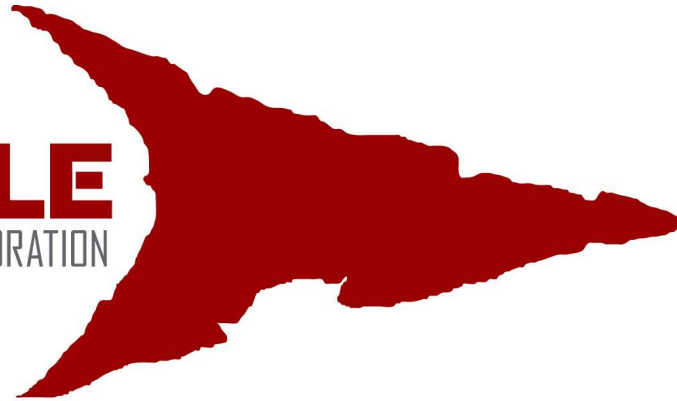


**DANVILLE**  
COMMUNITY SCHOOL CORPORATION



THE **DANVILLE** DIFFERENCE

# **Danville Community School Corporation**

Campus Master Plan Information

May 9, 2022

- Why are we here?



# Talking Points



1. This is **NOT** a Referendum
2. This will **NOT** result in a tax rate increase
3. This will **NOT** effect your circuit breaker

# Changes from the past



What changed from last time 3 years ago?

## Four main things changed

1. Growth
2. Net Assessed Value (NAV)
3. Legislative Changes
4. General Obligation (GO) Bonds

## 1. Growth

- There were only two of the currently approved neighborhoods “on the books” at that time, now there are 2200 planned houses.

## 2. Net Assessed Value (NAV)

- 2019 data was from 2018 and it was a 0.81% decrease in NAV. Since that point we have seen a 22.09% increase.
- Historically total tax rates have been declining from \$1.5188 in 2018 to \$1.3492 in 2022 down \$0.1696 or 11.17%
- Debt service tax rate has also declined from \$1.0368 in 2018 to \$0.8900 in 2022 down \$0.1468 or 14.16%

## 3. Legislative Changes

- State budget allocated the largest dollar amount to education in history. Teachers received an average 10.54% increase for 2021 and an average 5.92% increase for 2022.

## 4. General Obligation (GO) Bonds

- These now allow us to transfer costs from our operating fund to the debt service fund by paying them through GO Bonds, therefore requiring less transfer from the Education fund to the Operations Fund..

# Revenue Source for Operations and Debt Service Funds



- Local Property Taxes are determined through a function of the following equation considering the NAV (Net Assessed Value), Tax Rate and Tax Levy

$$\frac{\text{Net Assessed Value}}{100} \times \text{Tax Rate} = \text{Tax Levy}$$

# NAV and Tax History



Year	School Total Tax Rate	Increase From Last Year	NAV (OPS and Debt)	Increase From Last Year NAV
2017	\$1.40		\$753,733,842	
2018	\$1.52	7.87%	\$747,703,662	-0.81%
2019	\$1.36	-11.45%	\$778,084,980	3.90%
2020	\$1.37	0.45%	\$805,363,978	3.39%
2021	\$1.34	-2.37%	\$847,756,623	5.00%
2022	\$1.35	0.90%	\$912,862,088	7.13%

