

Condon School District
Facilities Consolidation Initiative

Community Meeting

Monday, February 23, 2015

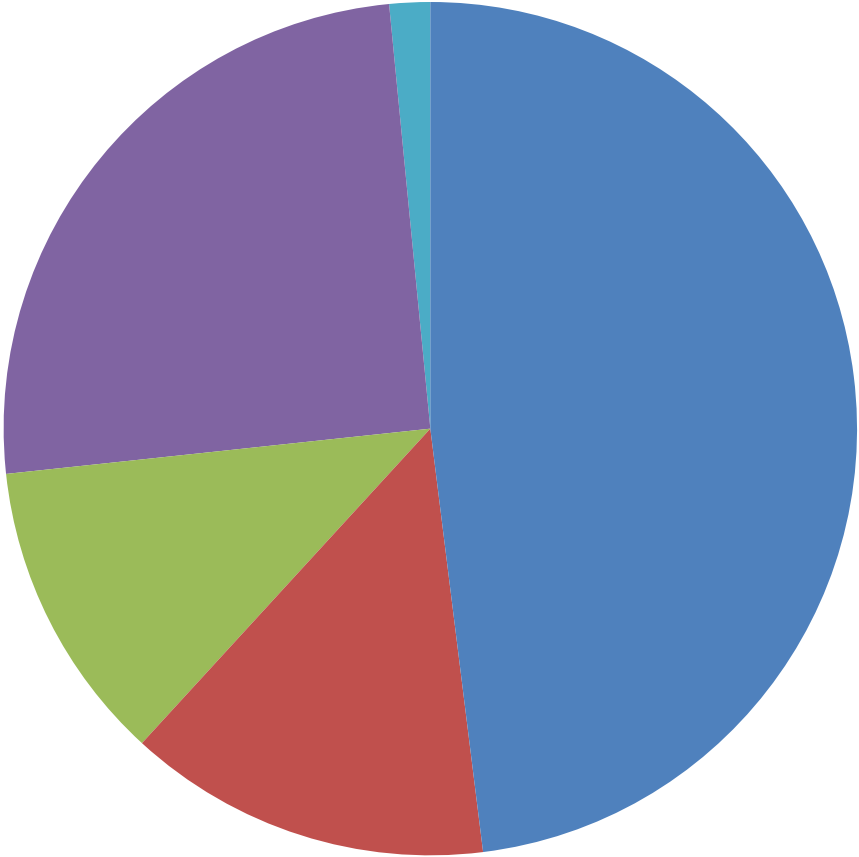
Grade School Building



Overall Construction Costs

% of Total Estimated \$4.6 Million

