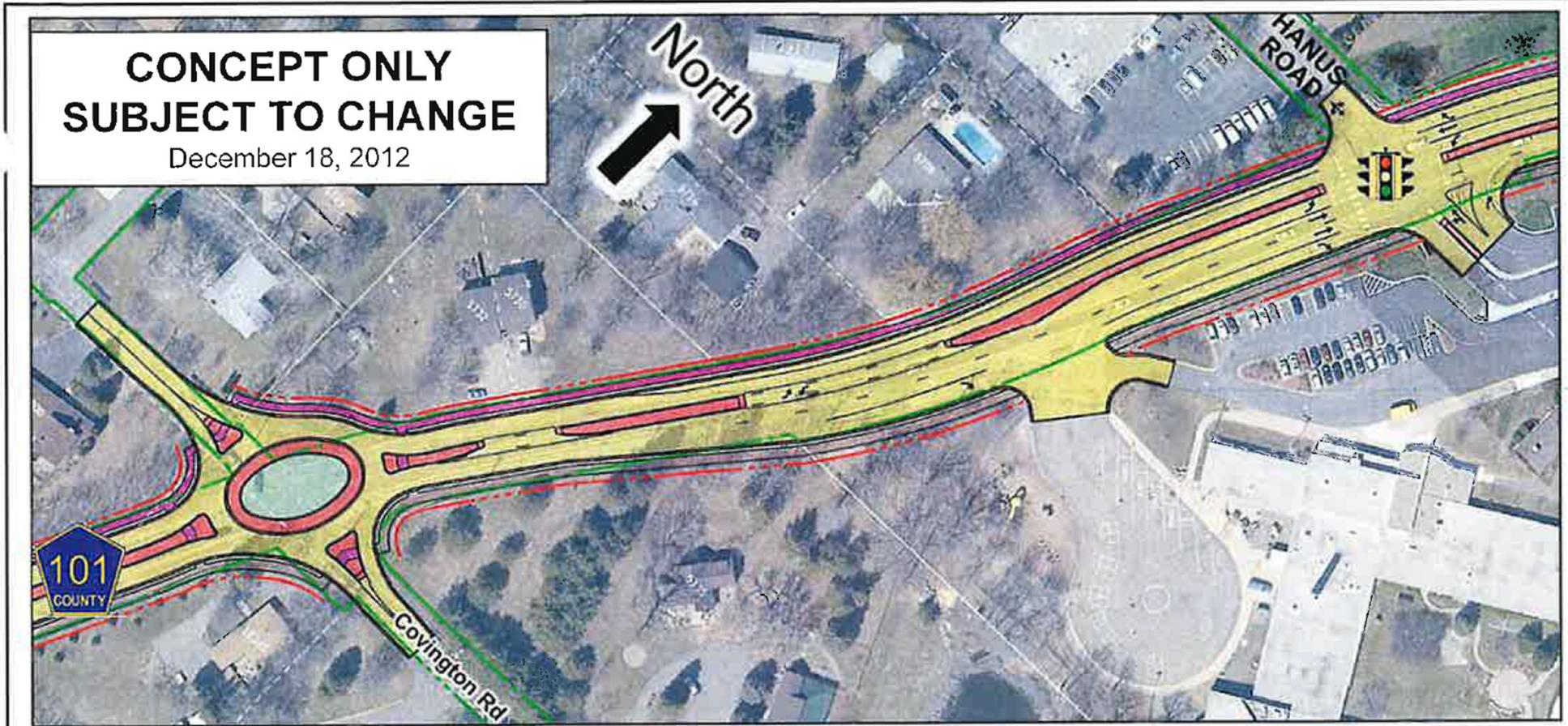
School Board Meeting  
August 18, 2022

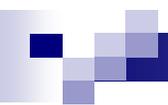


## Clear Springs Bus Corral Recent History

- Prior To September 2015, all school buses entered the bus corral at Clear Springs Elementary School directly off Highway 101
- The driveway was located on the south end of the building and passed right next to the 2014-built kindergarten classrooms on the south end of the building
- In 2014 and 2015 Hennepin County undertook a major rebuilding of Highway 101
- As part of that process, Hennepin County suggested repaving the entrance to the driveway as a pedestrian trail was planned along the east side of Highway

