

INDEPENDENT SCHOOL DISTRICT NO. 625
Saint Paul, Minnesota
COMMITTEE OF THE BOARD MEETING
Administration Building
360 Colborne Street

January 14, 2014
5:30 PM

A G E N D A

I. CALL TO ORDER

A. Introductions

1. Introduction of new Transportation and Nutrition Services Directors

II. AGENDA

A. COB Meeting Reminders & Protocols

B. OPEB Trust

Time Certain 5:30 p.m.

1. Introduction
2. Presentation
3. Discussion
4. Action (Guidance to Superintendent)

C. Presentation on Tax Increment Financing (TIF)

Time Certain 6:00 p.m.

Presenter: Chris Samuels, Ramsey County

1. Introduction
2. Presentation
3. Discussion
4. Action (Thanks for the Report)

D. Auditor's Report

Time Certain 6:30 p.m.

1. Introduction
2. Presentation
3. Discussion
4. Action (Acceptance of Report)

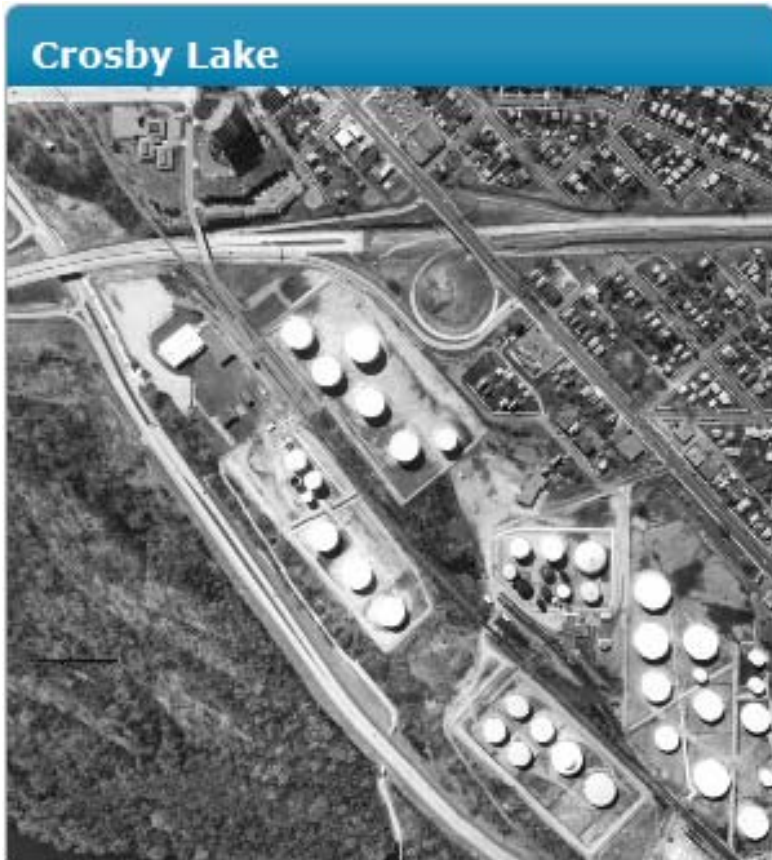
E. Second Budget Revisions 2013-14	
1. Introduction	
2. Presentation	13
3. Discussion	
4. Action (Approval of Second Budget Revisions for 2013-14)	
F. Teacher Negotiation Update	
1. Presentation	
2. Discussion	
3. Action (No Action Required)	
G. Standing Item: SSSC 2.0 Update	25
H. Standing Item: Policy Update	
I. Work Session	
1. Board Check-In	
2. Finalize Outside Committee Assignments/District Council Representation	38
3. Board Conference Attendance	43
4. Discussion on Future Board Meetings	44
5. Discussion on 2014 Listening Sessions	45
III. ADJOURNMENT	

