



Capital Project Financing Update

October 23, 2024

Presented By: Capital Markets Advisors, LLC

Topics For Discussion

- I. State Building Aid 101
- II. Existing Local Share Profile
- III. Maximum Cost Allowance (Renovations vs Additions)
- IV. Short Term vs Long Term Financing
 - I. Building Aid Term Match
 - II. Credit Rating
- V. Tax Cap (Capital Exclusion)
- VI. Potential New Capital Project Timing

Preliminary Financial Analysis and Finance Goals

New Referendum(s) with no additional taxpayer impact

- Measured approach to timing and sizing of the project, with local share reductions in 2026–27 of \$330k and in 2030–31 of \$2.3 million, this reduction in local share could support a potential \$10 million vote and a \$55 million vote, respectively, with no incremental tax increase.
- Maximize State building aid (current aid ratio of 49.4%)
- Sound financial planning with a phasing approach to take advantage of local share reductions. Two propositions or one? Renovations only or include additions?
- Potential use of voter approved capital reserve fund.
- Try and stay within the maximum cost allowance