

Referendum for General Obligation Bonds and Operating Referendum

School District of Milton, WI

**Board Meeting
Monday, June 27, 2016**

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PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

School District of Milton

Analysis of Possible Structure for Debt Service Levies

\$87,000,000 Building Bond
Single Bond Issue, 20 Year Bond Term
New Debt "Wrapped Around" Existing Debt

Principal Amount: \$87,000,000
 Dated Date: 3/1/2017
 Ave. Interest Cost: 3.50%

June 27, 2016

Tax Pay Year	Cal. Year	Equalized Valuation Prior Year (\$000s) *	Existing Commitments (Fund 39)				Proposed New Debt					Combined Totals				
			Debt Service Payments	State Aid **	Net Levy	Mill Rate	Principal	Interest	State Aid **	Net Mill Rate Impact	Net Levy	Net Debt Service Payments	State Aid **	Net Levy	Mill Rate	
2016	2016	1,653,067	3.5%	463,835	244,439	219,396	0.13	-	-	-	-	-	463,835	244,439	219,396	0.13
2017	2017	1,710,924	3.5%	396,105	232,376	163,729	0.10	-	1,522,500	-	-	-	396,105	232,376	163,729	0.10
2018	2018	1,770,806	3.5%	383,030	230,048	152,982	0.09	1,120,000	3,025,400	738,296	1.92	3,407,104	4,528,430	968,344	3,560,086	2.01
2019	2019	1,832,784	3.5%	120,660	72,468	48,192	0.03	1,580,000	2,978,150	922,658	1.98	3,635,492	4,678,810	995,126	3,683,684	2.01
2020	2020	1,896,932	3.5%	-	-	-	-	1,920,000	2,916,900	1,023,282	2.01	3,813,618	4,836,900	1,023,282	3,813,618	2.01
2021	2021	1,963,325	3.5%	-	-	-	-	2,155,000	2,845,588	1,052,435	2.01	3,948,153	5,000,588	1,052,435	3,948,153	2.01
2022	2022	2,032,041	3.5%	-	-	-	-	2,410,000	2,765,700	1,083,622	2.01	4,092,078	5,175,700	1,083,622	4,092,078	2.01
2023	2023	2,103,162	3.5%	-	-	-	-	2,675,000	2,676,713	1,114,970	2.01	4,236,742	5,351,713	1,114,970	4,236,742	2.01
2024	2024	2,176,773	3.5%	-	-	-	-	2,930,000	2,578,625	1,142,916	2.01	4,365,709	5,508,625	1,142,916	4,365,709	2.01
2025	2025	2,252,960	3.5%	-	-	-	-	3,230,000	2,470,825	1,177,147	2.01	4,523,678	5,700,825	1,177,147	4,523,678	2.01
2026	2026	2,331,814	3.5%	-	-	-	-	3,545,000	2,352,263	1,212,133	2.01	4,685,130	5,897,263	1,212,133	4,685,130	2.01
2027	2027	2,413,427	3.5%	-	-	-	-	3,875,000	2,222,413	1,247,779	2.01	4,849,633	6,097,413	1,247,779	4,849,633	2.01
2028	2028	2,497,897	3.5%	-	-	-	-	4,230,000	2,080,575	1,285,744	2.01	5,024,831	6,310,575	1,285,744	5,024,831	2.01
2029	2029	2,585,323	3.5%	-	-	-	-	4,600,000	1,926,050	1,324,120	2.01	5,201,930	6,526,050	1,324,120	5,201,930	2.01
2030	2030	2,675,810	3.5%	-	-	-	-	4,990,000	1,758,225	1,363,689	2.01	5,384,536	6,748,225	1,363,689	5,384,536	2.01
2031	2031	2,769,463	3.5%	-	-	-	-	5,405,000	1,576,313	1,405,202	2.01	5,576,111	6,981,313	1,405,202	5,576,111	2.01
2032	2032	2,866,394	3.5%	-	-	-	-	5,845,000	1,379,438	1,448,502	2.02	5,775,935	7,224,438	1,448,502	5,775,935	2.02
2033	2033	2,966,718	3.5%	-	-	-	-	6,305,000	1,166,813	1,492,560	2.02	5,979,253	7,471,813	1,492,560	5,979,253	2.02
2034	2034	3,070,553	3.5%	-	-	-	-	6,755,000	938,263	1,532,000	2.01	6,161,262	7,693,263	1,532,000	6,161,262	2.01
2035	2035	3,178,023	3.5%	-	-	-	-	7,265,000	692,913	1,579,134	2.01	6,378,778	7,957,913	1,579,134	6,378,778	2.01
2036	2036	3,289,253	3.5%	-	-	-	-	7,800,000	429,275	1,627,464	2.01	6,601,811	8,229,275	1,627,464	6,601,811	2.01
2037	2037	3,404,377	3.5%	-	-	-	-	8,365,000	146,388	1,677,708	2.01	6,833,679	8,511,388	1,677,708	6,833,679	2.01
2038	2038	3,523,531	3.5%	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals				1,363,630	779,332	584,298		87,000,000	40,449,325	25,451,362		100,475,463	127,290,455	26,230,694	101,059,761	