Impact of Tax Increment Financing On St. Paul Schools

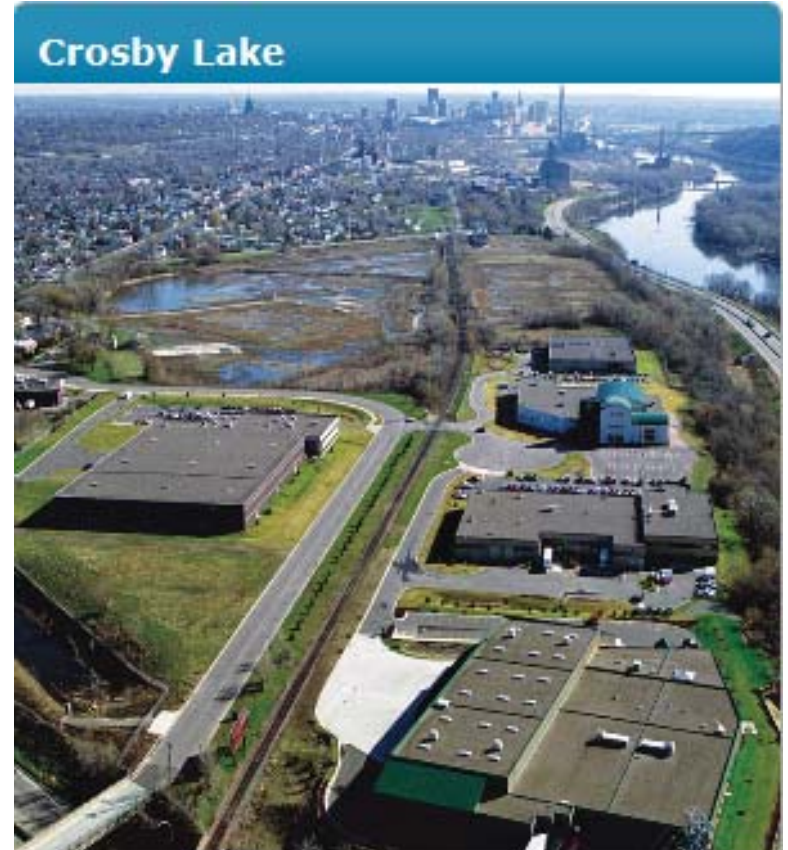
ISD 625 School Board Meeting
January 14, 2014