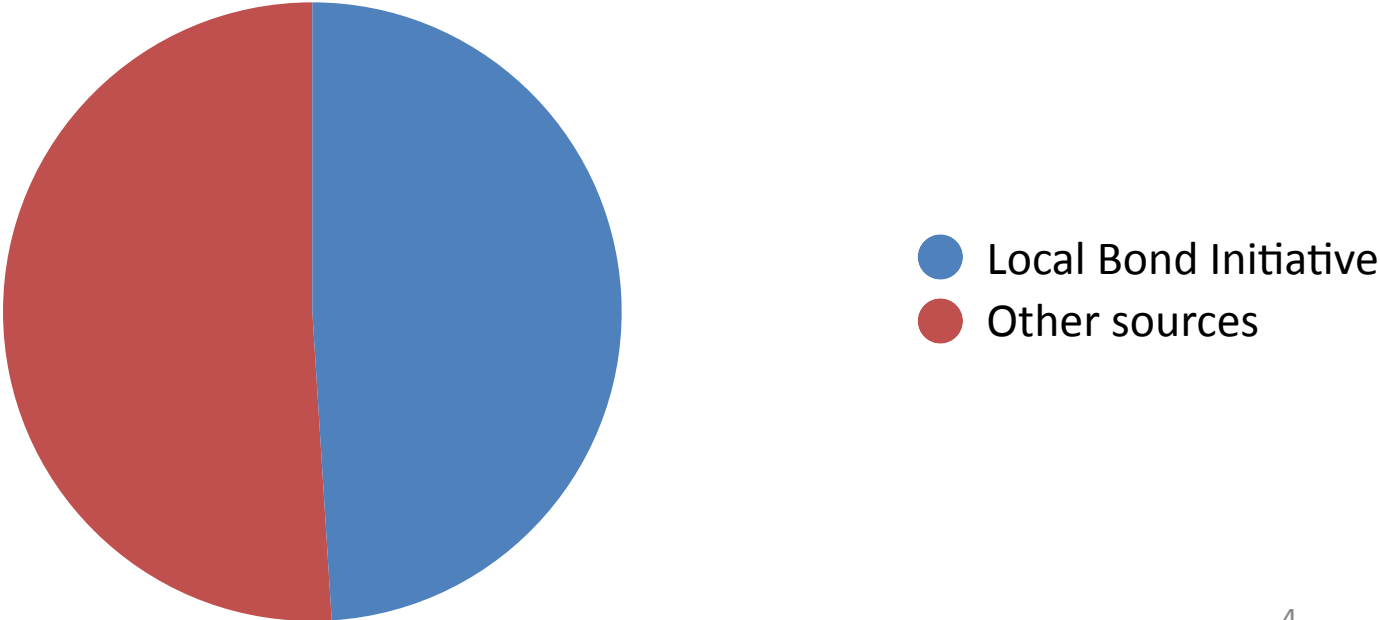
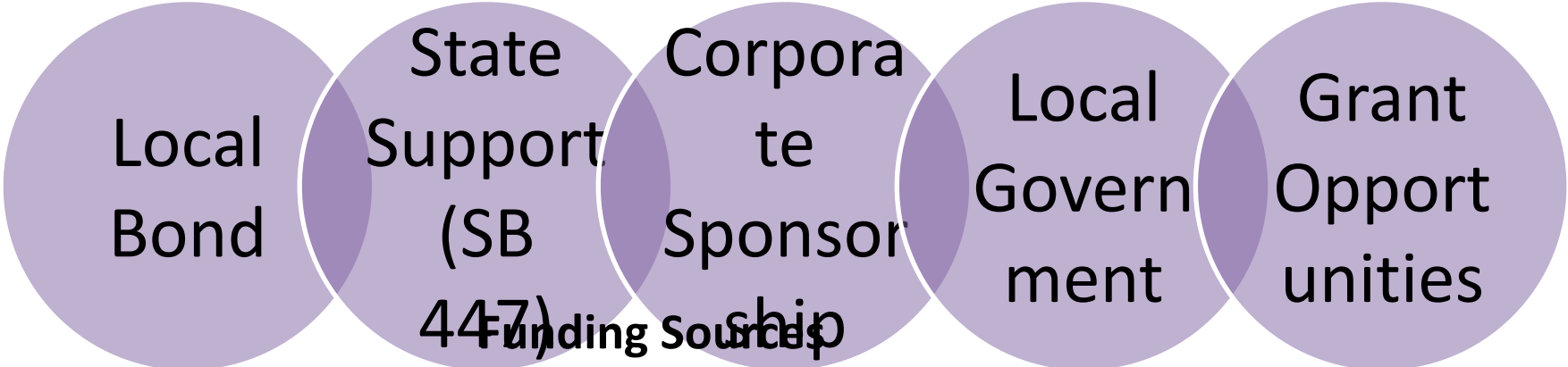
Construction Cost



- New Classroom
- New Kitchen/S
- Boiler Replacem
- Other CHS Imp
- PlayShed (Boile)

Funding Approach

We are looking to fund our goal through multiple avenues.