**Spring installment due on or before May 10, 2022 and Fall installment due on or before November 10, 2022.**

**TABLE 1: SUMMARY OF YOUR TAXES**

ASSESSED VALUE AND TAX SUMMARY	2020 Pay 2021	2021 Pay 2022
1a. Gross assessed value of homestead property	\$211,900	\$220,400
1b. Gross assessed value of other residential property and farmland	\$0	\$0
1c. Gross assessed value of all other property, including personal property	\$1,500	\$1,500
<b>2. Equals total gross assessed value of property</b>	<b>\$213,400</b>	<b>\$221,900</b>
2a. Minus deductions (see Table 5 below)	(\$103,415)	(\$106,390)
<b>3. Equals subtotal of net assessed value of property</b>	<b>\$109,985</b>	<b>\$115,510</b>
3a. Multiplied by your local tax rate	2.4065	2.3683
<b>4. Equals gross tax liability (see Table 3 below)</b>	<b>\$2,646.79</b>	<b>\$2,735.62</b>
4a. Minus local property tax credits	(\$186.52)	(\$185.73)
4b. Minus savings due to property tax cap (see Table 2 and footnotes below)	(\$305.17)	(\$310.37)
4c. Minus savings due to over 65 circuit breaker credit	\$0.00	\$0.00
<b>5. Total property tax liability (see remittance coupon for total amount due)</b>	<b>\$2,155.10</b>	<b>\$2,239.52</b>

Please see Table 4 for a summary of other charges to this property.

**TABLE 2: PROPERTY TAX CAP INFORMATION**

Property tax cap (1%, 2%, or 3%, depending upon combination of property types) <sup>1</sup>	\$2,164.00	\$2,249.00
Upward adjustment due to voter-approved projects and charges (e.g., referendum) <sup>2</sup>	\$0.00	\$0.00
<b>Maximum tax that may be imposed under cap</b>	<b>\$2,164.00</b>	<b>\$2,249.00</b>

**TABLE 3: GROSS PROPERTY TAX DISTRIBUTION AMOUNTS APPLICABLE TO THIS PROPERTY**

TAXING AUTHORITY	TAX RATE 2021	TAX RATE 2022	TAX AMOUNT 2021	TAX AMOUNT 2022	TAX DIFFERENCE 2021-2022	PERCENT DIFFERENCE
CORP TOTAL	0.6471	0.6071	\$711.71	\$701.26	(\$10.45)	(1.47%)
COUNTY TOTAL	0.3163	0.3121	\$347.88	\$360.51	\$12.63	3.63%
LIBRARY TOT	0.1039	0.0999	\$116.47	\$115.39	(\$1.08)	(0.93%)
<b>SCHOOL TOTAL</b>	<b>1.3372</b>	<b>1.3492</b>	<b>\$1,470.73</b>	<b>\$1,558.46</b>	<b>\$87.73</b>	<b>5.97%</b>
SPECIAL UNIT	0.0000	0.0000	\$0.00	\$0.00	\$0.00	0.00%
STATE TOTAL	0.0000	0.0000	\$0.00	\$0.00	\$0.00	0.00%
TIR	0.0000	0.0000	\$0.00	\$0.00	\$0.00	0.00%
TOWNSHIP TOT	0.0000	0.0000	\$0.00	\$0.00	\$0.00	0.00%
<b>TOTAL</b>	<b>2.4065</b>	<b>2.3683</b>	<b>\$2,646.79</b>	<b>\$2,735.62</b>	<b>\$88.83</b>	<b>3.36%</b>

**TABLE 4: OTHER CHARGES / ADJUSTMENTS TO THIS PROPERTY**

LEVYING AUTHORITY	2021	2022	% Change
<b>TOTAL ADJUSTMENTS</b>	<b>\$0.00</b>	<b>\$0.00</b>	

**TABLE 5: DEDUCTIONS APPLICABLE TO THIS PROPERTY <sup>3</sup>**

TYPE OF DEDUCTION	2021	2022
Homestead	\$45,000	\$45,000
Supp Standard HS	\$0	\$61,390
Supplemental STD	\$58,415	\$0
<b>TOTAL DEDUCTIONS</b>	<b>\$103,415</b>	<b>\$106,390</b>



**STATE OF INDIANA  
DEPARTMENT OF LOCAL GOVERNMENT FINANCE  
2022 Budget Order**

County: 32 Hendricks  
Unit: 3325 DANVILLE COMMUNITY SCHOOL CORPORATION

<u>Fund</u>	<u>Fund Name</u>	<u>Certified Budget</u>	<u>Certified AV</u>	<u>Certified Levy</u>	<u>Certified Rate</u>
0061	RAINY DAY	\$500,000	\$912,862,088	\$0	\$0.0000

Budget approved for displayed amount.