Prepared by: Ramsey County, Property Records & Revenue

Tax Increment – Example Redevelopment



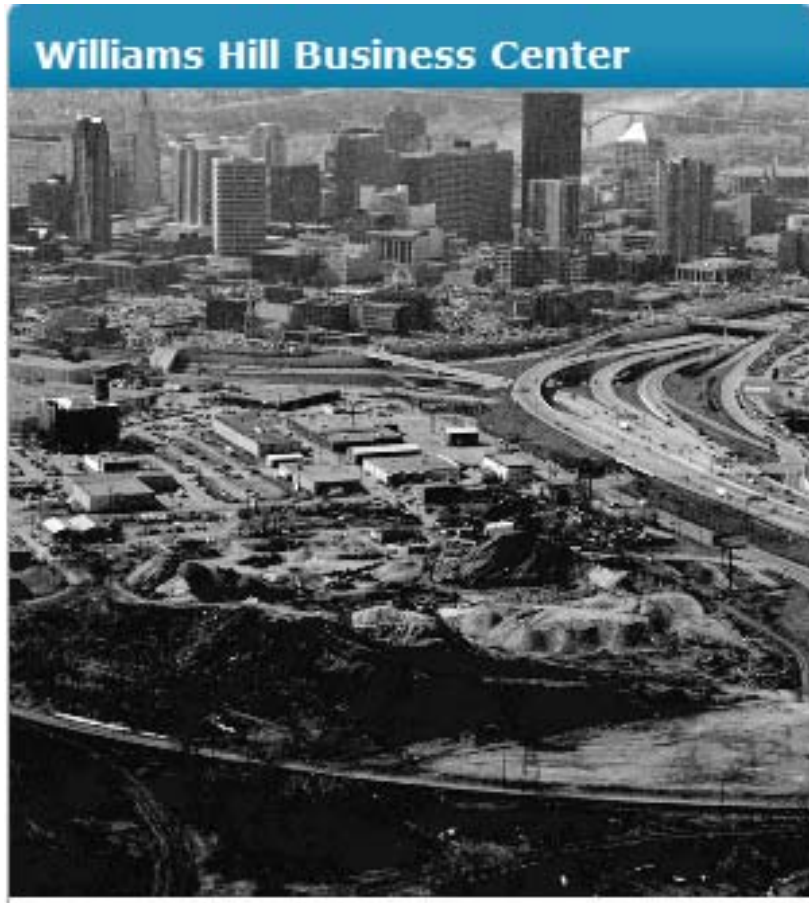
Before



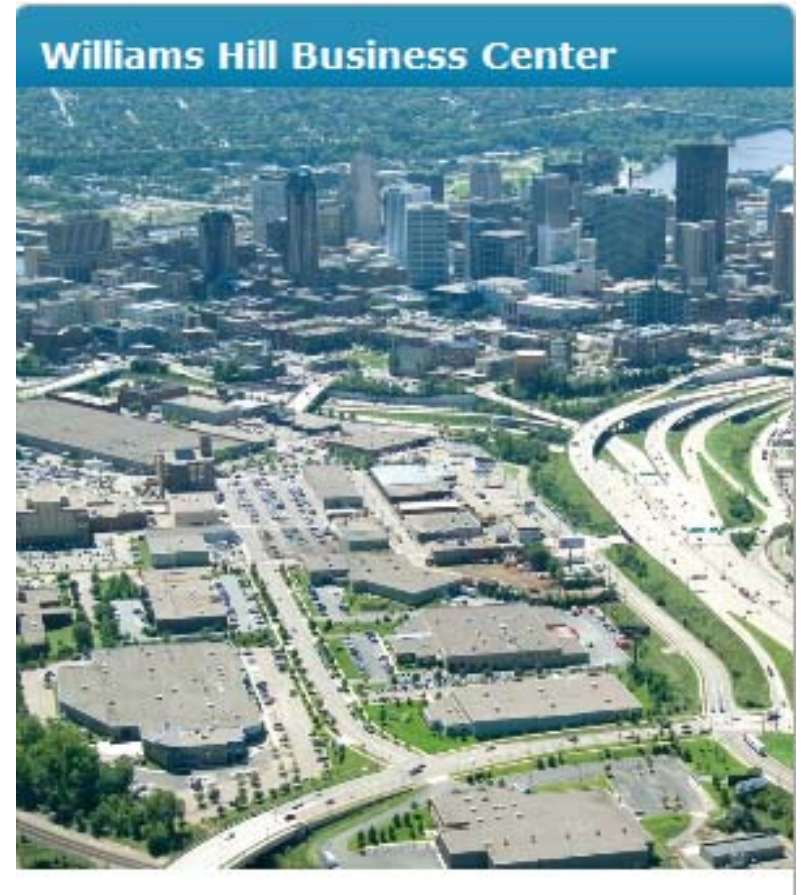
After

Tax Increment – Example

Redevelopment and Hazardous Substance



Before



After

Tax Increment Financing Basics

- TIF Concept – local net tax capacity based taxes on the growth in value resulting from the project go to pay the public costs of the project.
- “But For” test – the proposed development would not reasonably be expected to occur solely through private investment in the reasonably foreseeable future without the TIF authority’s involvement
- Financing tool – Not entitlement, part of the toolbox
- Bonded debt vs. Pay as You Go
- Uses of TIF – public costs of project
 - Site acquisition, demolition, streets, utilities, pollution cleanup, site preparation, TIF admin, financing costs, housing, capitalizing interest

Pay 2013 TIF Info For Cities With TIF

City	# of TIF	TIF \$'s	% of Tax Base Captured (Ramsey Only)
Arden Hills	3	\$ 582,921	3.3%
Falcon Heights	2	418,801	9.5%
Lauderdale	1	189,388	8.3%
Little Canada	8	1,177,659	9.2%
Maplewood	8	410,044	0.7%
Mounds View	6	4,331,173	25.8%
New Brighton	21	4,332,142	14.9%
North St Paul	5	373,908	3.6%
Roseville	8	2,535,618	3.6%
St. Anthony	2	2,011,197	32.2%
St. Paul	57	33,810,761	9.8%
Shoreview	5	1,963,497	5.0%
Vadnais Heights	9	2,152,742	10.8%
White Bear Lake	11	766,064	2.8%
White Bear Town	12	903,578	6.0%