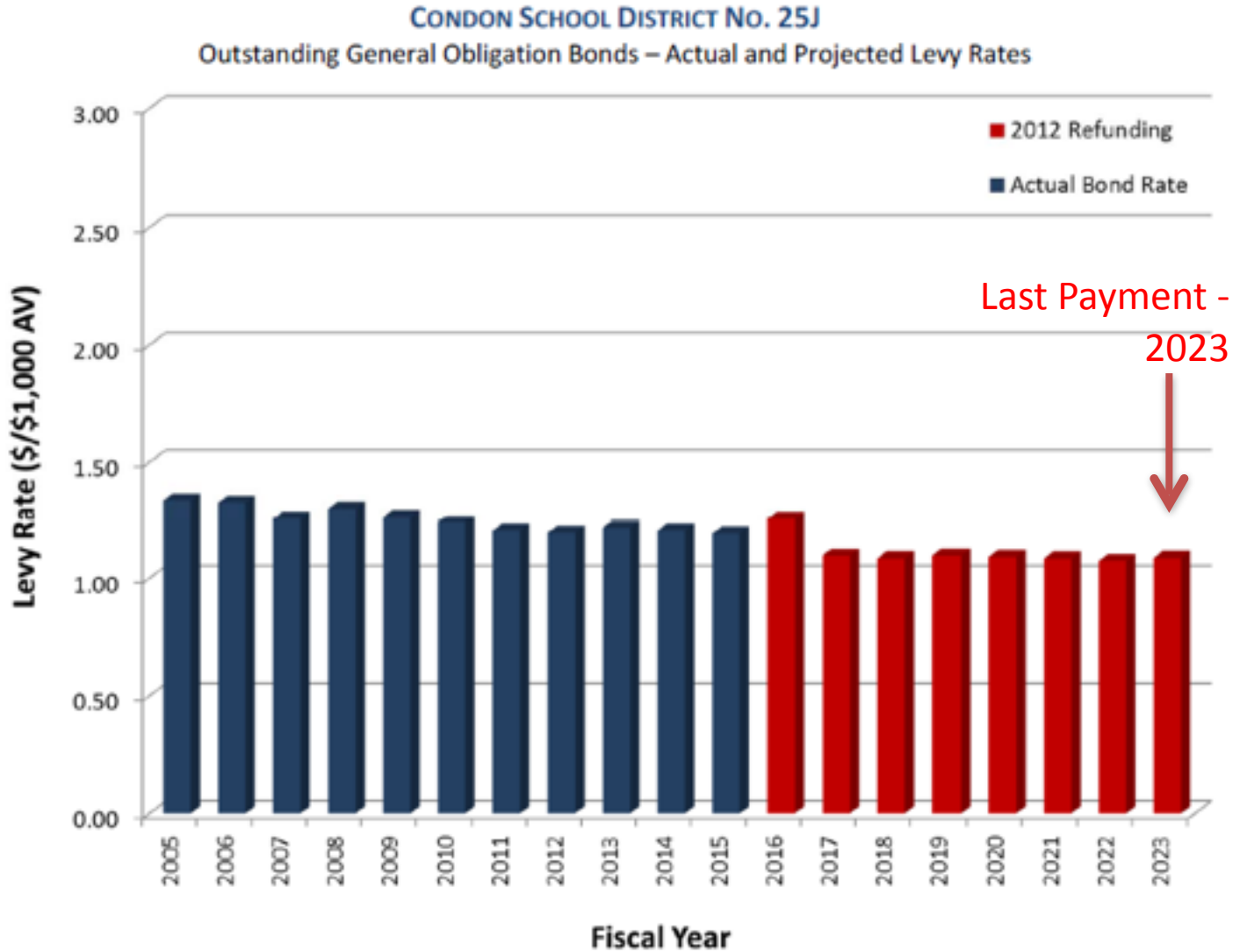
Senate Bill 447

- Establishes grant program to provide matching fund grants to school districts for capital costs of school districts.
- Priority to schools with high poverty, low tax base
- Matching Grants from \$2 - \$8 million
 - Amendment proposed at the end of last week changing the “floor” to \$4 million
- 1st Public Hearing last Thursday (2/19)
- Next Public Hearing / Work Session (2/26)
- Will likely be passed to Ways & Means Committee as the next step

Our Current General Obligation Bond

First, let's understand our outstanding bond:

