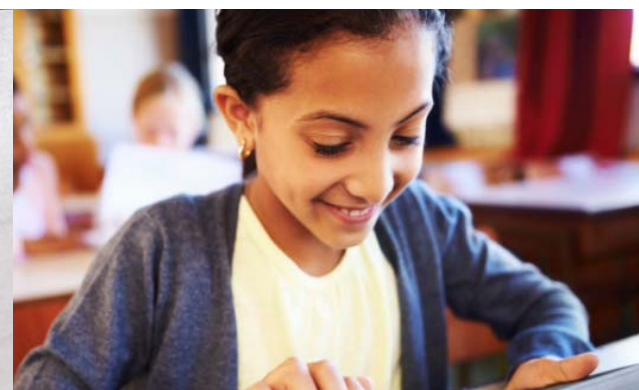


School District of Milton Board of Education

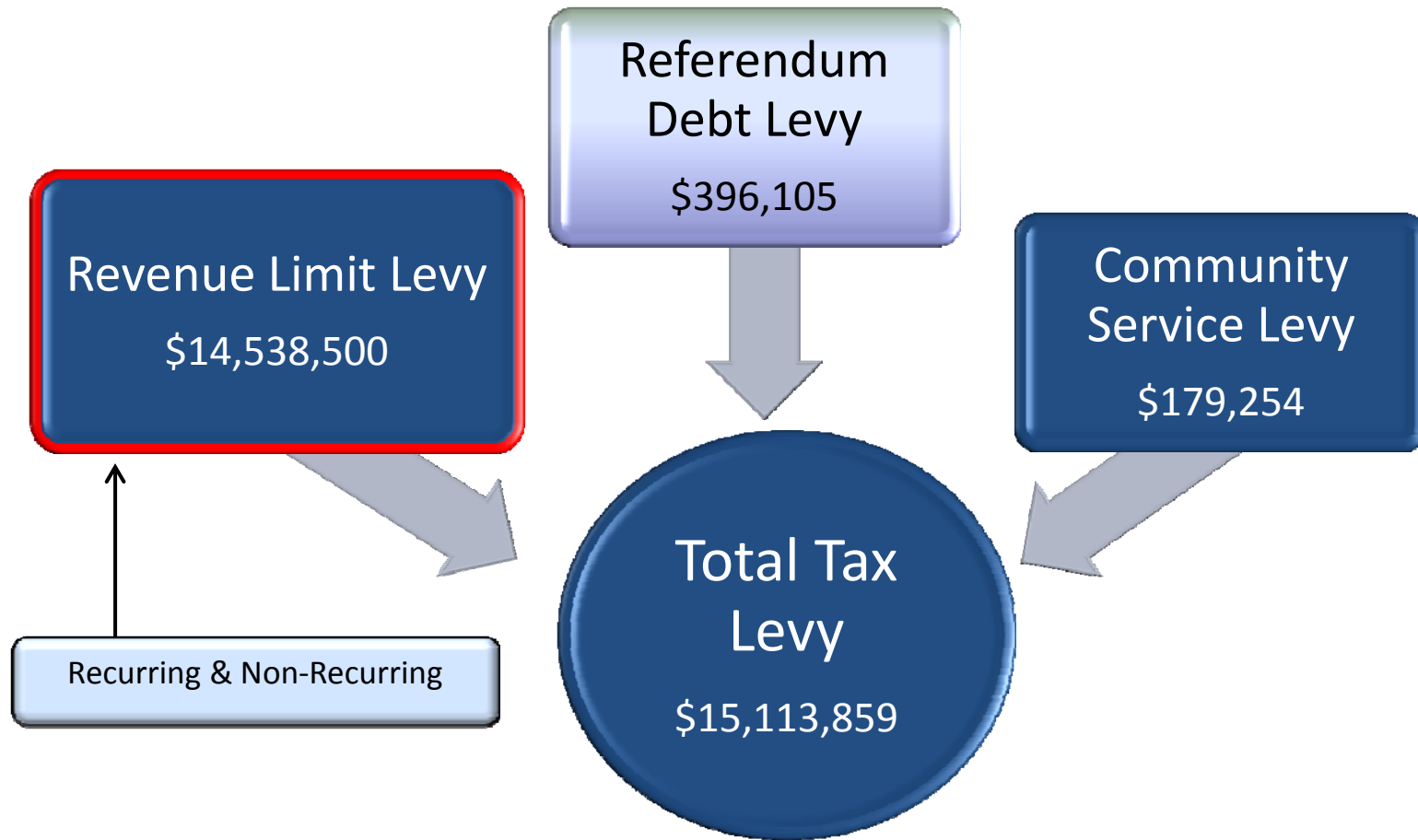
Financing a Facility Referendum May 22, 2017