Recent New St. Paul TIF Districts

City of St. Paul

Penfield #301-0	254 rental housing units; 27,550 sq ft commercial; related parking
Pioneer Endicott #302-0	234 market rate rental housing; 36,685 sq ft commercial
Gerdau Steel #303-0	24,000 sq ft manufacturing facility
Schmidt Brewery #304-0	261 affordable housing rental units
West Side Flats #305-0	178 rental housing units; 6,185 sq ft commercial; related parking

Comment on New TIF

- While the proposed TIF plan must be submitted to the school board and county board for comment, neither entity has the authority to amend the plan or prevent the creation of a TIF district.

TIF Impact on School Revenues

- Tax increment financing is revenue neutral to schools. School revenues are based on state formulas which may be an amount per pupil or an approved cost for a project. Property values are used to determine state vs. local share for equalized programs.
- School districts may also receive tax increment excess of the following types:
 - Base rate excess
 - General education excess (student achievement)
 - Surplus
- School district TIF excess received is taken into account in determining aid amounts (TIF excess received reduces school aid received).

Base Rate Excess		Surplus	
2013	\$ 1,503,571	2013	\$ 831
2012	1,386,084	2012	2,010
2011	923,693	2011	-
2010	361,891	2010	32,567
2009	-	2009	60,896

Pay 2014 ISD 625 Proposed Property Tax Levies

Net Tax Capacity Tax Base (“NTC”) – Tax Impact Affected by TIF

General *	\$56,390,617
Community Service	3,457,227
Debt Service	<u>40,327,197</u>
Subtotal NTC Based	\$100,175,041

Referendum Market Value Tax Base (“RMV”) – Tax Impact Not Affected by TIF

Voter Referendum	\$13,246,481
Other (Equity, Location Equity, Transition)	<u>21,635,011</u>
Subtotal RMV Based	\$34,881,492

Total 2014 Proposed Levy	\$135,056,533
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*Note: General levy includes: student achievement, operating capital, achievement & integration, reemployment insurance, safe schools, career technical, OPEB, health & safety, alternative facilities, building/land lease, health benefits, additional retirement, severance

TIF Factors Impacting Property Tax Allocations

- “But For” Test/ TIF district creation
- Hazardous substance subdistricts or housing replacement TIF districts
- Underfunded TIF
- Spillover effect (value impact on surrounding non-TIF property)
- Pooling
- Decertification

Upcoming TIF District Decertifications

TIF DIST NO.	CITY NAME	DIST TYPE	DISTRICT NAME	Previous Tax Increment Dollars Now Available For Local Taxing Purposes (based on Actual Payable 2012 Tax Increment Dollars)						
				Tax Payable Year						Total
				2013	2014	2015	2016	2017	2018	
100	St Paul	R	Neighborhood Dev					1,852,760		1,852,760
135	St Paul	R	Snelling-University					1,701,428		1,701,428
083	St Paul	R	Spruce Tree/Metz			369,615				369,615
087	St Paul	R	Riverfront			650,399				650,399
125	St Paul (port)	R	Twin City Testing				33,762			33,762
089	St Paul (port)	R	Westgate			938,981				938,981



Budget Revision

Fiscal Year 2013-14

Marie Schrul
Controller
January 14, 2014



Purpose



- To present information regarding the FY14 budget revision.



Agenda



- General Fund
 - Fund Balance Re-appropriation
- Fully Financed Funds



GASB 54 Fund Balance Designations



- Non-spendable fund balance
- Restricted fund balance
- Committed fund balance
- Assigned fund balance
- Unassigned fund balance (5% BOE policy applies to this category)



Budget Revision

(General Fund – Fund Balance Re-appropriation)



Item	Amount	Description
Encumbrance	\$4,006,697	Open PO's from FY13
Professional Growth	194,776	Contractual Carry-over
Sites Carry-over	716,328	Balance of non-salary items in schools only
Assigned Fund Balance	11,340,000	Strong Schools, Strong Communities Initiatives
Total Fund Balance Re-appropriation	\$16,257,801	