Year	Current Rate
2015	\$1.19
2016	\$1.26
2017-2023	\$1.09



**Which Part
of the
Property
Tax Bill
would
another
Bond
Impact?**

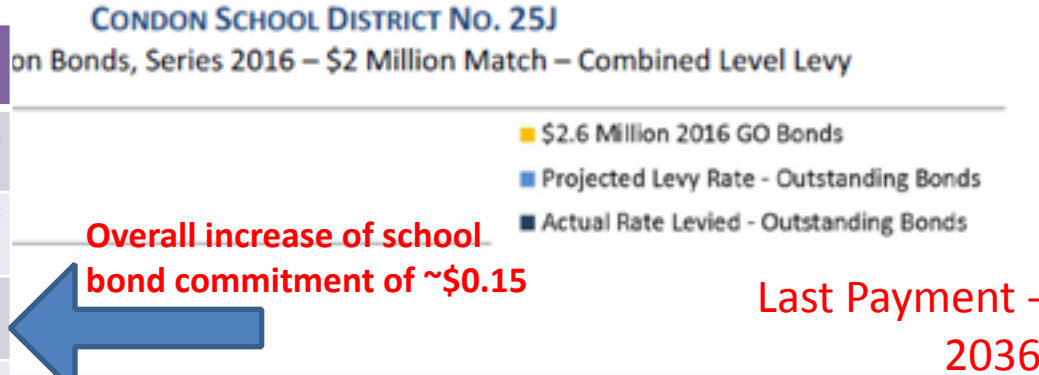
	Home in Condon	Out-of-Town Home	42 Acres
Taxable Assessed Value	100,006	\$ 156,870	\$ 90,235
2014-15 Taxes by District:			
Condon 25J School District (Regular)	331.45	487.39	307.80
Condon 25J School District (Levy)	122.01	-	113.30
North Central ESD	201.94	296.96	187.53
Education Total	655.40	784.35	608.63
Arlington Port	14.25	22.35	13.23
City of Condon	728.25		
General Fund	384.52	603.17	357.09
Cemetery	36.99	58.03	34.35
Health	82.93	130.09	77.02
RFPD	0	52.27	30.94
Weed Control	0	1.00	2.94
General Gov't Total	1,246.94	866.91	515.57
City of Condon - Bond	88.74		
Condon School District Bond	120.21	186.66	110.52
Norcor Bond	25.64	38.43	22.75
Total Bond Commitment	234.59	225.09	133.27
Total Property Taxes	\$ 2,136.93	\$ 1,876.35	\$ 1,257.47

Bond Situation - \$2 Million Match

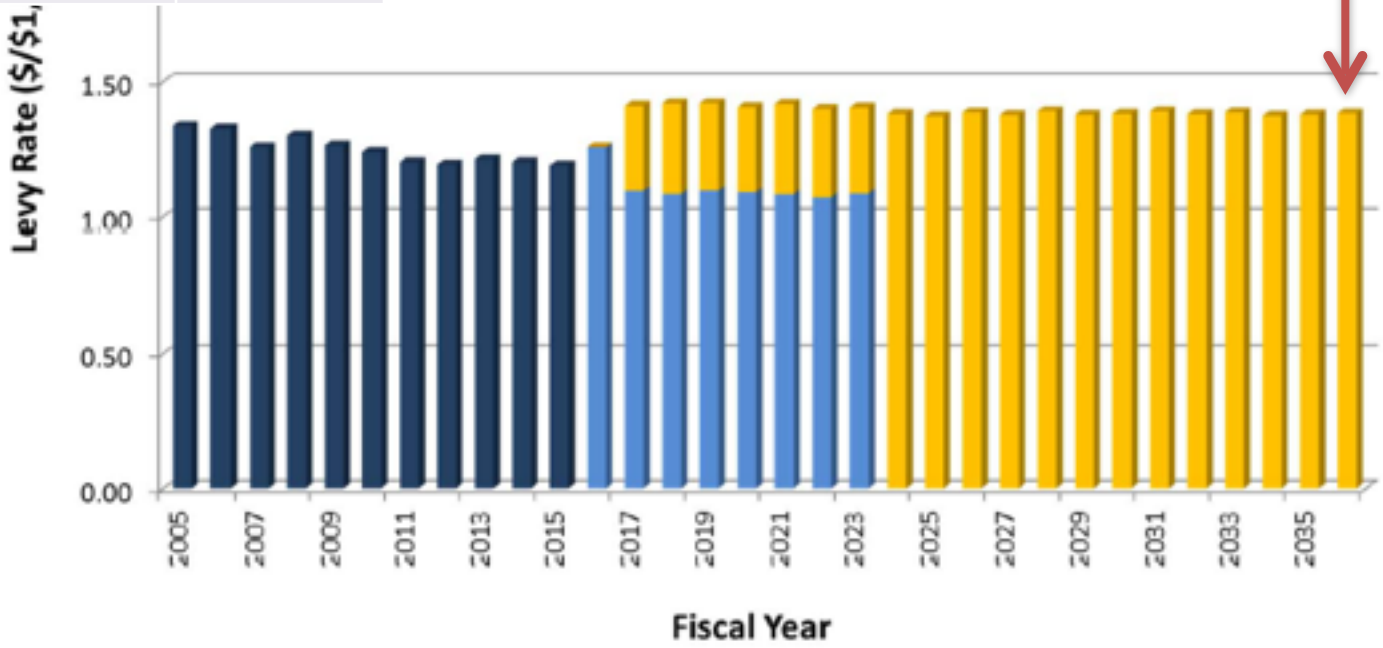
- If SB 447 passes, we will likely qualify for a \$2million grant.
- We have two choices for how we could structure the new bond.
 1. Use interest deferred bonds until our current bond runs out.
 2. Do not use interest deferred bonds, layering the two bond issues for 7 years: 2017-2023