## Original Hennepin County Reconfiguration Proposal

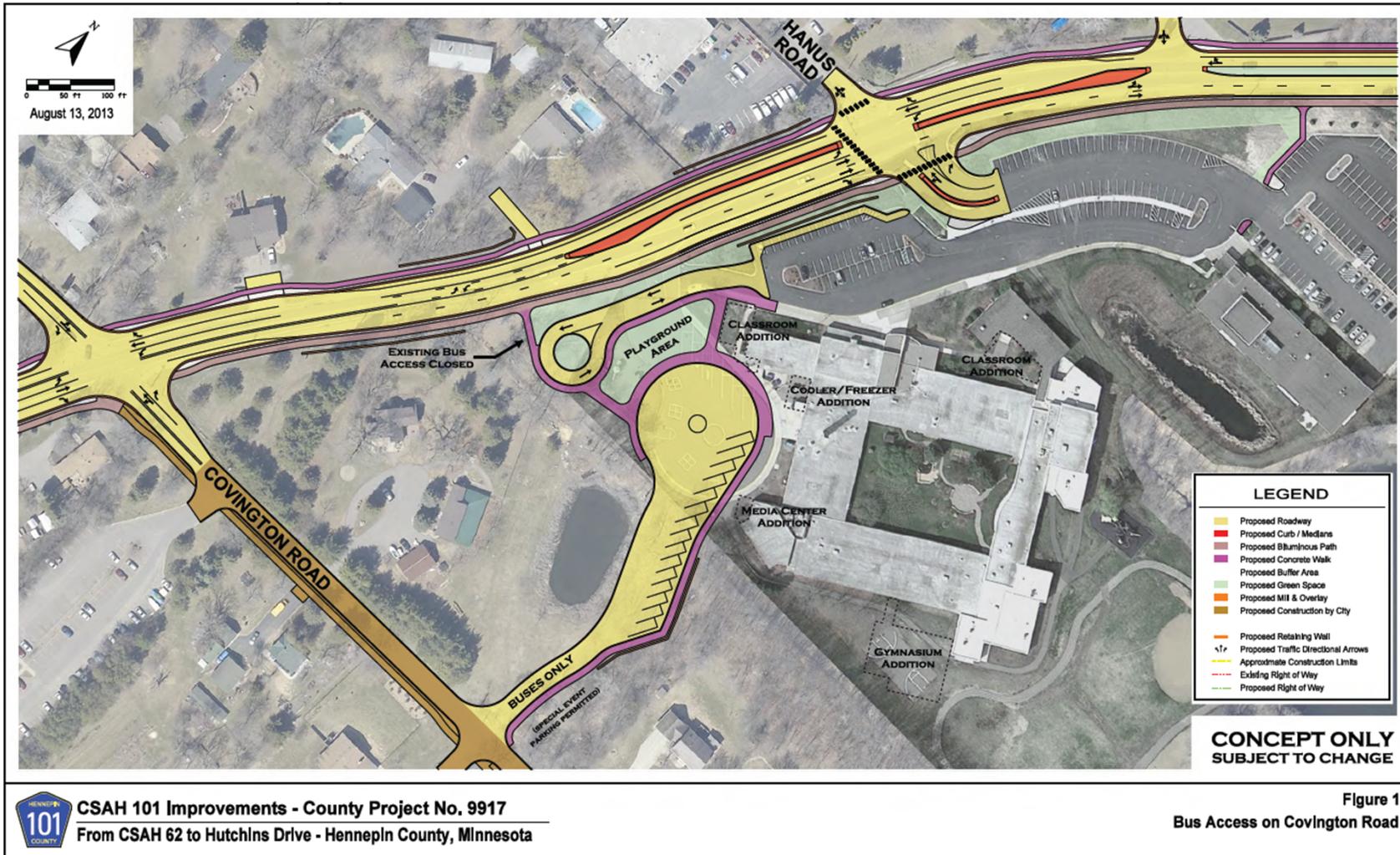




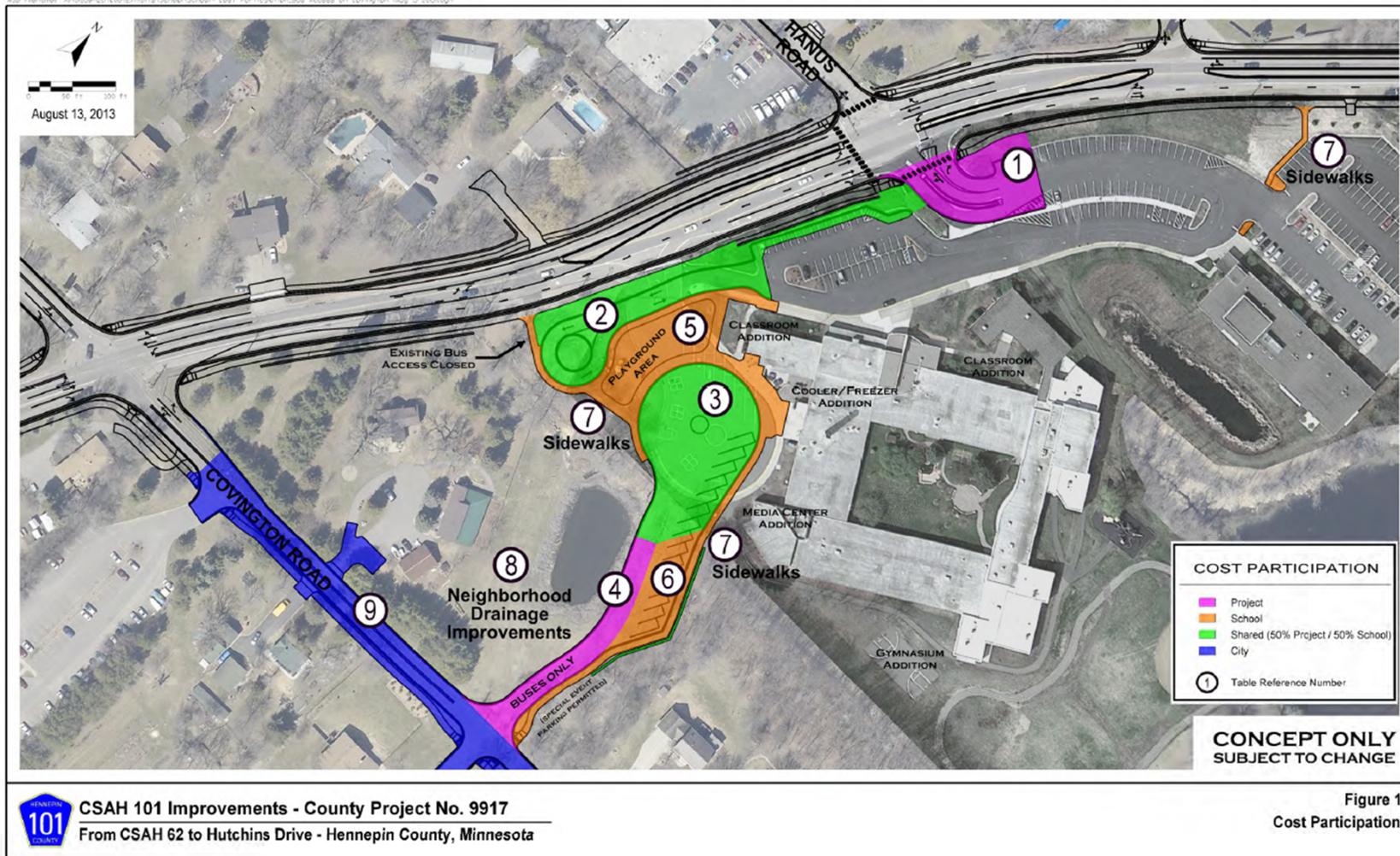
## Clear Springs Bus Corral Recent History

- As part of the discussion and planning process, the District recommended the relocation of the bus driveway off of Highway 101 and away from the intersection of Highway 101, Hanus Road to the west, and the driveway into the DSC and Clear Springs
- This would be a great improvement to traffic safety, reduce congestion at the front of the school during drop off and pick up times, and keep the buses largely separate from auto traffic trying to enter and exit into the Clear Springs site
- Hennepin County and the City of Minnetonka agreed to the changes and a cooperative agreement was reached to move the bus driveway to Covington Road
- The District paid \$410,167.54 for relocation of the entry to the bus corral to Covington Road