Budget Revision

Assigned Fund Balance Detail

Item	Amount
SSSC (includes Middle School Curriculum, IB/AP costs, media center materials, contingency)	\$6,960,000
Security Systems Upgrade	3,000,000
Finance System Implementation	1,380,000
Total <u>Assigned</u> Fund Balance	\$11,340,000



Budget Revision

(Fully Financed Funds)



- Revision on Fully Financed reflects the approval of grants under \$500,000 that were not adopted in FY14 as well as revisions to adopted grants:

	Description	Amount
1.	General Fully Financed Increase	\$9,467,466
2.	Community Service Fully Financed Increase	\$1,493,919



Budget Revision

(All Funds - Revenue Changes)



Funds	Adopted Budget	Revision	Revised Budget
General Fund	\$505,636,982	\$0	\$505,636,982
General Fully Financed	42,775,213	9,467,466	52,242,679
Food Service	25,532,500	0	25,532,500
Community Service	20,068,945	0	20,068,945
Community Service Fully Financed	4,772,353	1,493,919	6,266,272
Building Construction	26,200,000	0	26,200,000
Debt Service	48,715,000	0	48,715,000
Total Revenue	\$673,700,993	\$10,961,385	\$684,662,378



Budget Revision

(All Funds - Expenditure Changes)



Funds	Adopted Budget	Revision	Revised Budget
General Fund	\$518,291,295	\$16,257,801	\$534,549,096
General Fully Financed	42,775,213	9,467,466	52,242,679
Food Service	25,532,500	0	25,532,500
Community Service	21,131,545	0	21,131,545
Community Service Fully Financed	4,772,353	1,493,919	6,266,272
Building Construction	32,000,000	0	32,000,000
Debt Service	43,560,000	0	43,560,000
Total Expenditures	\$688,062,906	\$27,219,186	\$715,282,092



General Unassigned Fund Balance Recap



What	Amount	% of Exp
FY13 Ending General <u>Unassigned</u> Fund Balance	\$31,462,550	5.9%
FY13 Board Policy <u>Unassigned</u> Fund Balance	<u>26,719,272</u>	5.0%
Difference:	\$4,743,278	0.9%



Budget Revision



Questions?



FY14 Budget Revision



Recommendation:

Approve the revised budget for the Fiscal Year 2013-14.



*Strong Schools, Strong Communities
for All SPPS Students*

SSSC 2.0 Outreach Plan

Committee of the Board

1/14/14



Purpose

- To inform the board of community outreach and public relations plan for *Strong Schools, Strong Communities 2.0*
- Receive feedback on plan



Beginning with an assessment of SSSC

- SSSC 2.0 builds on the foundation set by the current strategic plan; therefore, outreach efforts must address accomplishments of SSSC.
- A brochure has been developed that summarizes the accomplishments of SSSC.



Customizing the Message

- Presentations have been developed with customized information for communities of color
- These presentations highlight:
 - Relevant data specific to those target communities
 - Ways in which *SSSC 2.0* will work to close racial achievement gaps



SSSC 2.0 Communications Toolkit

A toolkit of resources is being developed for SSSC 2.0, which includes:

- Presentation slides
- SSSC 2.0 graphics
- Talking points



Graphic for SSSC 2.0



Draft

14 JAN 14

SSSC 2.0 has an online presence

- Website currently includes:
 - SSSC 2.0 will be introduced at State of the District address
 - Lists dates of presentations to community and staff
 - Links to VisionCards
 - Archival info of current SSSC plan
- Website will ultimately also include:
 - Overview of the SSSC 2.0 strategic plan
 - Links to accomplishments under the current SSSC plan
 - FAQ
 - Additional components as needed



Face to Face Presentations on SSSC 2.0

- State of the District – Official announcement of plan
- Family & Community information sessions
- Employee information sessions
- Information booths
- Parent Advisory Committees (PAC)



Family and Community Info Sessions

- At each of these meetings:
 - There will be a presentation, Q&A, and live stream online
 - Translators and child care will be provided
- Session dates and locations
 - Sunday, 2/9, 5:00 PM – Webinar
 - Thursday, 2/13, 6:30 PM – Como Park High School
 - Thursday, 2/27, 6:30 PM – Washington Technology Magnet
 - Saturday, 3/8, 10:00 AM – Harding High School
- Will also meet with:
 - Community groups and target audiences as requested.
 - Existing district parent groups