\$2million Match – Deferred Interest

Year	Current Rate	New Bond	Combined Rate
2015	\$1.19	-	\$1.19
2016	\$1.26	-	\$1.26
2017-2023	\$1.09	\$0.33	\$1.42
2024-2036	-	\$1.39	\$1.39



Total Interest Paid:
\$1,911.569



What would the 3 tax bills look like in the Deferred Interest scenario?

	Home in Condon	Out-of-Town Home	42 Acres
Taxable Assessed Value	100,006	\$ 156,870	\$ 90,235
2014-15 Taxes by District:			
City of Condon - Bond	88.74		
Condon School District Bond	142.01	222.76	128.13
Norcor Bond	25.64	38.43	22.75
Total Bond Commitment	256.39	261.19	150.88
Total Property Taxes	\$ 2,158.73	\$ 1,912.45	\$ 1,275.08
Out of Pocket Increase	\$ 21.80	\$ 36.10	\$ 17.61

\$2million Match – Layered Bonds

CONDON SCHOOL DISTRICT NO. 25J

Bonds, Series 2016 – \$2 Million Match – Level Levy on New Issue

Year	Current Rate	New Bond	Combined Rate
2015	\$1.19	-	\$1.19
2016	\$1.26	-	\$1.26
2017-2023	\$1.09	\$0.95	\$2.04
2024-2036	-	\$0.94	\$0.94

