

INDEPENDENT SCHOOL DISTRICT 195
Randolph, Minnesota 55065

REGULAR SCHOOL BOARD MEETING

September 19, 2016

- 1) The Randolph School Board met in regular session on Monday, September 19, 2016, at 7:00 p.m. in the Media Center. Sara Taylor called the meeting to order. Directors present: Sara Taylor, Cory Lorenzen, Jay Otte, Garlan Dubbels and Michael Kelley, Superintendent. Directors absent: Gary Moorhouse and Steve Weidner. Administrators present: Ben Fisher, Matt Rutledge, Aaron Soule and Regina Wernimont. Staff members present: Kathy Stauffer, Amy Atkinson, Anne Giesen, Karli O'Reilly, Jody Sampson, Elizabeth Whaley and Heather Weiss. Guests: John Christianson, Vanda Pressnall, Madeline Grant, Trent Eglund, and Ken Haggerty.
- 2) A motion to approve the agenda as established was made by Jay Otte, seconded by Cory Lorenzen. All members voting in favor.
- 3) Member, Garlan Dubbels, introduced the following resolution and move its adoption:

RESOLUTION FOR ACCEPTANCE OF DONATIONS

WHEREAS the following have been generously donated:

- People in Business Care from Cannon Falls - \$2,500.00 in gift cards for families in need
- Carlton College – Science Room Beakers, Cylinders, Flasks, Metal Spatulas
- Syngenta – Office Furniture
- Dan & Gladys Weinel Scholarship - \$1,000,000.00

Cory Lorenzen, duly seconded the motion for adoption of the foregoing resolution.

THEREFORE, BE IT RESOLVED by the Randolph School Board to gratefully accept these gifts.

Upon vote being taken thereon, the following voted in favor thereof:

Cory Lorenzen, Jay Otte, Garlan Dubbels, Sara Taylor
(Gary Moorhouse and Steve Weidner absent)

and the following voted against the same:

None

whereupon the foregoing resolution was declared duly passed and adopted.

- 4) A motion was made by Jay Otte, seconded by Cory Lorenzen to approve the following consent agenda items:
 - 4.1) Minutes of the Regular School Board meeting held August 15, 2016, as presented.
 - 4.2) August 2016, bills and payroll.All members voting in favor.
- 5) FFA members, Madeline Grant and Trent Egland, reported on the awards FFA received at the Minnesota State Fair.
- 6) The Board welcomed the following new faculty and staff members with some appetizers and a short meet and greet recess: Amy Atkinson, Anne Giesen, Karli O'Reilly, Jody Sampson, Heather Weiss and Elizabeth Whaley.
- 7) John Christianson, from ISD #917, gave an overview of the Alliance facility project needs. The timing is good to save money by refinancing at the current lower interest rates, using proceeds of the sale of the South St. Paul site, contributions from each member district (including Randolph School) to all help finance the needed addition.

Member, Cory Lorenzen, introduced the following resolution and moved its adoption, which motion was seconded by Member, Jay Otte.

RESOLUTION RELATING TO A FINANCING BY INTERMEDIATE SCHOOL DISTRICT NO. 917, DAKOTA COUNTY; AUTHORIZING THE REFINANCING THEREBY OF CERTAIN OUTSTANDING BONDS AND THE FINANCING THEREBY OF ADDITIONS TO A SPECIAL EDUCATION FACILITY; AND APPROVING CAPITAL LEVY TO PAY A PROPORTIONATE SHARE OF COSTS OF SUCH FINANCING

WHEREAS, Independent School District No. (195), Minnesota (the "District") is a participating member of Intermediate School District No. 917, Dakota County ("917");

WHEREAS, 917 has heretofore financed the acquisition of certain land and the construction of a special education facility thereon pursuant to a lease-purchase agreement with Dakota County Community Development Agency, Minnesota (the "CDA"), and the issuance by the CDA of its

\$8,480,000 Facility Lease Revenue Bonds (Intermediate School District No. 917, Minnesota Project), Series 2007 (the "2007 Bonds");

WHEREAS, the District has authority under Minnesota Statutes, Section 126C.40, subdivision 1 (the "Lease Levy Statute"), to apply for permission to make an additional capital expenditure levy for costs associated with the lease by 917 of administrative and classroom space;

WHEREAS, the District and each other participating member of 917, for the purpose of contributing a proportionate share of 917's debt service costs on the 2007 Bonds, have

heretofore made such additional capital expenditure levies and made payments to 917 pursuant to the terms of the Lease Levy Allocation Formula attached hereto as Exhibit A, which formula is incorporated herein by reference; and

WHEREAS, 917 now finds it necessary and desirable to enter into a lease-purchase agreement (the "Lease-Purchase Agreement") to refund the 2007 Bonds and finance the construction of an addition to the special education facility financed with proceeds of the 2007 Bonds (collectively, the "Project").