Information Booths

- Information booths will be at the following SPPS events:
 - Saturday, 1/11 – SPPS School Choice Fair
 - Saturday, 2/22 – Thinking College Early Fair



Employee Info Sessions

- Sessions available for any SPPS employee to attend:
 - Thursday, 2/6, 7:30 AM – American Indian Magnet
 - Friday, 2/7, Noon – 345 Plato
 - Tuesday, 2/11, 7:30 AM – Groveland Park Elem
 - Thursday, 2/20, 4:30 PM – Ben Mays
 - Tuesday, 2/25, 2:30 – Central High School
- Also planning to do presentations at each school site



Questions?





Schools at the heart of the community

**Board of Education
External Committee Appointments
2014**

Association of Metropolitan School Districts (AMSD)
1667 Snelling Ave. N., Ste. B301, St. Paul 55108 Phone: 651-999-7325

Board Representative:

Anne Carroll

Jackie Statum-Allen, Superintendent Designee)

Children's Collaborative
% Advance Consulting (Christa Anders)
5330 Oliver Avenue South, Minneapolis, MN 55419
Phone: 612-920-9574 or 3474

Board Representatives:

Superintendent's Designee:

Jackie Turner

Council of Great City Schools
1301 Pennsylvania Ave. NW, Ste. 702, Washington D.C. 02004

Board Representative:

**Jean O'Connell
Superintendent**

Council of Urban Boards of Education (CUBE)
1680 Duke St., Alexandria, VA 22314

Representative:

Alternate:

**Keith Hardy
Jean O'Connell**

Inter-District Joint Powers Board (EMID)
Crosswinds Middle School
600 Weir Dr., Woodbury, MN 55125

Representative:

Alternate:

**John Brodrick
Anne Carroll**

Joint Property Tax Advisory Committee (JPTAC)
15 W. Kellogg Blvd., Ste. 390, City Hall, St. Paul 55102

Representatives:

Alternate:

**Anne Carroll, Mary Doran, Louise Seeba
Jean O'Connell**

Joint Property Tax Advisory Committee (3 County Project)
Jeff Van Wyken
140 Melborne Ave. S.E., Mpls. 55414

Representative:

Jean O'Connell

Metro Educational Cooperative Service Unit (Metro ECSU)
3055 Old Highway 8 Suite 302, St. Anthony, MN 55418

Representative:

Louise Seeba

Minnesota Minority Education Partnership (MMEP)
1821 W. University Ave., St. Paul 55104

Representative:

Keith Hardy

Minnesota School Boards Association (MSBA)
Box 119, S. Peter, MN 56082

Representative:

Board of Education External Committee Appointments 2013
Page 2

Minnesota State High School League
2100 Freeway Blvd., Brooklyn Ctr., MN 55430 Phone: 763-560-2262

Representative:

Alternate:

John Brodrick

Mary Doran

Ramsey County League of Local Governments
480 Cedar St., St. Paul 55101

Representative:

Keith Hardy

St. Paul Teachers Retirement Assn. Board of Trustees
1619 Dayton Ave., Rm 309, St. Paul 55104-6206

Representative:

John Brodrick

Revised 8/20/2013

2014 BOARD REPRESENTATION ON ST. PAUL DISTRICT COUNCILS		
District Council Coordinator: Diane Wanner 310 City Hall, 15 Kellogg Blvd. West, St. Paul 55102 Phone: 651-266-8572 diane.wanner@ci.stpaul.mn.us District Council Website: http://www.stpaul.gov/index.aspx?NID=1859 List of District Councils: http://www.stpaul.gov/index.aspx?nid=1180 Map of District Councils: http://www.stpaul.gov/DocumentView.aspx?DID=18476		
DIST.	NAME	BOARD REP
D1	<u>Battle Creek-Highwood District Council</u> Betsy Leach SunRay Shopping Center 2105 1/2 Old Hudson Rd. district1council@aol.com St. Paul, Minnesota 55119	Keith Hardy
D2	<u>Greater East Side District Council</u> Chuck Repke, Ex. Director 1365 Prosperity Avenue 651-774-2220 St. Paul, MN 55106 info@district2council.org	Anne Carroll
D3	<u>WSCO - West Side Citizens Organization</u> Elena Gaarder Executive Director 1 West Water Street, Ste 260 651-293-1708 St. Paul, MN 55107 elena@wsco.org	Keith Hardy
D4	<u>Dayton's Bluff District Council</u> Karin DuPaul 798 East 7th Street 651-772-2075 Saint Paul, MN 55106 karin@daytonsbluff.org	Mary Doran
D5	<u>Payne-Phalen District Council</u> Leslie McMurray, Ex. Director 506 Kenny Road Ste 130 651-774-5234 St. Paul MN 55130 LeslieMcMurray@paynephallen.org	Keith Hardy
D6	<u>North End-South Como District Council</u> Kerry Antrim, Ex. Director 171 Front Avenue 651-488-4485 St. Paul MN 55117 district6ed@dist6pc.org	Jean O'Connell
D7	<u>Thomas Dale District Council</u> Tate Danielson-Castillo 685 W. Minnehaha Avenue 651-789-7480 St. Paul MN 55104 tait@frogtownmn.org	John Brodrick
D8	<u>Summit-University Planning Council</u> Irna Landrum, Exec. Director 651-228-1855 627 Selby Avenue irna@summit-u.com	_____

	St. Paul MN 55104-6615	
D9	<u>West 7th - Fort Rd Federation</u> Betty Moran, Community Organizer 651-298-5599 974 7th /Fort Road fortroadfed@fortroadfederation.org St. Paul MN 55102-3520	Anne Carroll
D10	<u>Como District Council</u> Jon Knox, Executive Committee Chair 1224 Lexington Parkway N 651-644-3889 St. Paul MN 55103-1000 district10@district10comopark.org	Jean O'Connell
D11	<u>Hamline-Midway Coalition</u> Michael Jon Olson, Executive Director 1558 Minnehaha Avenue West 651-646-1986 St. Paul MN 55104-1264 michaeljon@hamlinemidway.org	Louise Seeba
D12	<u>St. Anthony Park Community Council</u> Ann Sparks, Exec. Director 890 Cromwell Avenue 651-649-5992 St. Paul MN 55114-1599 sapcc@sapcc.org	Louise Seeba
D13	<u>Union Park District Council</u> (Merriam Park/Snelling – Hamline/Lexington-Hamline) Annie Johnson, Interim Executive Director 1570 Concordia Avenue Ste LL100 St. Paul MN 55104 651-645-6887 infor@unionparkdc.org	Mary Doran
D14	<u>Macalester Groveland Community Council</u> Afton Martens, Executive Director 320 Griggs Street South 651-695-4000 St. Paul MN 55105 -2800 afton@macgrove.org	Jean O'Connell
D15	<u>Highland District Council</u> Kathy Carruth, Community Org. 1978 Ford Parkway 651-695-4005 St. Paul MN 55116 hdc@visi.com	Anne Carroll
D16	<u>Summit Hill District Council</u> Jeff Roy, Executive Director 860 St. Clair Avenue 651-222-1222 St. Paul MN 55105 summithill@visi.com	_____
D17	<u>Capitol River-Downtown District Council</u> Melissa Martinez-Sones, Community Organizer U.S. Bank Center 651-221-0488 101 East 5th Street Ste 240 melissa@capitolrivercouncil.org St. Paul MN 55101	Louise Seeba

INTEREST IN OUTSIDE COMMITTEE ASSIGNMENTS

	J. BRODRICK	A. CARROLL	M. DORAN	K. HARDY	J. O'CONNELL	L. SEEBA	C. VUE
AMSD							
CHILDREN'S COLLAB.							
CGCS							
CUBE							
EMID							
JPTAC							
JPTAC (3 CTY)							
METRO ECSU							
MMEP							
MSBA							
MN H.S. LEAGUE							
RAMSEY CTY LLG							
SPTRA							

