

School District of Clay County

Revenue Options for Capital Outlay Financing

**Local Discretionary Sales Surtax ~
School Capital Outlay Surtax -0.5%**

- a. The School Board in each county may levy, pursuant to resolution conditioned to take effect only upon approval by a majority vote of the electors of the county voting in a referendum, a discretionary sales surtax at a rate that may not exceed 0.5%.**

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- b. The resolution shall include a statement that provides a brief statement and general description of the school capital outlay projects to be funded by the surtax.**
- c. The resolution shall set forth a plan for use of the surtax proceeds for fixed capital expenditures or fixed capital costs associated with construction, reconstruction, or improvement of school facilities which have a useful life expectancy of 5 or more years, and any land acquisition, land improvement, design, and engineering costs.**

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- d. There are currently 16 school districts that impose a 0.5% School Capital Outlay Surtax.
- e. The district currently participates in the County 1% Local Discretionary Sales Surtax and receives 10% of the 1% and has budgeted \$1,800,000 in 2006-07. The sales tax in the County is 7%.
- f. The 0.5 School Capital Outlay Surtax over 20 years would generate app. \$271,300,000 in revenues. Bonding capacity would be app. \$103 million.
- g. Cost to a typical household: \$100 a year.

Bond Solution

<u>Period Ending</u>	<u>Proposed Prin.</u>	<u>Proposed Debt Serv.</u>	<u>Total Adj. Debt Serv.</u>	<u>Rev. Constraints</u>	<u>Unused Rev.</u>	<u>Debt Serv. Cov.</u>
10/01/2008	1,855,000	4,168,141	4,168,141	5,212,662	1,044,521	125.05964%
10/01/2009	3,395,000	8,337,250	8,337,250	10,593,970	2,256,720	127.06792%
10/01/2010	3,530,000	8,336,450	8,336,450	10,911,790	2,575,340	130.89252%
10/01/2011	3,675,000	8,340,250	8,340,250	11,239,143	2,898,893	134.75787%
10/01/2012	3,820,000	8,338,250	8,338,250	11,576,318	3,238,068	138.83390%
10/01/2013	4,010,000	8,337,250	8,337,250	11,923,607	3,586,357	143.01607%
10/01/2014	4,210,000	8,336,750	8,336,750	12,281,315	3,944,565	147.31538%
10/01/2015	4,420,000	8,336,250	8,336,250	12,649,755	4,313,505	151.74395%
10/01/1016	4,645,000	8,340,250	8,340,250	13,029,247	4,688,997	156.22131%
10/01/2017	4,875,000	8,338,000	8,338,000	13,420,125	5,082,125	160.95137%
10/01/2018	5,120,000	8,339,250	8,339,250	13,822,729	5,483,479	165.75506%
10/01/2019	5,375,000	8,338,250	8,338,250	14,237,410	5,899,160	170.74818%
10/01/2020	5,645,000	8,339,500	8,339,500	14,664,533	6,325,033	175.84427%
10/01/2021	5,925,000	8,337,250	8,337,250	15,104,469	6,767,219	181.16848%
10/01/2022	6,220,000	8,336,000	8,336,000	15,557,603	7,221,603	186.63151%
10/01/2023	6,535,000	8,340,000	8,340,000	16,024,331	7,684,331	192.13826%
10/01/2024	6,860,000	8,338,250	8,338,250	16,505,061	8,166,811	197.94394%
10/01/2025	7,200,000	8,335,250	8,335,250	17,000,213	8,664,963	203.95564%
10/01/2026	7,565,000	8,340,250	8,340,250	17,510,219	9,169,969	209.94837%
10/01/2027	7,940,000	8,337,000	8,337,000	18,035,526	9,698,526	216.33112%

102,820,000	162,589,841	162,589,841	271,300,025	108,710,184
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