# Highway 101 and Clear Springs Initial Proposal From Hennepin County



# Highway 101 and Clear Springs – Cost Share – District Share \$410,167.54

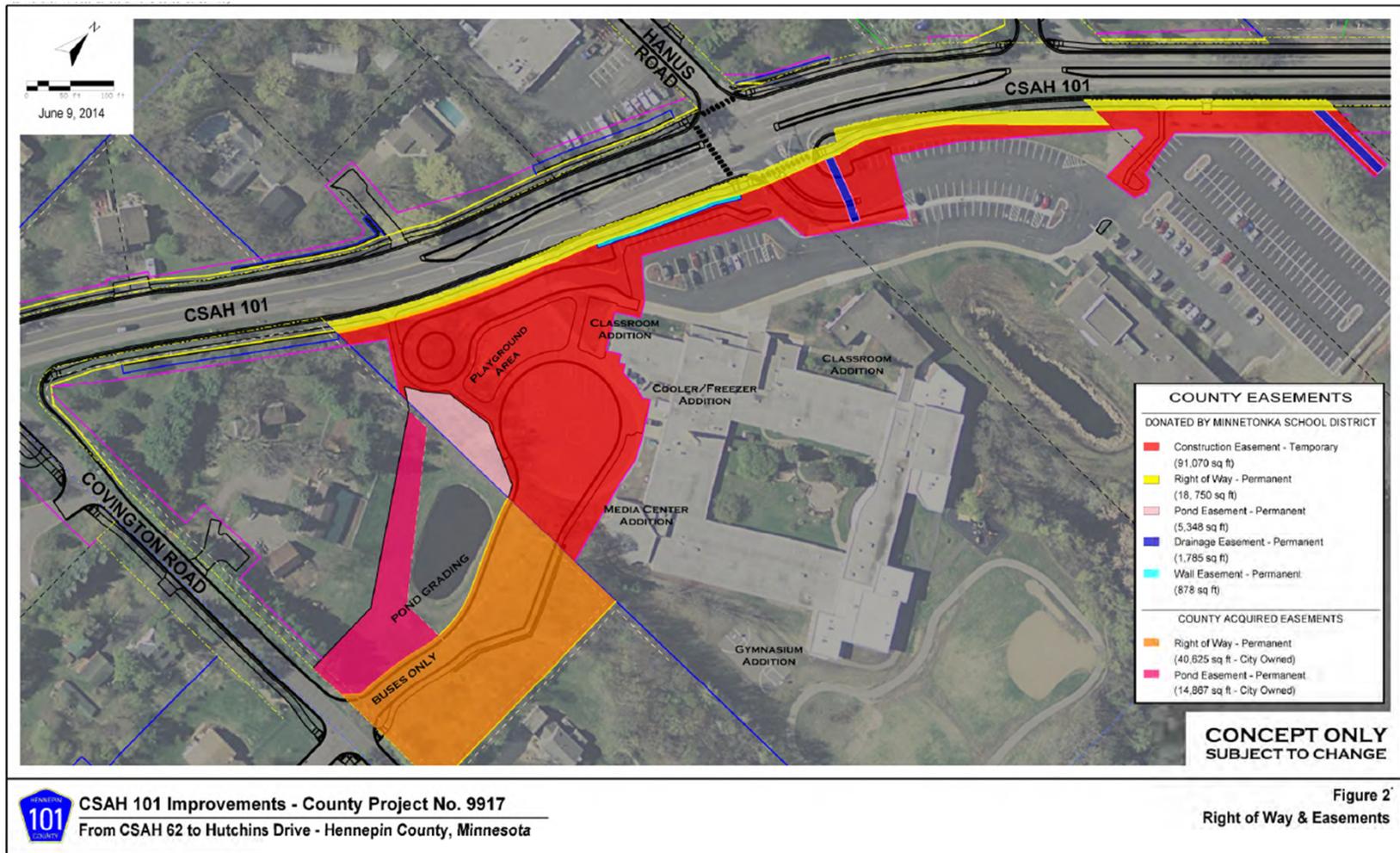


## The Kolstad K-9 Acres Pond

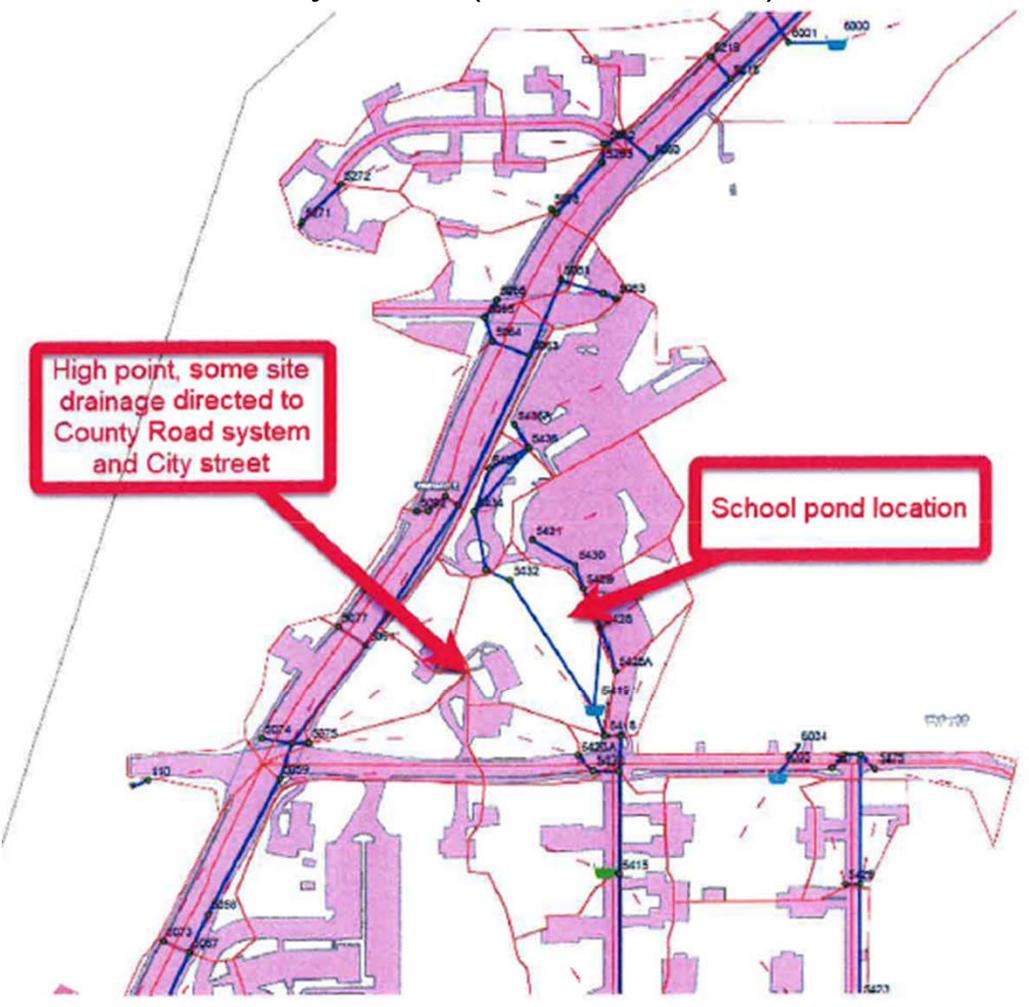
- Kolstad K-9 Acres had operated as a dog kennel site for many decades
- The parcel had a pond located on it – dogs could be trained to retrieve waterfowl for hunters
- The original purpose was not for stormwater retention or control