NOW, THEREFORE, BE IT RESOLVED by the School Board (the "Board") of the District, as follows:

1. The Board hereby approves the Project.
2. In order to accomplish the Project, the Board hereby agrees to levy taxes pursuant to the Lease Levy Statute and make payments to 917 in accordance with, but only from such source and only to the extent set forth in, Exhibit A, each year that the Lease-Purchase Agreement is in place; provided, however, that upon withdrawal of the District from 917 or upon dissolution of 917, the rights of the District and other participating members of 917 to a distribution of assets financed or refinanced by the Lease-Purchase Agreement shall be as specified in the Withdrawal and Dissolution Allocation Formula attached hereto as Exhibit B, which formula is incorporated herein by reference.
3. Nothing herein shall constitute a pledge of the full faith and credit or general taxing powers of the District to payment of the Lease-Purchase Agreement or any obligation thereunder.

Upon vote being taken thereon, the following voted in favor thereof:

Cory Lorenzen, Jay Otte, Garlan Dubbels, Sara Taylor
(Gary Moorhouse and Steve Weidner absent)

and the following voted against the same:

None

whereupon the resolution was declared duly passed and adopted.

EXHIBIT A

LEASE LEVY ALLOCATION FORMULA

The formula for allocation of the lease levy among the participating school districts that are members of Intermediate School District No. 917, is as follows:

1. Each of the following factors shall be computed as a percentage for each of the participating school districts that are members of Intermediate School District No. 917:
 - (a) The taxable net tax capacity for each participating school district as a percentage of the total taxable net tax capacity of all participating school districts;
 - (b) The number of adjusted marginal cost pupil units for each participating school district as a percentage of the total number of adjusted marginal cost pupil units for all participating school districts;
 - (c) The prior five year average of Total Special Education Costs provided by Intermediate School District No. 917 to each of the participating school districts as a percentage of the Total Special Education Costs provided by Intermediate School District No. 917 to all the participating school districts.
 - (d) The number of FTE pupils attending the special education facility from each participating school district in the prior regular school year as a percentage of the total number of FTE pupils attending the facility from all the participating school districts in the prior regular school year.
2. The percentages determined in No. 1 above shall be averaged for each participating school district.
3. The average percentage determined in No. 2 above shall be multiplied times the next annual lease payment required under the Lease-Purchase Agreement, or any successor agreement entered into to refund that agreement.
4. Prior to September 15 of each year, Intermediate School District No. 917 shall give written notice to each participating school district of the amount of its proportionate share of the cost of the financing and of the amount of the leasing levy, calculated based on this formula, to be certified by that participating school district in that year.
5. Notwithstanding the foregoing, the lease levy required for any participating school district in any year shall not exceed the maximum lease levy authorization of a school district to pay the costs associated with leases of administrative and classroom space for intermediate school district programs as specified in Minnesota Statutes, Section 126C.40, subdivision 1, clause (h), as it may be amended from time to time, or its successor provision.

EXHIBIT B

WITHDRAWAL AND DISSOLUTION ALLOCATION FORMULA

1. There shall be no distribution of assets financed pursuant to the Lease Purchase Agreement, or any successor agreement entered into to refund that agreement, until such time as Intermediate School District No. 917 receives sale or condemnation proceeds from the complete sale or condemnation of the financed land and facility or insurance proceeds from the total destruction of that facility. All such proceeds shall be determined after repayment of the Lease Purchase Agreement, or a successor agreement entered into to refund that agreement. Transfer of title to a third party pursuant to a financing lease or instrument shall not be a sale that triggers such a distribution. The amount to be distributed from the sale, condemnation or insurance proceeds shall be as specified in No. 2 below.