<b>0180</b>	<b>DEBT SERVICE</b>	\$9,458,953	\$912,862,088	\$8,124,473	<b>\$0.8900</b>
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Budget has been reduced and approved for the displayed amt.

Rate Approved.

3101	EDUCATION	\$16,523,005	\$912,862,088	\$0	\$0.0000
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Budget approved for displayed amount.

<b>3300</b>	<b>OPERATIONS</b>	\$7,403,660	\$912,862,088	\$4,191,863	<b>\$0.4592</b>
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Budget approved for displayed amount.

Rate reduced due to increased assessed valuation.

Unit Total:		\$33,885,618		\$12,316,336	\$1.3492
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IC 6-1.1-18.5-17 and IC 20-44-3 require that each year the Department of Local Government Finance certify to each unit of local government figures that show one hundred percent (100%) of the tax levy for each fund. If the property taxes received exceed one hundred percent (100%) of the levy, the excess shall be received to the "Levy Excess Fund" unless the amount in any calendar year is less than \$100.00 for a civil taxing unit or \$10,000.00 for a school corporation.

# Maximum Levy Growth Quotient



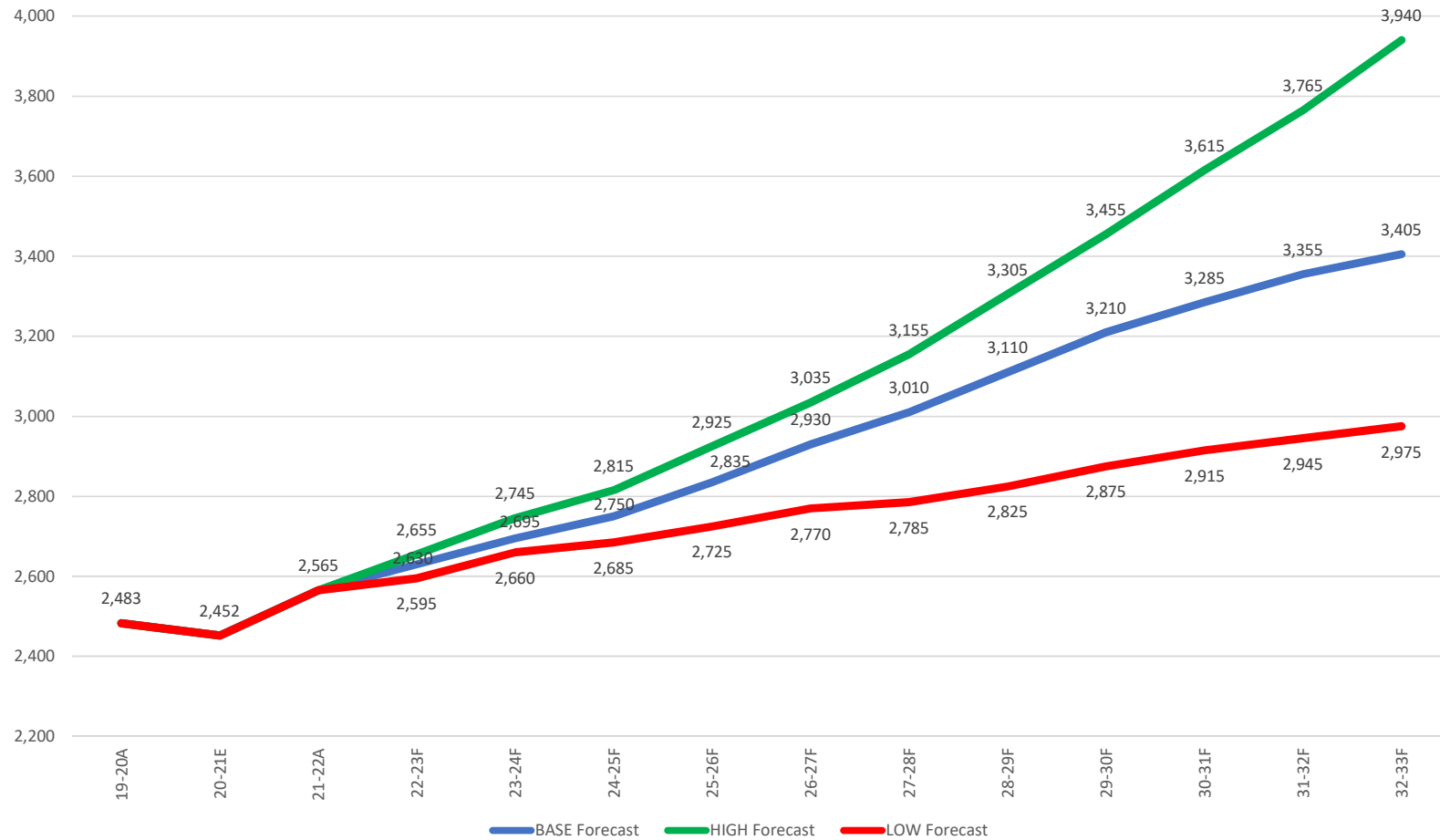
The maximum levy growth quotient is based on a six-year average of Indiana's non-farm personal income