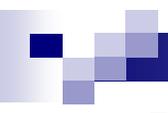


# Easements Needed For Reconfiguration – Includes Pond Conversion To Stormwater Control



# Pond Drainage – Originally From District Land and “City” Land (Kolstad Parcel)

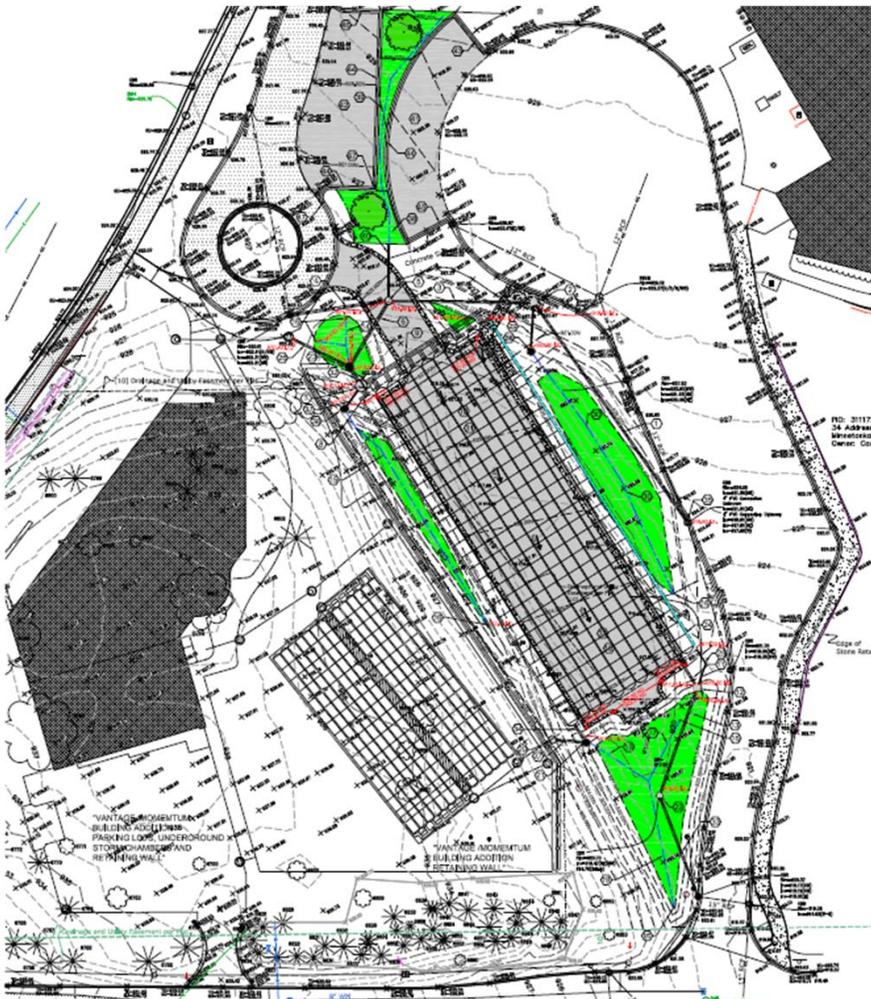




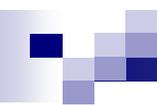
## Post-Kolstad Parcel Purchase

- District owns all land draining into the pond
- District asked Hennepin County and City to vacate their easements
- Hennepin County is considering vacating their easement – late 2022 or early 2023 determination
- City has responded that they do not want to vacate their easement since there is excess capacity in the pond that they may have need of in the future due to future road improvements in the area
- The City cannot determine the precise needs at this time but anticipates having future needs (May 20, 2022 letter)
- Plan B – How can we turn the facility into a win-win for both the City of Minnetonka and the District
- Concept – Design underground stormwater pond with enough capacity to cover additional parking lot stormwater and leave even more excess capacity for the City to use in the future

## Parking Lot With 63 Spaces And Pond With 93% Increased Capacity



- 63 Parking Spots – 41 over underground stormwater pond and 22 on former playground area
- Brings VANTAGE MOMENTUM to 131 available parking spots from current 68
- Pond capacity with surrounding swales increases to 193% - 1.53 acre-feet compared to existing 0.78 acre-feet
- City can retain stormwater easement
- District will maintain the pond as it does with its other 23 underground ponds already
- City gets more capacity
- City is relieved of future maintenance costs
- District parking for VANTAGE MOMENTUM of 131 is an increase to 193% of current 68



## Next Steps

- Meet with City planning staff and administration to review the proposal with them
- If acceptable, submit plan for approval by City – may take 4-6 months
- Submit plan to Riley Purgatory Bluff Creek Watershed District for official approval
  - Not contingent on City approval – RPBCWD has done an initial review of the plans and from a watershed district perspective they are ready for us to submit for final approval
- Cost - \$1,500,000
- Funding Source – Certificates of Participation Bonds with payments out of Operating Capital – can make the payments work with existing bond payments and ongoing operational needs
- Won't issue any bonds until City approval is obtained
  
- Goal – approval no later than February 2023 if possible – bid out and construct after school is out on June 8, 2023 and completed in time for VANTAGE MOMENTUM opening on September 5, 2023



Questions?

**School Board  
Minnetonka I.S.D. 276  
5621 County Road 101  
Minnetonka, Minnesota**

**Study Session Agenda Item #3**

**Title: Update on Bonding Capacity for Additions  
And Site Projects**

**Date: August 18, 2022**

**EXECUTIVE SUMMARY:**

In the middle part of the 2000-2010 decade, the School Board of Minnetonka Independent School District 276 took action to support open enrollment as a way to attract additional students and the associated revenue to benefit all students enrolled in the District. At the time, the facility capacity of the District was approximately 8,100 to 8,200 students, and enrollment was fluctuating between 7,600 and 7,700 students.