2. The amount paid by the withdrawing participating school district from the proceeds of its leasing levy shall be calculated as a percentage of proceeds paid by all the participating school districts from the proceeds of their leasing levies during the entire term of the Lease-Purchase Agreement, or a successor agreement entered into to refund that agreement. That percentage shall be multiplied times the sale or condemnation proceeds or the insurance proceeds received for the total destruction of the facility.

3. The same formula as specified in No. 2 above shall be applicable to distribution of assets financed pursuant to the Lease Purchase Agreement, or a successor agreement entered into to refund that agreement, upon the dissolution of Intermediate School District No. 917.

4. Unless specifically agreed by all the participating school districts, the provisions of this EXHIBIT B shall survive the expiration or termination of the Lease-Purchase Agreement or a successor agreement entered into to refund that agreement.

- 8) A motion was made by Jay Otte, seconded by Garlan Dubbels to certify the levy to the maximum. This is reported to the individual counties and to the Minnesota Department of Education. We will make adjustments before the levy is finalized in December. All members voting in favor.
- 9) A motion was made by Garlan Dubbels, seconded by Cory Lorenzen to approve the overnight field trip request allowing approximately 24 FFA members plus 6 American Degree recipients and their parents to the National FFA Convention in Indianapolis, leaving late on October 18 through October 22, 2016. All members voting in favor.
- 10) Michael Kelley, Superintendent, reported enrollment is up by 12 students overall for the district enrollment from the end of last year with a total of 661. Preschool is currently at a total of 62.
- 11) Matt Rutledge, Elementary Principal, reported Randolph Elementary School has received the Minnesota School of Excellence Award (one of six schools in the State of Minnesota). A celebration is being planned. Mr. Rutledge thanked elementary teachers – Christine Tresselt-Warren, Mike Schmidt and Marissa Knapp for their work on the application. True Blue Celebration Community Night is September 30th – the vendors will be set up from 4:30-5:30 in the Commons area, free pizza will be served starting at 5:30 p.m., prize winners will be announced during the football game starting at 7:00 p.m.
- 12) Ben Fisher, High School Principal/Special Education Director, reported on the Special Education Director's Forum he attended; there was a demonstration on SPED Forms during teacher workshop and we will be implementing that software program for the 2017-2018 school year.
- 13) Aaron Soule, Assistant High School Principal/Activities Director, reported Homecoming Coronation will be held during the school day this year so the high school student body can attend on October 10th and it will also be on the Cube; Mike Max gave a great motivational presentation to the high school students the 1st day of school on attitude and effort; SEC All-Sports Award – Randolph School has received the 2nd Place Award two years in a row; the School Board is invited to attend the Region 1A Hall of Fame Induction for Dennis Murray on October 28th.
- 14) Regina Wernimont, Business Manager, reported on the Tax Levy Workshop she attended with Mr. Kelley on September 14th; Flu Shot Clinics will be held at Randolph School on September 23 for staff and September 30 for students and the Community; will be attending a demonstration at TIES on September 29th regarding TIES HR/Finance System regrouping and contracting with Sungard in 2017-2018.
- 15) Michael Kelley, Superintendent, reported on power outages this summer; working with Alive Net in Cannon Falls for our cameras and servers; a positive meeting was held with Tom Wirtzfeld and Michael Rutin regarding our Septic System; the Highway 52/86 construction is on schedule to be completed the end of

October – this construction project has extended our bus routes in that area, especially just east of Highway 52.

- 16) A motion was made by Jay Otte, seconded by Garlan Dubbels to approve Stacie Bank's resignation from her Early Childhood Special Education Teacher position. The School Board thanked Stacie for her one year consulting with Randolph School. All members voting in favor.
- 17) A motion was made by Garlan Dubbels, seconded by Cory Lorenzen to approve hiring Julie Ryan as a paraprofessional for 2016-2017. All members voting in favor.
- 18) A motion was made by Jay Otte, seconded by Cory Lorenzen to approve hiring Elizabeth Whaley for the Community Education position for 2016-2017. All members voting in favor.
- 19) A motion was made by Garlan Dubbels, seconded by Jay Otte to approve hiring Marjorie Menard for the Early Childhood Special Education teacher position for 2016-2017. All members voting in favor.
- 20) A motion was made by Garlan Dubbels, seconded by Cory Lorenzen to approve the Community Education Handbook for 2016-2017. All members voting in favor.
- 21) A motion to adjourn was made by Cory Lorenzen, seconded by Garlan Dubbels. All members voted in favor.

Acting Clerk: Jay Otte