

Subject School District Long-Term Facilities Maintenance Revenue; Roofs

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Date March 5, 2024

Overview

Long-term facilities maintenance (LTFM) was created by the 2015 Legislature to support facilities maintenance needs for schools. LTFM revenue replaced health and safety revenue, alternative facilities revenue, and deferred maintenance revenue beginning with the 2016-2017 school year. LTFM revenue is primarily pupil-based, but health and safety projects in excess of \$100,000, and districts formerly eligible for alternative facilities funding are eligible for LTFM revenue in excess of the per pupil amounts (\$380 per pupil unit for school districts). LTFM revenue is an equalized aid and levy; however, the majority of the revenue comes through the local levy.

The 26 largest school districts that qualified for alternative facilities revenue (based on their building square footage and building age) serve about half of the state's school pupils. These districts may include any deferred maintenance projects (including roof repair and replacement) in their LTFM revenue.

H.F. 3558 allows all of the remaining school districts to include roof repair and replacement projects in their LTFM plans and authorizes the districts to issue bonds to pay for these projects.

Summary

Section	Description
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| 1 | Long-Term facilities maintenance revenue.
Adds eligibility for approved roof repair amounts to each district's long-term facilities maintenance (LTFM) revenue first effective for the 2024-2025 school year. |
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Section	Description
2	Facilities plans. [LTFM] Requires each school district's LTFM plan to include information on its roof repair and maintenance schedule if the district is seeking to include the roof projects in its LTFM revenue amount.
3	LTFM equalized levy. Changes the LTFM equalizing factor to an unspecified amount so that the statewide amount of LTFM levy is unchanged.
4	Allowed uses for LTFM revenue. Clarifies that roof repair and replacement is an eligible use of LTFM revenue for all school districts.
5	LTFM aid. Appropriates an unspecified amount of LTFM aid for fiscal year 2025 to cover the higher level of LTFM aid authorized by this bill.



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