

State High Project Financing Update

State College Area School District

November 18, 2013

State High Finance Update

■ Project Cost	\$115,000,000
■ Referendum Debt	\$ 76,300,000
■ SCASD Debt	\$ 28,700,000
■ SCASD Reserves	\$ 10,000,000
■ SCASD Annual Allocation	\$ 1,560,000
■ Three-quarters mill	
■ Referendum Millage	2.50
■ Referendum Tax Rate	6.44%
■ Referendum Millage and Rate in 2013-2014 Dollars	

Estimated Tax Rates - Projected

Assumptions

- (1) 1.7% Real Estate Tax Increase
- (2) Assessed value growth of 1.5%
 - Project Cost - \$115 million
 - Referendum Debt \$76.3 million
 - SCASD \$10 million up-front and \$1.56 million annual allocation
 - 5.3% interest
- Average Assessed Value \$71,300

Estimated Tax Rates - Projected

	2013-2014
Average Assessed Value	\$71,300
General Real Estate Tax	38.75 mills
Average Tax Bill	\$2,763

Estimated Tax Rates - Projected

	2014-2015
General Real Estate Tax	39.41 mills (1)
Average Tax Bill	\$2,810 (1)
Referendum Tax	0.35 mills (2)
Average Referendum Tax Bill	\$25 (2)
Increase	0.91%
Total Increase	2.61%

Estimated Tax Rates - Projected

	2015-2016
General Real Estate Tax	40.08 mills (1)
Average Tax Bill	\$2,858 (1)
Referendum Tax	1.49 mills (2)
Average Referendum Tax Bill	\$106 (2)
Increase	3.78%
Total Increase	5.48%

Estimated Tax Rates - Projected

	2016-2017
General Real Estate Tax	40.76 mills (1)
Average Tax Bill	\$2,906 (1)
Referendum Tax	0.58 mills (2)
Average Referendum Tax Bill	\$41 (2)
Increase	1.45%
Total Increase	3.15%

Estimated Tax Rates - Projected

	2017-2018
General Real Estate Tax Rate	41.45 mills (1)
Average Tax Bill	\$2,955 (1)
Referendum Tax Increase	0 mills (2)
Average Referendum Tax Bill Increase	\$0 (2)
Increase	0%
Total Increase	1.70%

Points of Clarification

- Financing Scenarios - Assumptions
 - Referendum borrowing in 2014-2015; may not occur until 2015-2016
 - Referendum borrowing will occur over several years
 - Referendum Tax Rate will increase as borrowing occurs
 - Referendum Tax Rate does not build into base Real Estate Tax Rate
 - Referendum Tax Rate ends when Referendum Debt paid in full (current estimate 30 years)

State High Project Website

- Taxpayer Projections under Financial
 - Calculator based upon average assessed value property
 - \$115 million project
 - \$76.3 million referendum debt
 - \$1.56 million district allocation
- Calculator to allow entry of assessed value soon

Future Discussion

- Board meeting November 25 and December 2