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Total 2016-17 School Tax Levy

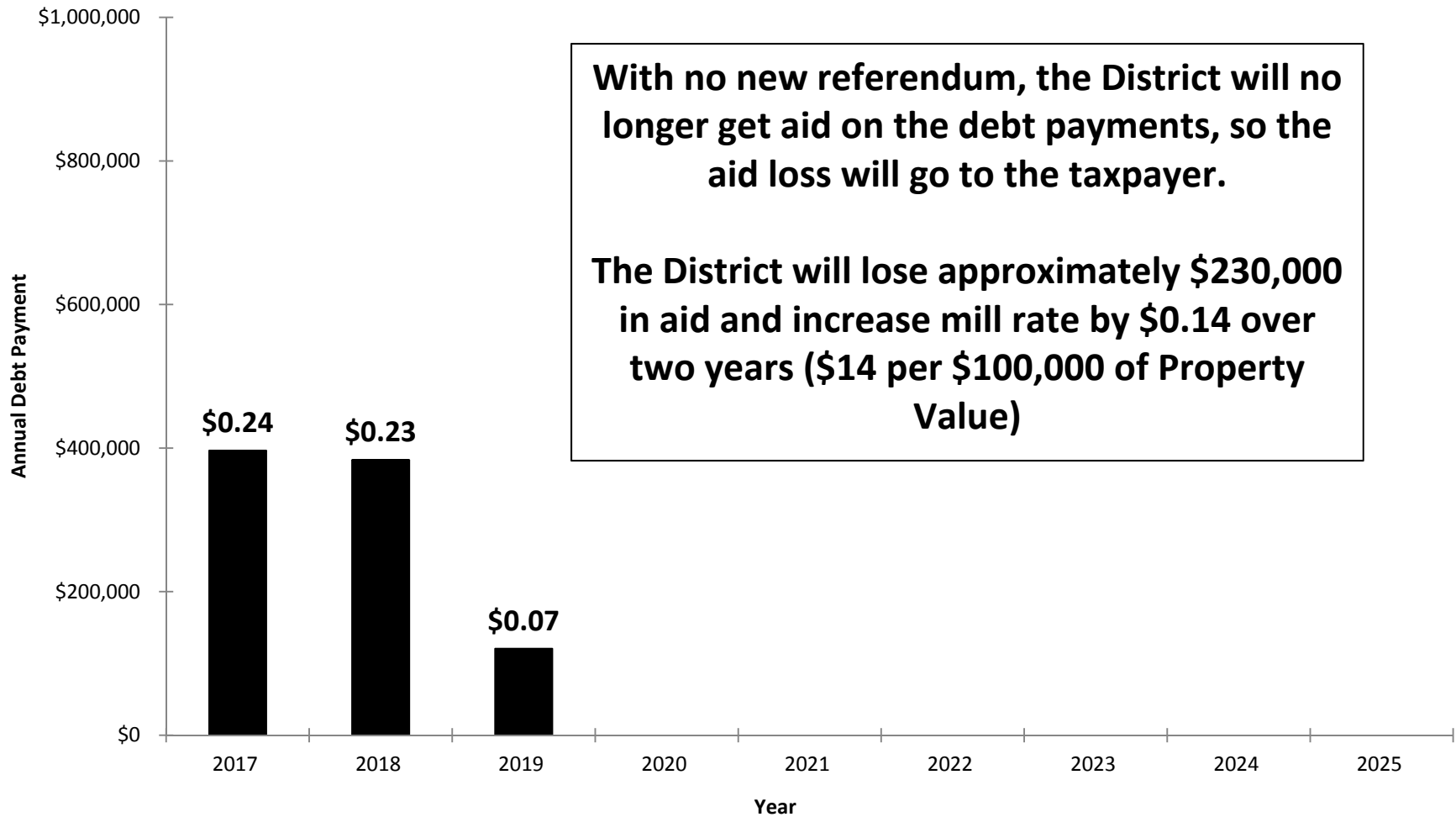


Understanding “Mill Rate”