2014 CONFERENCE LIST FOR BOARD MEMBERS

January 10, 2014	AMSD Conference
JANUARY 15-17	MSBA Leadership Conference, Minneapolis, MN (Doran, Vue, Carroll, O'Connell)
January 14	Phase I Director Orientation (Vue)
January 15	Phase II Director Orientation (Vue)
FEBRUARY 2-4	NSBA Advocacy Institute (Hardy, Seeba, O'Connell – Tentatively) Washington, DC
February 7	AMSD Conference
February 13	MMEP "State of Students of Color and American Indian Students/Equity Conference"
March 7	AMSD Conference
APRIL 4-7	NSBA Annual Conference New Orleans, LA
APRIL 5-6	CUBE Programming at NSBA Annual Conference
April 11	AMSD Conference
May 2	AMSD Conference
OCTOBER 20-24	CGCS Annual Conference Milwaukee, WI
OCTOBER 25-29	PEG SUMMIT New Orleans, LA

**INDEPENDENT SCHOOL DISTRICT NO. 625
SAINT PAUL PUBLIC SCHOOLS
BOARD OF EDUCATION MEETINGS**

The following Board of Education meeting will be held in the district Administration Building at 360
Colborne Street unless otherwise note

January 14, 2014

4:00 p.m.

5:30 p.m.

Special CLOSED Board of Education Meeting re: Labor Negotiations

Committee of the Board Meeting

Introduction of New Directors

OPEB Trust (Time Certain 5:30)

Presentation on Tax Increment Financing (Time Certain 6:00)

Auditor's Report (Time Certain 6:30 p.m.)

Second Budget Revision 2013-14

Standing Item: SSSC 2.0 Update

Standing Item: Policy Update

Work Session

January 21, 2014

4:00 p.m.

5:30 p.m.

Special CLOSED Board of Education Meeting re: Labor Negotiations

Board of Education Meeting

February 11, 2014

4:30 p.m.

Committee of the Board Meeting

Legislative Update

Quarterly Financial Report

Presentation of American Indian Resolution of Concurrence (Tentative)

Standing Item: SSSC 2.0 Update

Standing Item: Policy Update

Work Session

February 18, 2014

5:30 p.m.

Board of Education Meeting

March 4, 2014

4:30 p.m.

Committee of the Board Meeting

Presentation of SSSC 2.0

Special Education Update

Quarterly Financial Report

FY 15 Budget Overview

Standing Item: Policy Update

Work Session

March 18, 2014

5:30 p.m.

Board of Education Meeting

Board of Education Meetings

(5:30 unless otherwise noted)

- April 15
- May 20
- June 24
- July 15

Committee of the Board Meetings

(4:30 unless otherwise noted)

- April 8
- May 6
- June 10
- July 15

Other Meetings Board Member(s) are scheduled to attend

January 11 – Parent Information Fair

January 11 – Board Retreat

January 15-17 – MSBA Leadership Conference

January 28 – Equity Training

January 29 – Joint School Board Reception

January 30 – State of the District

February 2-4 – NSBA Advocacy Institute

February 25 – Equity Training

March 24 – Board PEG Training

April 4-7 – NSBA Annual Conference

April 22 – Honors Concert

May 9 – Latino Senior Recognition Event

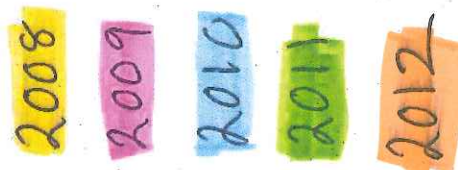
May 13 – Equity Training

June 23 – Board PEG Training

Revised 1/9/2014

* Please take note that this meeting of the Committee will also constitute a special meeting of the Board of Education

** Subcommittee will also constitute a special meeting of the Board of Education and a meeting of the Committee of the Board



DATES & LOCATIONS FOR PREVIOUS LISTENING SESSIONS

2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
January 28 – Hubbs Center	November 11 – Linwood Monroe	February 25 – Murray Jr. High	March 29 – Neighborhood House at the Wellstone Center	February 21 – Dayton’s Bluff Achievement Plus Elementary
March 26 – John A. Johnson	January 27 – Hancock-Hamline	March 25 – Prosperity Heights	April 26 – St. Paul Music Academy	March 7 – Four Seasons A+ Elementary
May 28 – EXPO	April 21 – Sheridan/Ames	May 13 – Neighborhood House	May 17 – Highwood Hills	April 11 – Jackson Preparatory Magnet