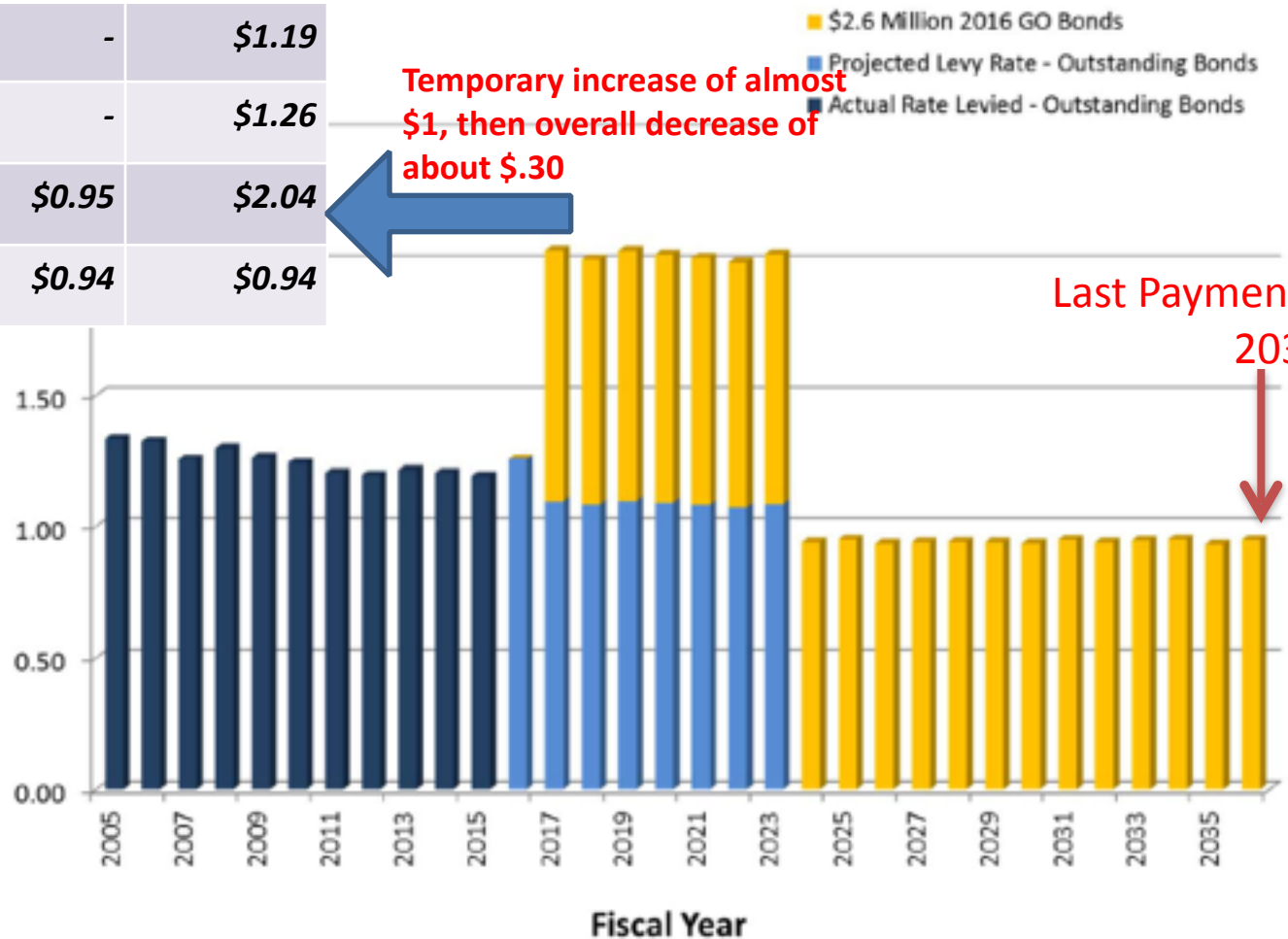
Temporary increase of almost \$1, then overall decrease of about \$.30



Last Payment - 2036



Levy Rate (\$/\$1)



Total Interest Paid:
\$1,372,987

What would the 3 tax bills look like in the Layered Bond scenario?

2017 - 2023

	Home in Condon	Out-of-Town Home	42 Acres
Taxable Assessed Value	100,006	\$ 156,870	\$ 90,235
2014-15 Taxes by District:			
Condon School District Bond	204.01	320.01	184.08
Total Property Taxes	\$ 2,220.73	\$ 2,009.70	\$ 1,331.03
Out of Pocket Increase	\$ 83.80	\$ 133.35	\$ 73.56

2024 - 2036

	Home in Condon	Out-of-Town Home	42 Acres
Taxable Assessed Value	100,006	\$ 156,870	\$ 90,235
2014-15 Taxes by District:			
Condon School District Bond	94.01	147.46	84.82
Total Property Taxes	\$ 2,110.73	\$ 1,837.15	\$ 1,231.77
Out of Pocket Increase	\$ (26.20)	\$ (39.20)	\$ (25.70)

Closing Thoughts on Funding

We do NOT plan to go to the voters asking to fund the entire (~\$4.6 million) amount of the construction project.

- Other sources of funding will be clearly identified before we go to the voters.
- The other sources of funding we've identified are on a match basis...they will not pay if the bond is not passed.

Community Support is a Requirement