In the time period stretching from Fiscal Year 2008 through Fiscal Year 2022, the District has grown in enrollment from approximately 7,700 students to approximately 11,200 students. In order to accommodate these students, the District used existing revenue streams and bonding capacity authorized in statutes to construct additional facility capacity. Approximately 312,000 square feet of additional facilities capacity and supporting site infrastructure projects such as parking lots have been constructed or purchased. The 36,400-square foot VANTAGE MOMENTUM Building is under construction for a September 2023 opening and a potential parking lot project to support that building will be constructed in summer 2023 pending City of Minnetonka approval.

The District has used a total of \$85,590,000 of Certificates of Participation Bonds to construct these facilities. Payment for these bonds are out of existing revenue streams authorized in Minnesota Statutes. The District has worked over the years to maximize the use of the statutory financing tools to meet the facility needs of the growing student body.

It is appropriate at this time to review the status of the District’s bonding capacity.

**RECOMMENDATION/FUTURE DIRECTION:**

The Update on Bonding Capacity for Additions and Site Projects is presented for the School Board’s information and future use in strategic planning.

**Submitted by:**   
Paul Bourgeois, Executive Director of Finance & Operations

**Concurrence:**   
David Law, Superintendent



MINNETONKA  
PUBLIC SCHOOLS

# Certificates of Participation Bonding Capacity Update

School Board Meeting  
August 18, 2022

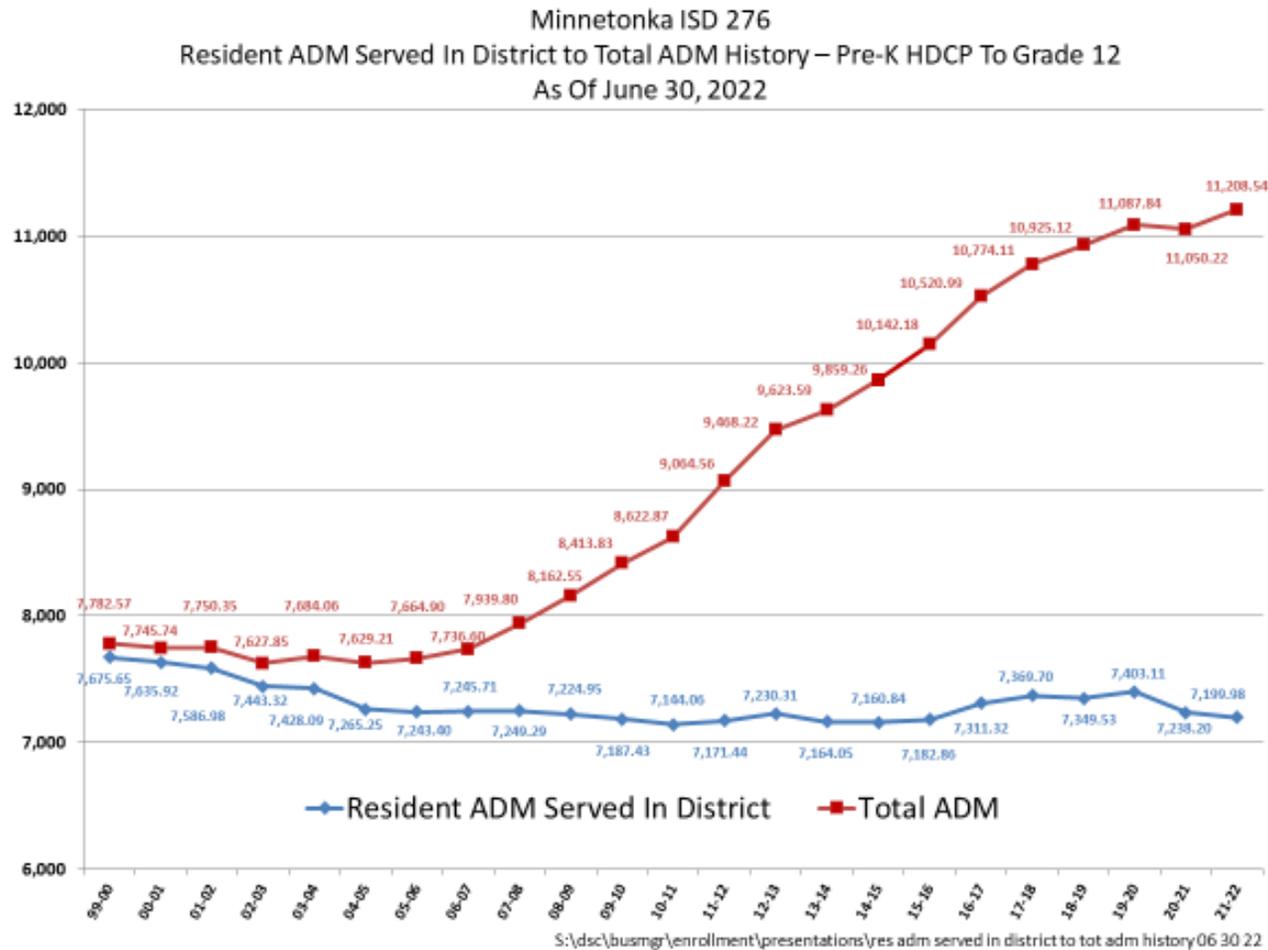


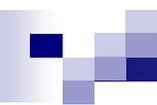
## Certificates of Participation Bonds History And Purpose (1)

- Over the past 15 years, Minnetonka ISD 276 has utilized a financing instrument called Certificates of Participation Bonding to provide additional facilities capacity to serve student growth
- Student growth has driven revenue growth for instructional operations that has allowed the District to offer exceptional learning opportunities for all students (Immersion, VANTAGE, Minnetonka Research, etc.)