2022 MLGQ

**4.300%**

**\$4,192,482**

# TOTAL Enrollment Growth over 10 Yrs



# TOTAL Enrollment Growth over 10 Yrs



Base Forecast

**863**

HIGH Forecast

**1,398**

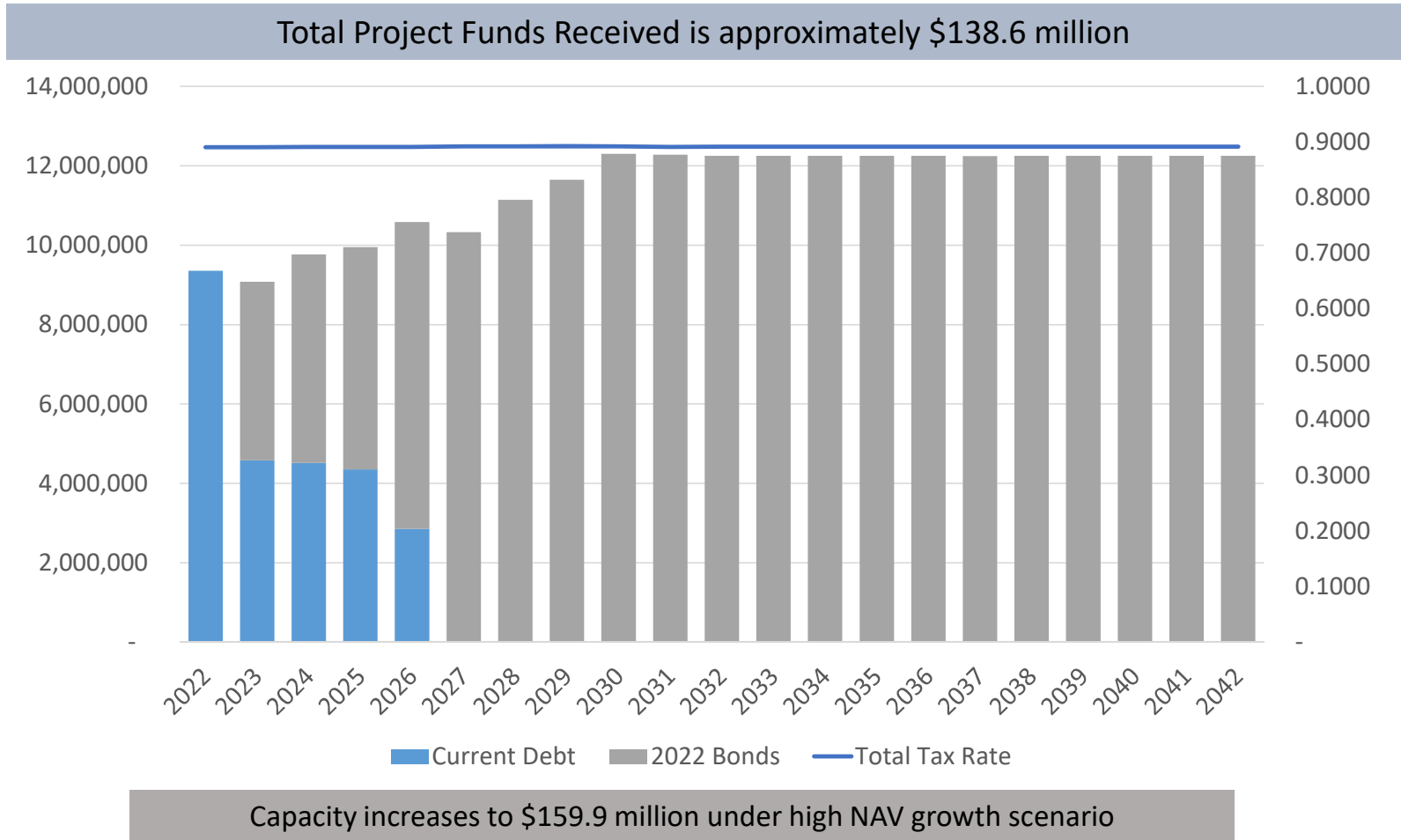
LOW Forecast

**433**

All numbers are growth from the Sept 2021 ADM Count of 2,542

As of April 14, 2022

# Total Capacity - \$0.89 Debt Service Tax Rate



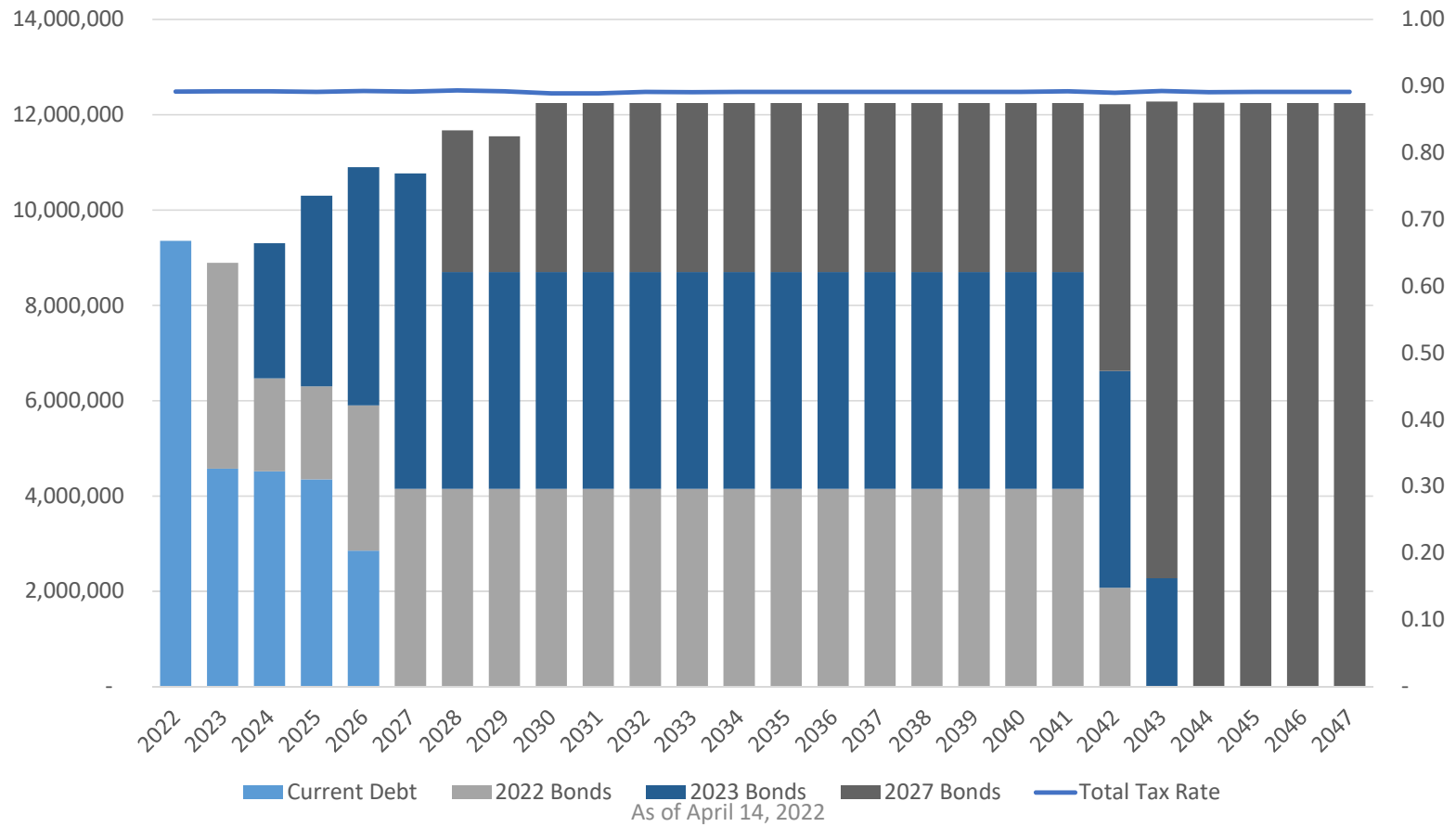
(1) Assumes an interest rate of 4%

As of April 14, 2022

(2) Assumes NAV Growth based on Policy Analytics Projections. NAV growth ends after 2030.

# Total Capacity – Split Issues at \$0.89

Total Project Funds Received is approximately \$177.0 million



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# So, what can we afford?

## Capacity Range for Project 1



\$138,600,000.00

to

\$177,000,000.00



# Project 1 Options



## Option 1

### Total Renovation of HS

- All Academic Classrooms
- Band, Art and Office Addition
- 14 New Classrooms
- Auditorium Renovation