* Estimates of equalized property valuation are based on estimated percentage increases shown above (3.5% annual increase).

** All state aid projections are based on DPI's October 15 certification for the District's 2015-16 equalization aid. For proposed new debt, state aid is projected using the District's tertiary aid level of 17.81%, which is applied to all debt costs in excess of the existing debt service for 2018. For purposes of determining the impact on mill (tax) rate, estimates for state aid are calculated and applied on a calendar year basis in the year for which the debt payment is made. For the actual certification of state aid, DPI uses the debt service payments made in the prior Fiscal Year in determining shared costs.

PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

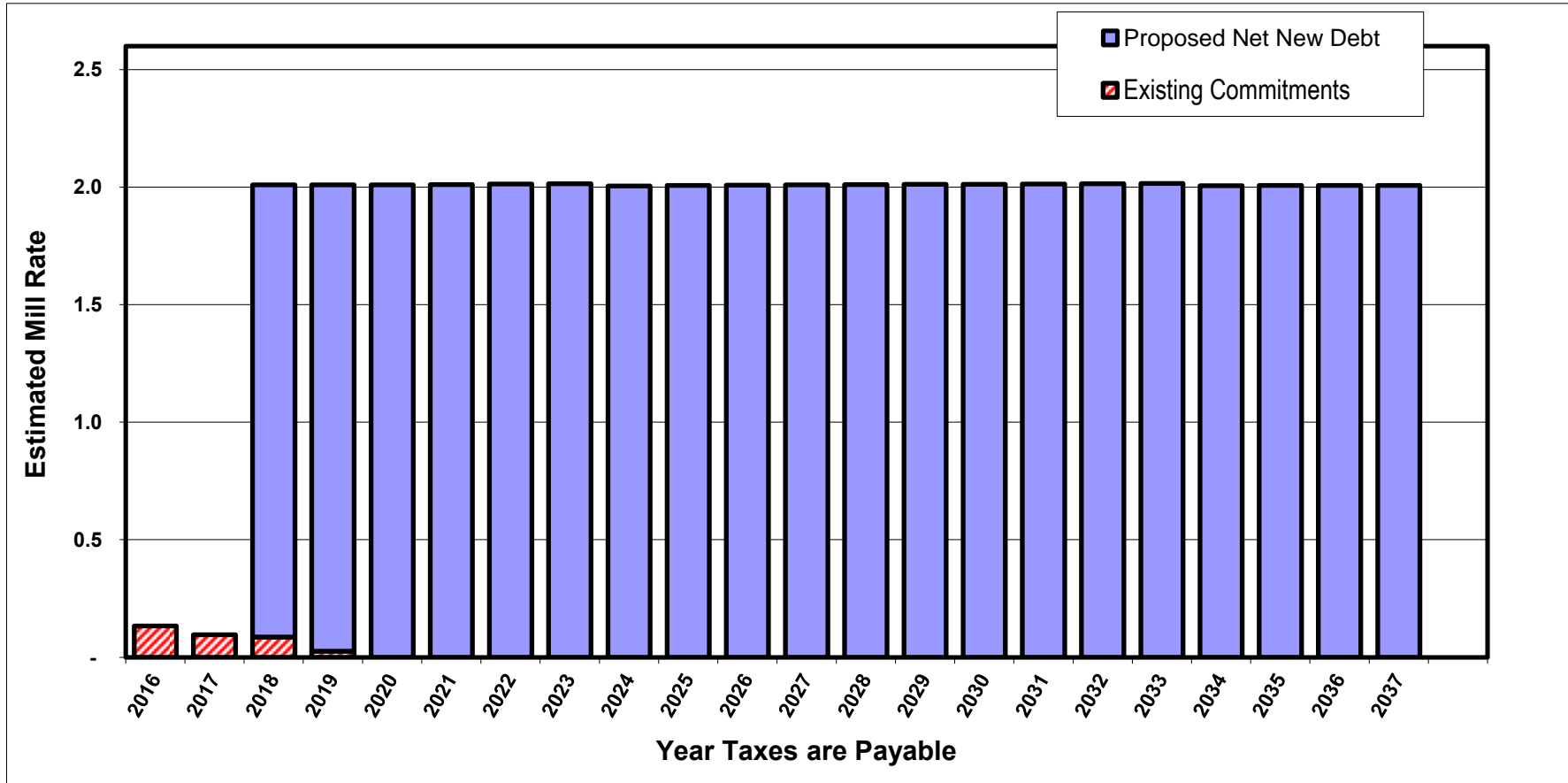
School District of Milton

**Estimated Mill Rate Impact for Debt Service Levies
Existing Commitments and Proposed New Debt**

\$87,000,000 Building Bond
Single Bond Issue, 20 Year Bond Term
New Debt "Wrapped Around" Existing Debt

Date Prepared:

June 27, 2016



PRELIMINARY INFORMATION - FOR DISCUSSION PURPOSES ONLY

School District of Milton

Estimated Tax Impact of 2016 Bond Election

June 27, 2016

Building Bond Scenarios for New High School

Option	Single Bond Issue
Amount	\$87,000,000
Number of Years	20
Debt Type	Bonds
Property Valuation Trend	3.50%
Average Interest Rate	3.50%
Bond Structure	Wrap Around
Dated	March 1, 2017
Tax Impact for Calendar Year	2018
Estimated Net Increase in Tax Mill Rate	1.92
Estimate of Total Gross Interest Costs	\$40,449,325
Estimate of Total Net Levy	\$100,475,463
Equalized (Market) Value	Est. 2018 Tax Impact
\$50,000	\$96
100,000	192
150,000	288
200,000	384
250,000	480
300,000	576