## Certificates of Participation Bonding History And Purpose (2)

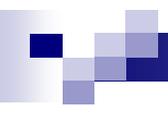
- The District has grown from 7,737 E-12 students in FY2007 to 11,209 in FY22





## Certificates of Participation Bonding History And Purpose (3)

- Capacity improvements built using Certificates of Participation Bond Capacity
  - 128 Classrooms
  - 49 Small group rooms
  - 5 elementary gymnasiums
  - 1 new swimming pool and 1 reconfigured swimming pool
  - 8 kitchen expansions
  - 23 parking lot expansions (including land purchases where needed)
  - 11 secure entry expansion and renovations
  - 2 building purchases and renovations (VANTAGE West program and SAIL program)
  - 9 media center renovations
- Most recently we purchased the 2.85-acre Kolstad property with Certificates of Participation Bonds and are funding \$7,000,000 of the VANTAGE MOMENTUM Building construction with Certificates of Participation Bonds
- Constructing the parking lot and underground stormwater pond for VANTAGE MOMENTUM parking will require \$1,500,000 in Certificates of Participation Bonds
- Note that long-term facilities maintenance uses other funding



## Certificates of Participation Bond Payment Sources

- \$212 per Adjusted Pupil Unit – supports approximately \$2.6 million annual payments
- Operating Capital – supports approximately \$1.9 million annual payments inclusive of VANTAGE MOMENTUM Building and additional parking
- It is possible to use approximately 2/3 of Operating Capital for annual payments because the Capital Projects Referendum funds all technology and most of our classroom equipment needs
  
- These two sources have enabled the District to construct \$96,940,000 in facilities improvements during the period of 2008-2022 utilizing existing revenue streams
  
- Comparison – Chanhassen High School and campus constructed in 2010 was \$93,000,000



## Current Status of Certificates of Participation Bonding Capacity

- Lease Levy is fully subscribed at \$212 per APU
  - Fixed rate since July 1, 2014
  - Construction inflation since then has been 47%
  - \$100 increase to \$312 per APU would catch up to inflation
  - Would create \$1,120,856 in payment capacity at our flat enrollment of 11,208.56 APUs
  - Would support up to approximately \$12.5 million in future Certificates of Participation Bonds if needed

**Minnnetonka Independent School District 276**  
**Long Range Lease Levy Plan**  
**Current Through MOMENTUM And 2021N Refunding Of 2013D**

Chart 23  
 30 Year MO

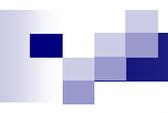
Any Color Means Principal For That Fiscal Year Is Callable - Same Color Means Same Call Date  
 Restructurings Prior to 2035 Will Keep Payments Within Available Lease Levy Revenue

\*Reviewed for refunding 04 04 22 but rising interest rates make refunding cost prohibitive as of 04 04 22  
 \*\*Refunding and restructuring at 02 01 24 may increase payment capacity for future project

Fiscal Year	2016H* Call Date 02/01/23	2016O** Call Date 02/01/24	2017A Call Date 07/01/26	2019A Call Date 02/01/25	2019E Call Date 10/01/26	2020B Call Date 02/01/26	2020I Call Date 02/01/26	2021B(2013A) Call Date 03/01/28	2021D Call Date 07/01/28	2021E Call Date 07/01/28	2021K(2012A) Call Date 02/01/29	2021L(2014C) Call Date 02/01/29	2021N(2013D) Call Date 03/01/28	Fiscal Year Lease Levy Total	Fiscal Year LL Limit 12,308.00	Amount Under(Over) Limit
FY23	190,500.00	112,950.00	211,337.50	562,862.50	292,400.00	381,517.00	87,050.00		78,624.72	140,215.63	133,623.34	191,657.78	57,250.00	2,439,988.47	2,609,296.00	169,307.53
FY24	192,200.00	115,150.00	208,787.50	563,462.50	291,700.00	378,667.00	84,550.00	151,773.76	59,450.00	134,943.76	132,543.76	191,525.00	49,800.00	2,554,553.28	2,609,296.00	54,742.72
FY25	187,600.00	112,150.00	210,712.50	563,662.50	290,000.00	380,742.00	82,050.00	151,113.76	63,350.00	132,543.76	134,343.76	192,325.00	53,800.00	2,554,393.28	2,609,296.00	54,902.72
FY26	188,000.00	113,400.00	212,012.50	563,462.50	293,000.00	377,642.00	79,550.00	150,453.76	62,150.00	135,368.76	130,943.76	192,925.00	52,600.00	2,551,508.28	2,609,296.00	57,787.72
FY27	188,200.00	114,400.00	208,212.50	562,862.50	290,700.00	374,340.50	72,550.00	154,793.76	60,950.00	133,418.76	132,543.76	193,325.00	51,400.00	2,537,696.78	2,609,296.00	71,599.22
FY28	188,200.00	116,850.00	209,312.50	531,862.50	293,100.00	380,837.50	75,750.00	153,471.26	59,750.00	131,143.76	133,943.76	193,525.00	50,200.00	2,517,946.28	2,609,296.00	91,349.72
FY29	188,000.00	114,150.00	210,212.50	564,750.00	290,200.00	376,877.50	73,750.00	152,148.76	63,450.00	133,443.76	135,143.76	193,525.00	49,000.00	2,544,651.28	2,609,296.00	64,644.72
FY30	187,600.00	116,450.00	210,912.50	564,750.00	292,000.00	377,835.00	76,750.00	150,826.26	62,225.00	130,993.76	132,143.76	194,625.00	52,600.00	2,549,911.28	2,609,296.00	59,384.72
FY31	192,000.00	113,600.00	211,412.50	564,000.00	293,400.00	378,585.00	74,550.00	153,957.50	61,175.00	133,818.76	134,143.76	190,575.00	51,400.00	2,552,617.52	2,609,296.00	56,678.48
FY32	187,350.00	115,750.00	211,712.50	562,500.00	289,500.00	378,685.00	72,900.00	152,007.50	60,125.00	131,568.76	130,993.76	191,525.00	50,000.00	2,534,617.52	2,609,296.00	74,678.48
FY33	187,700.00	112,750.00	211,812.50	565,250.00	291,475.00	378,645.00	76,250.00	155,057.50	64,000.00	134,243.76	132,843.76	192,325.00	53,600.00	2,555,952.52	2,609,296.00	53,343.48
FY34	187,895.00	114,750.00	211,062.50	562,000.00	294,275.00	378,485.00	74,450.00	152,557.50	62,800.00	131,843.76	135,506.26	192,975.00	52,000.00	2,550,580.02	2,609,296.00	58,715.98
FY35	187,935.00	116,600.00	209,437.50	563,000.00	290,600.00	563,145.00	72,650.00	155,057.50	61,600.00	134,386.76	133,062.50	193,475.00	50,800.00	2,731,749.26	2,609,296.00	(122,453.26)
FY36	187,490.00	113,300.00	207,562.50	563,000.00	290,400.00	747,505.00	71,450.00	152,457.50	60,600.00	131,818.76	130,618.76	194,987.50	49,600.00	2,900,790.02	2,609,296.00	(291,494.02)
FY37	191,880.00		210,312.50	562,000.00	291,150.00	769,680.00	75,250.00	154,857.50	59,800.00	134,193.76	133,175.00	191,387.50	53,400.00	2,827,086.26	2,609,296.00	(217,790.26)
FY38	185,940.00		212,562.50	565,000.00	292,900.00	775,615.00	73,650.00	151,685.00	59,000.00	131,493.76	130,625.00	192,787.50	52,050.00	2,823,308.76	2,609,296.00	(214,012.76)
FY39			209,231.25	566,750.00	294,350.00	820,775.00	72,650.00	153,512.50	63,150.00	133,718.76	133,075.00	194,075.00	50,700.00	2,691,987.51	2,609,296.00	(82,691.51)
FY40			210,306.25	562,250.00		1,203,920.00	71,187.50	150,222.50	62,250.00	135,793.76	130,418.76	190,250.00	49,350.00	2,785,948.77	2,609,296.00	(156,652.77)
FY41			210,856.25	561,750.00		743,400.00	74,725.00	151,932.50	61,350.00	132,793.76	132,762.50	191,425.00	53,000.00	2,313,995.01	2,609,296.00	295,300.99
FY42			210,881.25			1,176,480.00	73,150.00	153,525.00	60,450.00	134,718.76		192,487.50	51,500.00	2,053,192.51	2,609,296.00	556,103.49
FY43			210,381.25				71,575.00		64,250.00	131,896.88		193,437.50		671,540.63	2,609,296.00	1,937,755.37
FY44									62,750.00	134,343.75		194,275.00		391,368.75	2,609,296.00	2,217,927.25
FY45									61,250.00	131,731.25				192,981.25	2,609,296.00	2,416,314.75
FY46									64,675.00	134,059.38				198,734.38	2,609,296.00	2,410,561.62
FY47									63,025.00	131,328.13				194,353.13	2,609,296.00	2,414,942.87
FY48									61,375.00	133,537.50				194,912.50	2,609,296.00	2,414,383.50
FY49									64,650.00	135,628.13				200,278.13	2,609,296.00	2,409,017.87
FY50									62,850.00	132,659.38				195,509.38	2,609,296.00	2,413,786.62
FY51									65,975.00	134,631.25				200,606.25	2,609,296.00	2,408,689.75
FY52										131,543.75				131,543.75	2,609,296.00	2,477,752.25
FY53														-	2,609,296.00	2,609,296.00
FY54														-	2,609,296.00	2,609,296.00

