

Polk County, Iowa

Courthouse Bonds - Tax Impact

Prepared 05/20/13

		\$100K Residence	(Median) \$137K Residence	(Average) \$158K Residence
Project cost of \$79.9 million, debt issued over 8 years	\$ 79,900,000			
+Issuance costs	\$ 1,110,000			
=Total bonds issued, over 8 years	\$ 81,010,000			
Annual debt service	Approx \$4.9 million			
Levy rate increase	\$0.22			
Cost to residential taxpayer		\$11.20	\$15.50	\$18.00

Assumptions:

(1) Referendum is for entire \$79.9M project cost, plus \$1.1M financing costs, for total of \$81,010,000

(2) Assumed debt issuance includes:

12/1/2014	10,595,000
12/1/2015	10,595,000
12/1/2016	14,880,000
12/1/2017	14,880,000
12/1/2018	7,515,000
12/1/2019	7,515,000
12/1/2020	7,515,000
12/1/2021	7,515,000

(3) Large changes in assumed annual project expense would significantly impact this analysis

(4) Taxable property valuation is assumed to increase 2% annually

(5) Residential rollback is assumed to remain unchanged from current 52.8%

(6) Interest rate is estimated at approximately 4%