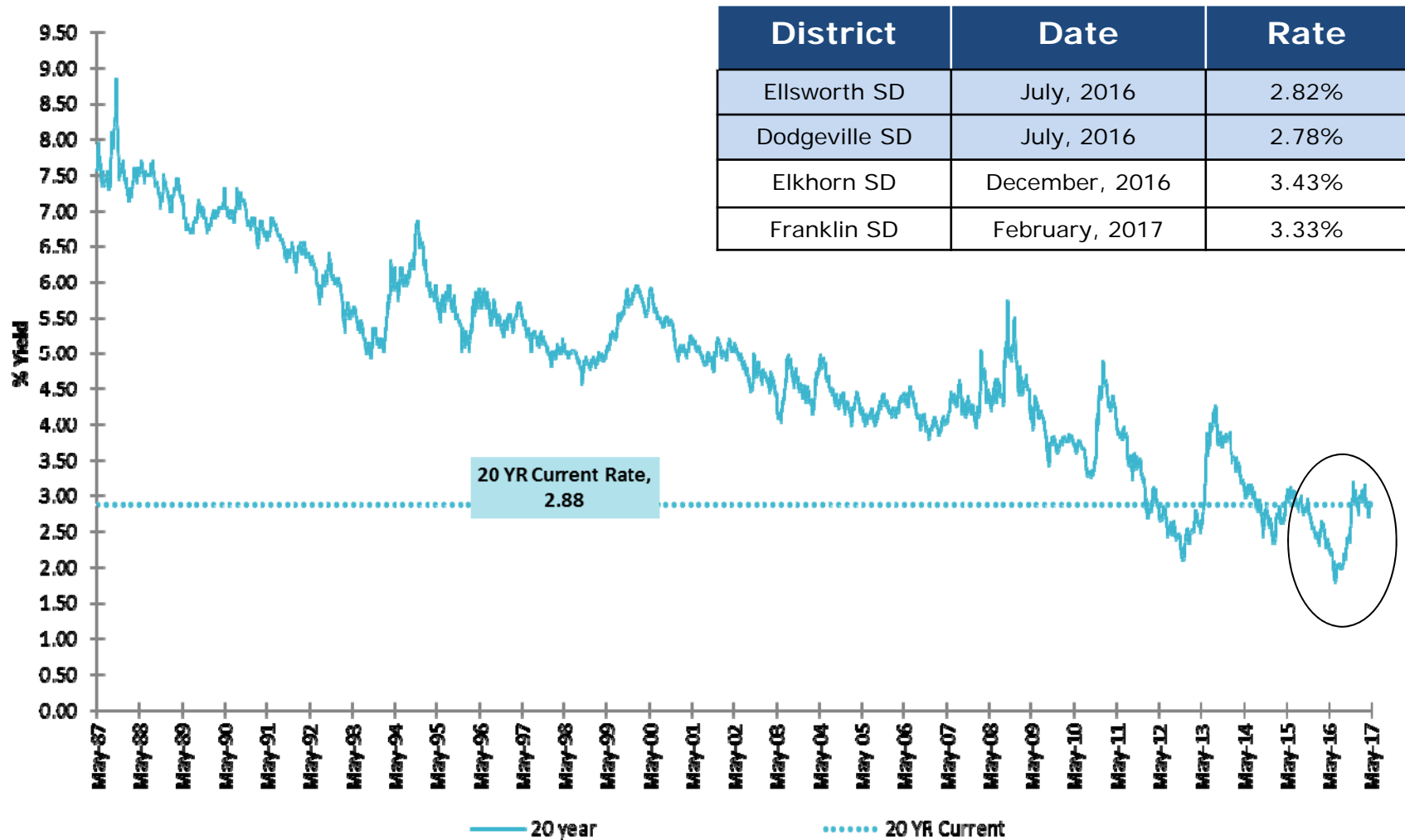
- Total Levy/Total Fair Market Value per Thousand = Mill Rate
- 2016-17 Mill Rate:
 - $\$15,113,859 / \$1,649,744,784 * 1000$
 - \$9.16 Mill Rate
 - \$916 on \$100,000 Home