The above chart illustrates the estimated net tax increase associated with the issuance of the new bonds on various property values when comparing the projected taxes payable in 2017. The estimates includes the impact on state aid assumed at the current aid level and assume an annual 3.5% valuation increase.

The figures in this table are based on the District's taxes for Fund 39 bonded debt in which property taxes are assessed to make the debt service payments, and do not include tax levies for other purposes.



PRELIMINARY INFORMATION - FOR DISCUSSION PURPOSES ONLY

School District of Milton

**Estimated Tax Impact of Proposed Operating Referendum
June 27, 2016**

Operating Referendum

Total Operating Referendum Revenue	\$2,500,000
<i>State Aid</i>	\$445,250
<i>Tax Levy</i>	\$2,054,750
Number of Years	5
Tax Impact for Fiscal Year	2016-17
Estimated Net Increase in Tax Mill Rate	1.24
Equalized (Market) Value	Est. Tax Impact
\$50,000	\$62
100,000	124
150,000	186
200,000	248
250,000	310
300,000	372

The above chart illustrates the estimated net tax increase associated with an operating referendum on various property values for taxes payable in 2017. The estimates include the impact on state aid, assuming 3.5% annual growth in equalized property valuation and 17.81% state aid based on DPI's October 15, 2015 equalization aid certification.



PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

School District of Milton

Estimated Tax Impact of Proposed November 8, 2016 Ballot Questions

June 27, 2016

	Operating Referendum \$2,500,000	Bond Referendum \$87,000,000	Combined Total Estimates
Estimated Net Increase in Tax Mill Rate	1.24	1.92	3.16
Equalized (Market) Value	Estimated Tax Impact		
\$50,000	\$62	\$96	\$158
100,000	124	192	316
150,000	186	288	474
200,000	248	384	632
250,000	310	480	790
300,000	372	576	948