- New Kitchen and Cafeteria Addition
- Science Classroom Renovation
- Alt Ed Classroom Renovation
- Ag, FACS, SPED, PLTW Renovation
- Pool renovation to Media Center
- Roofing, Windows and HVAC

- Expansion at North Elem to build new cafeteria
- Renovation of South Elem
- PACE Addition
- South Elem Gym expansion
- Pool Replacement
- New Tennis Courts
- New Softball Field
- Renovate Warrior Stadium

**\$116,304,460.87** Option 1

Price includes contingencies and inflation

As of April 14, 2022

# Project 1 Options



## Option 2

Option 1 plus

- New Transportation Facility
- Administrative office renovations
- Renovate Transportation parking lot

**\$10,550,659.00** Option 2  
**(\$126,855,119.87 Total)**

# Project 1 Options



## Option 3

Option 1 and 2 plus

Fieldhouse Addition

Campus wide fencing, sidewalks and curbing

Maintenance building renovation

**\$20,251,717.50** Option 3  
**(\$147,106,837.37 Total)**

# Moving Projects Forward



Savings created by moving the Fieldhouse, Transportation and Administrative Building projects up

**\$5,975,248.50**

# Percent breakdown of the project



## Education

72.03%

## Athletics

18.67%

## Infrastructure

7.72%

## Administration

1.58%

As of April 14, 2022



# Guardrails



- Assumed interest rate in scenario is 4.00%
  - With today's interest rate capacity increases \$10,000,000.00
- This scenario is showing one issuance of the bonds
  - If bonds issuances are spread over 2 years capacity increases \$38,400,000.00
- This scenario is assuming low NAV growth based on Policy Analytics forecasting
- Maintain some room below the maximum capacity number to be able to issue GO Bonds

# Questions?



- What changed from last time, 3 years ago?
- Could this go to a Referendum?
- Will this raise my tax rate?
- What is the difference between debt service rate, school tax rate and total tax rate?
- Will this effect the towns or other municipalities tax rates?
- Can we let the tax rate fall more?





- Any additional questions?