Current Debt Payments



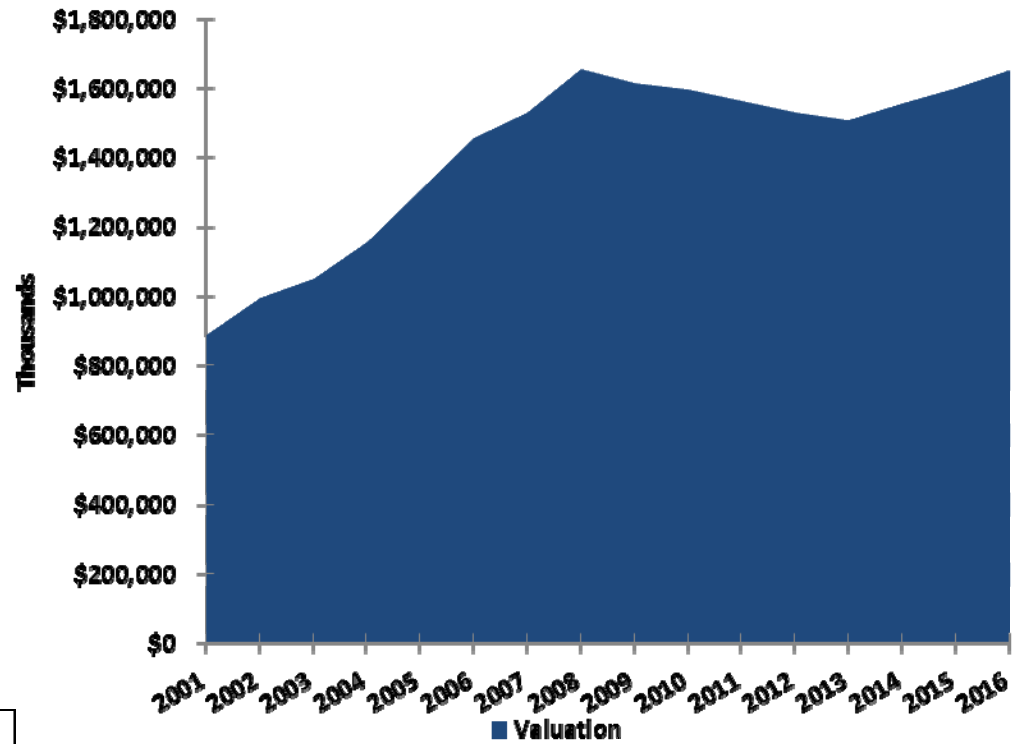
Assumption #1: Interest Rates



Assumption #2: Fair Market Valuation Growth

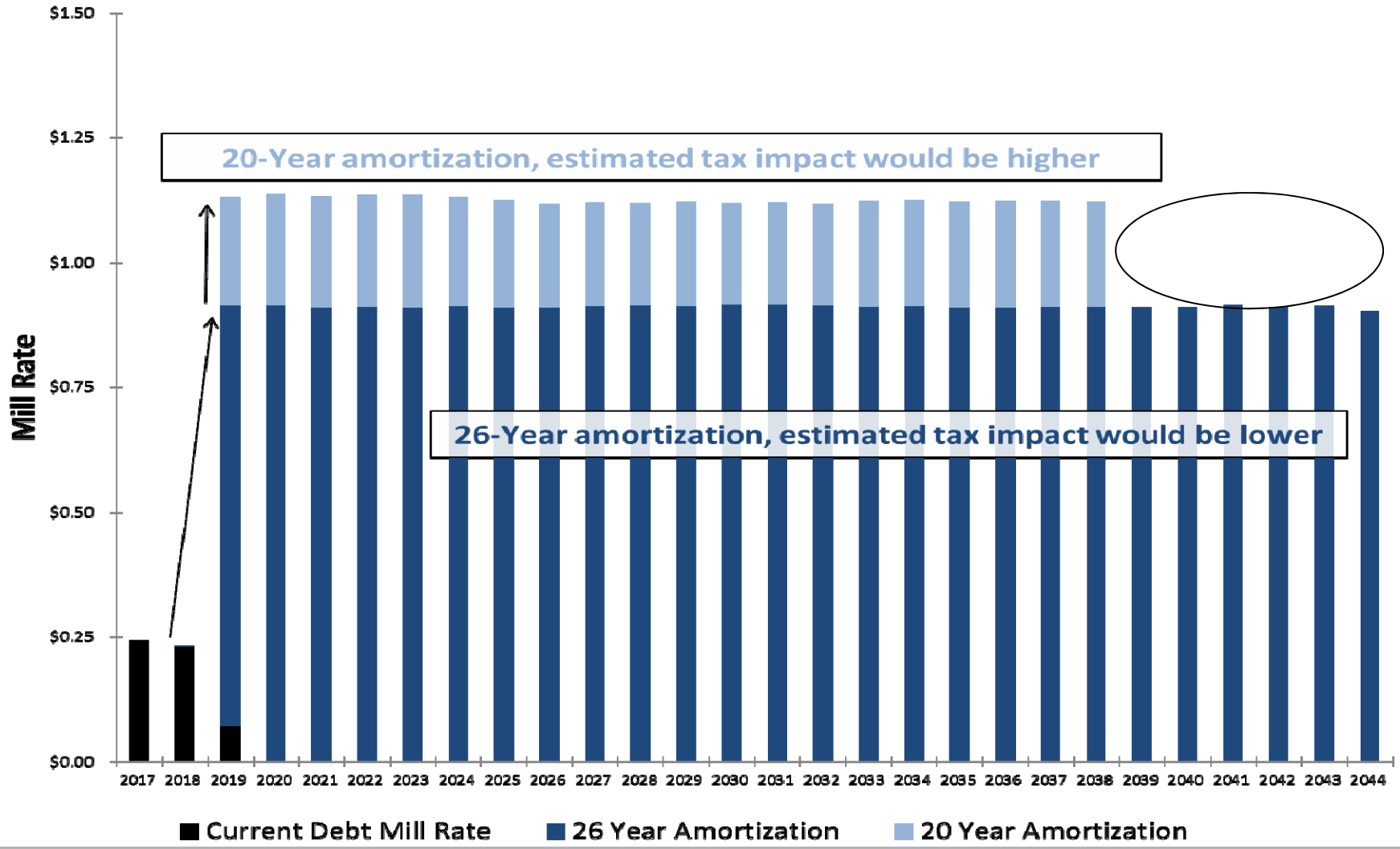


<u>Year</u>	<u>Valuation</u>	<u>% change</u>
2001	\$886,789,047	
2002	\$994,380,414	12.13%
2003	\$1,048,374,796	5.43%
2004	\$1,156,519,155	10.32%
2005	\$1,301,942,741	12.57%
2006	\$1,455,041,259	11.76%
2007	\$1,528,980,861	5.08%
2008	\$1,653,022,818	8.11%
2009	\$1,611,390,294	-2.52%
2010	\$1,593,620,129	-1.10%
2011	\$1,559,276,106	-2.16%
2012	\$1,527,337,360	-2.05%
2013	\$1,504,590,549	-1.49%
2014	\$1,555,183,769	3.36%
2015	\$1,597,165,767	2.70%
2016	\$1,649,744,784	3.29%



Fifteen Year Average Annual Growth Rate..... **4.23%**

Assumption #3: Amortization Term



Tax Impact Assumptions

	2016 Referendum (\$87 Million)	Current
Interest Rate	2.75%	4.00%
Fair Market Value Growth	3.50%	2.00%
Amortization	20 Years	26 Years
State Aid	Flat 17.81%, No lag	Based upon actual 2016-17 Percentages with lag
Tax Impact	\$1.77	

Hypothetical Tax Impacts



Planning Estimates only. Changes in assumptions will require adjustments to financing plan.

REFERENDUM AMOUNT	\$40,000,000	\$60,000,000	\$80,000,000
MAX MILL RATE IMPACT (over 2017-18) <i>(Per \$1,000 valuation)</i>	\$0.68	\$1.17	\$1.66
TAX IMPACT ON PROPERTY WITH FAIR MARKET VALUE:			
\$100,000 Home			
<i>Annual Impact</i>	\$68.00	\$117.00	\$166.00
<i>Monthly Impact</i>	\$5.67	\$9.75	\$13.83