- 2016H Minnewashta and Scenic Heights Classrooms - Refunded 2008C - Refunded - Can't Extend
- 2016O Highway Seven Education Center - Shifted From Operating Capital 20 Pay 21 - To Be Refunded And Extended To 2046 To Free Up Payment Capacity - Payments Approximately \$75,000 Annually FY25-FY46
- 2017A Groveland Gymnasium - Shifted From Operating Capital 20 Pay 21 - To Be Refunded And Extended To 2047 To Free Up Payment Capacity - Payments Approximately \$178,000 Annually FY26-FY47
- 2019A Elementary Classrooms and Clear Springs and Groveland Classrooms - Refunded 2009B, 2009E, 2011A - Can't Extend
- 2019E MHS Student Union Classrooms - Refunded 2010B - Can't Extend
- 2020B CSP-SCH Gymnasiums - Refunded 2018A, 2018C - To Be Refunded And Extended To 2048 T Free Up Payment Capacity - Payments Approximately \$486,000 Annually FY35 To FY48
- 2020I All Day Kindergarten Classrooms - Refunded 2014B - Can't Extend
- 2021B Excelsior Multipurpose Room - Shifted from Operating Capital 22 Pay 22 - Refunded 2013A - Can't Extend
- 2021D Momentum Skilled Trades 1st Tranche - 30 Year Original Issue - Can't Extend
- 2021E Momentum Skilled Trades 2nd Tranche - 30 Year Original Issue - Can't Extend
- 2021K Middle Schools and Groveland Classrooms-Refunded 2012A - Can't Extend
- 2021L All Day Kindergarten Classrooms - Refunded 2014C - Can't Extend
- 2021N Scenic Heights Music Room and Classrooms - Refunded 2013D - Can't Extend

EC ADM	50
K-6 ADM	5,910
7-12 ADM	5,290
FY22 APU	11,250
FY22 APU	12,308.00



## Current Status of Certificates of Participation Bonding Capacity

- Operating Capital is fully subscribed with \$1.9 million allocated to paying for current projects including VANTAGE MOMENTUM Building bonds and VANTAGE MOMENTUM parking project bonds (if approved by the City of Minnetonka
  - Operating Capital has a fixed component based at \$79 per APU since July 1, 2014
  - Same inflation rationale - \$40 increase to \$119 per APU would catch up to inflation
  - Would create \$448,342 in payment capacity at our flat enrollment of 11,208.56 APUs
  - Would support up to approximately \$5.0 million in future Certificates of Participation Bonds if needed

Minnetonka Independent School District 276  
 Long Range Operating Capital Plan  
 FY23 And Later After VANTAGE MOMENTUM Bonds And CSP Pond Parking

Chart 24  
 30 Yr VM  
 One Tranche

Any Color Means Principal For That Fiscal Year Is Callable

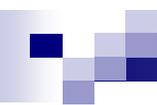
\*Reviewed for refunding 04/04/22 but rising interest rates make refunding cost prohibitive as of 04/04/22

\*\*Payment on new COP bonds for new construction at Vantage Kolstad site - \$7.0 MM

\*\*\*\$320,000 annual lease payments for Vantage Baker Road end FY24-\$320,000 applied FY25 to VANMO bond payments

Fiscal Year	2016C Call Date 02/01/23	2016D Call Date 02/01/23	2016G* Call Date 02/01/23	2016L Call Date 03/01/25	2016N Call Date 02/01/24	2017C Call Date 02/01/25	2018B Call Date 06/01/25	2018D Call Date 01/01/25	2020D No Call Date	2021B(2013A) Call Date 03/01/28	2021C Call Date 07/01/28	2021M(2016F) Refunding 02/01/28	2022A** Call Date 02/01/29	2022C Call Date 02/01/30	Fiscal Year Operating Cap Total	Fiscal Year*** Operating Cap Target Limit	Amount Under(Over) Target Limit
FY23	134,635.00	134,635.00	68,240.00	148,775.00	88,700.00	166,700.00	76,206.26	90,325.00	174,500.00	152,433.76	142,525.00	223,947.56			1,601,622.58	1,695,000.00	93,377.42
FY24	132,235.00	132,235.00	71,640.00	150,375.00	85,950.00	174,000.00	74,606.26	93,625.00	174,000.00		143,950.00	221,690.00		72,906.00	1,527,212.26	1,705,000.00	177,787.74
FY25	134,035.00	134,035.00	69,840.00	156,775.00	88,200.00	170,000.00	73,006.26	91,712.50	173,300.00		145,550.00	222,490.00	418,122.50	72,906.00	1,949,972.26	1,950,000.00	27.74
FY26	135,635.00	135,635.00	73,040.00	151,775.00	85,200.00	166,000.00	76,306.26	89,800.00	172,400.00		142,150.00	221,990.00	416,362.50	72,906.00	1,939,199.76	1,950,000.00	10,800.24
FY27	132,035.00	132,035.00	71,040.00	151,775.00	87,200.00	167,000.00	74,675.01	93,000.00	171,300.00		143,200.00	221,240.00	414,362.50	72,906.00	1,931,768.51	1,950,000.00	18,231.49
FY28	134,335.00	134,335.00	69,040.00	152,575.00	85,250.00	167,800.00	73,212.51	91,000.00	170,000.00		143,575.00	220,240.00	417,112.50	72,906.00	1,931,381.01	1,950,000.00	18,618.99
FY29	131,485.00	131,485.00	72,040.00	153,175.00	83,300.00	163,400.00	76,668.76	94,000.00	173,400.00		144,200.00	218,990.00	414,362.50	72,906.00	1,929,412.26	1,950,000.00	20,587.74
FY30	133,635.00	133,635.00	69,840.00	153,575.00	86,350.00	164,000.00	74,950.01	91,800.00			140,700.00	220,090.00	416,362.50	167,906.00	1,852,843.51	1,950,000.00	97,156.49
FY31	130,635.00	130,635.00	72,640.00	153,775.00	89,250.00	164,400.00	73,137.51	89,600.00			142,625.00	221,040.00	417,862.50	168,156.00	1,853,756.01	1,950,000.00	96,243.99
FY32	132,435.00	132,435.00	70,240.00	153,775.00	87,000.00	164,600.00	76,234.38	92,400.00			144,400.00	221,840.00	418,862.50	167,506.00	1,861,727.88	1,950,000.00	88,272.12
FY33	134,075.00	134,075.00	68,320.00	153,575.00	89,750.00	164,600.00	74,240.63	89,700.00			141,100.00	222,997.50	414,362.50	166,573.50	1,853,369.13	1,950,000.00	96,630.87
FY34	135,555.00	135,555.00	71,400.00	153,175.00	87,350.00	164,400.00	72,246.88	92,000.00			142,725.00	219,022.50	416,562.50	165,358.50	1,855,350.38	1,950,000.00	94,649.62
FY35	136,875.00	136,875.00	69,320.00	148,835.00	84,950.00	164,000.00	74,750.00	89,075.00			144,200.00	220,047.50	418,362.50	168,861.00	1,856,151.00	1,950,000.00	93,849.00
FY36	137,825.00	137,825.00	72,240.00	149,495.00	87,550.00	163,400.00	71,750.00	91,150.00			145,525.00	220,940.00	414,762.50	168,236.00	1,860,698.50	1,950,000.00	89,301.50
FY37	133,606.26	133,606.26				167,600.00	73,625.00	93,000.00			141,775.00	221,700.00	415,962.50	167,854.00	1,548,729.02	1,950,000.00	401,270.98
FY38	134,387.50	134,387.50				166,400.00	75,250.00	89,625.00			142,950.00	221,750.00	416,762.50	167,224.50	1,548,737.00	1,950,000.00	401,263.00
FY39							71,750.00	91,250.00			144,650.00	221,650.00	418,962.50	165,840.50	1,114,103.00	1,950,000.00	835,897.00
FY40								92,650.00			141,950.00	221,400.00	415,837.50	169,185.00	1,041,022.50	1,950,000.00	908,977.50
FY41								88,825.00			144,200.00	221,000.00	417,550.00	151,951.00	1,023,526.00	1,950,000.00	926,474.00
FY42											141,400.00	220,450.00	418,937.50		780,787.50	1,950,000.00	1,169,212.50
FY43												219,750.00	415,000.00		634,750.00	1,950,000.00	1,315,250.00
FY44												223,900.00	418,800.00		642,700.00	1,950,000.00	1,307,300.00
FY45												222,750.00	417,000.00		639,750.00	1,950,000.00	1,310,250.00
FY46												221,450.00	414,800.00		636,250.00	1,950,000.00	1,313,750.00
FY47													417,200.00		417,200.00	1,950,000.00	1,532,800.00
FY48													414,000.00		414,000.00	1,950,000.00	1,536,000.00
FY49													415,400.00		415,400.00	1,950,000.00	1,534,600.00
FY50													416,200.00		416,200.00	1,950,000.00	1,533,800.00
FY51													416,400.00		416,400.00	1,950,000.00	1,533,600.00
FY52													416,000.00		416,000.00	1,950,000.00	1,534,000.00
FY53															-	1,950,000.00	1,950,000.00

- 2016C MME Pool - Can' Extend
- 2016D MCE Classrooms - Can' Extend
- 2016G MHS NE-NW Parking Lots - Can Extend To 2046
- 2016L Pagel Center - Can Extend To 2043
- 2016N Groveland Parking Lots - Can Extend To 2046
- 2017C Secure Entries - Can't Extend
- 2018B Minnewashta Parking Lot - Can't Extend
- 2018D Clear Springs-Excelsior Parking Lots - Can't Extend
- 2020D Kolstad Property Acquisition - Can't Extend
- 2021B Excelsior Multipurpose Room-Refunded 2013A - Can't Extend-Moved To Lease Levy FY24
- 2021C Shorewood Education Center Purchase and Conversion - Can Extend To 2051
- 2021M MHS Science Research-Refunded 2016F - Can't Extend
- 2022A VANTAGE-MOMENTUM New Construction - \$7.00 MM Net To Project - 30 Year Original Issue - Can't Extend



## Other Options

- Restructuring of existing Certificates of Participation Bonds at their call dates can create another approximately \$3-\$4 million of additional payment capacity if needed
  
- Capital Projects Referendum – if worded properly can include payments for facilities improvements but can then only bond for 10 years instead of typically 20-30 years for Certificates of Participation Bond
  - Would need to request increase Capital Projects Referendum rate from 6.569% of Net Tax Capacity from the voters of the District
  - Is only option currently under the control of the School Board to generate additional revenue (assuming voter approval)
  
- General Fund can also technically make Certificates of Participation Bond payments but those revenues are usually dedicated to instructional operations – not a technique used often



Questions?