\$200,000 Home			
<i>Annual Impact</i>	\$136.00	\$234.00	\$332.00
<i>Monthly Impact</i>	\$11.33	\$19.50	\$27.67
\$300,000 Home			
<i>Annual Impact</i>	\$204.00	\$351.00	\$498.00
<i>Monthly Impact</i>	\$17.00	\$29.25	\$41.50

Note: The mill rate impact shown above will increase or decrease by approximately \$0.025 per \$1,000,000.

Is the Need for Referendum Unique to your District?

Since 2010:

- As of April 2017, over 72% of Wisconsin school districts have gone to referendum, many of them multiple times, for a total of 740 debt or revenue limit override questions

2017 Year to Date:

- 70 questions on the referendum ballot for the year
 - Over \$987 million of total funding requests in 2017
 - 24 questions for NR Revenue Limit increases totaling over \$261 million
 - 18 questions passed (75%) for a sum of \$227.844 million
 - 14 questions for RR Revenue Limit increases totaling over \$17 million
 - 8 questions passed (57%) for a sum of \$7.709 million
 - **32 questions for new Debt Authority totaling over \$707 million**
 - **17 questions passed (53%) for a sum of \$470.765 million**

WHY?

Issue Debt Question Breakdown	2017	# Passed	Pass %	Fail %
Over \$20M	10	6	60%	40%
Over \$10M to \$20M	8	5	63%	37%
Over \$5M to \$10M	7	4	57%	43%
\$5M or Less	7	2	29%	71%

Source: Department of Public Instruction-data as of April 2017

Questions?



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