

# MOUNT VERNON COMMUNITY SCHOOL DISTRICT, IOWA

## Enrollment

Total resident enrollment in the District on the Count Date for the past five school years has been as follows:

| <u>Count Date</u> | <u>Fiscal Year</u> | <u>Enrollment</u> |
|-------------------|--------------------|-------------------|
| October-15        | 2016-17            | 1,105.0           |
| October-14        | 2015-16            | 1,072.3           |
| October-13        | 2014-15            | 1,095.1           |
| October-12        | 2013-14            | 1,064.1           |
| October-11        | 2012-13            | 1,066.0           |

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Source: Iowa Department of Education

## Open Enrollment

The District has and may have in the future certain students enrolling into or enrolling out of the District. Presented below are open enrollment results for the periods outlined:

| <u>Count Date</u> | <u>Enrolled In</u> | <u>Enrolled Out</u> | <u>Net</u> |
|-------------------|--------------------|---------------------|------------|
| October-15        | 245.9              | 64.7                | 181.2      |
| October-14        | 235.9              | 65.7                | 170.2      |
| October-13        | 260.4              | 58.8                | 201.6      |
| October-12        | 271.2              | 59.0                | 212.2      |
| October-11        | 256.3              | 47.2                | 209.1      |

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Source: Iowa Department of Education

## Population

Presented below are population figures for the periods indicated for the city of Mount Vernon:

| <u>Year</u> | <u>The Issuer</u> | <u>Mount Vernon</u> |
|-------------|-------------------|---------------------|
| 2010        | 6,367             | 4,506               |
| 2000        | 5,101             | 3,890               |
| 1990        |                   | 3,657               |
| 1980        |                   | 3,325               |
| 1970        |                   | 3,018               |
| 1960        |                   | 2,593               |
| 1950        |                   | 2,320               |

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Source: U.S Census Bureau

## Historical Employment Statistics

Presented below are the historical unemployment rates for the years indicated for Linn, Johnson and Jones Counties and the State of Iowa.

| <u>Calendar Year</u> | <u>Linn County</u> | <u>Johnson County</u> | <u>Jones County</u> | <u>State Of Iowa</u> |
|----------------------|--------------------|-----------------------|---------------------|----------------------|
| 2015                 | 3.70%              | 2.60%                 | 4.10%               | 3.70%                |
| 2014                 | 4.60               | 3.20                  | 5.10                | 4.40                 |
| 2013                 | 4.80               | 3.30                  | 5.50                | 4.60                 |
| 2012                 | 5.30               | 3.80                  | 5.70                | 5.20                 |
| 2011                 | 6.00               | 4.30                  | 6.70                | 5.90                 |

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Source: Iowa Workforce Development

## Retail Sales

Presented below are retail sales statistics for the City of Mount Vernon, for the period indicated:

| <u>Year Ended</u> | <u>Retail Sales</u> | <u>Number of Permits</u> |
|-------------------|---------------------|--------------------------|
| 2015              | \$33,328,236        | 165                      |
| 2014              | 34,310,012          | 164                      |
| 2013              | 33,911,588          | 166                      |
| 2012              | 33,099,722          | 162                      |
| 2011              | 34,847,825          | 159                      |

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Source: Iowa Department of Revenue

## Property Tax Assessment

In compliance with section 441.21 of the Code of Iowa, as amended, the State Director of Revenue annually directs all county auditors to apply prescribed statutory percentages to the assessments of certain categories of real property. The final values, called Actual Valuation, are then adjusted by the County Auditor. Assessed or Taxable Valuation subject to tax levy is then determined by the application of State determined rollback percentages, principally to residential and commercial property.

Beginning in 1978, the State required a reduction in Actual Valuation to reduce the impact of inflation on its residents. The resulting value is defined as the Assessed or Taxable Valuation. The rollback percentages for residential, agricultural and commercial valuations are as follows:

| <u>Fiscal Year</u> | <u>Residential Rollback</u> | <u>Ag. Land &amp; Buildings</u> | <u>Commercial</u> |
|--------------------|-----------------------------|---------------------------------|-------------------|
| 2016-17            | 55.6259                     | 46.1068                         | 90.0000           |
| 2015-16            | 55.7335                     | 44.7021                         | 90.0000           |
| 2014-15            | 54.4002                     | 43.3997                         | 95.0000           |
| 2013-14            | 52.8166                     | 59.9334                         | 100.0000          |
| 2012-13            | 50.7518                     | 57.5411                         | 100.0000          |

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Source: Iowa Department of Revenue

Property is assessed on a calendar year basis. The assessments finalized as of January 1 of each year are applied to the following fiscal year. For example, the assessments finalized on January 1, 2015 are used to calculate tax liability for the tax year starting July 1, 2016 through June 30, 2017. Presented on the following page are the historic property valuations of the Issuer by class of property.

## Property Valuations

| Actual Valuation        |                    |                    |                    |                    |                    |
|-------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Valuation as of January | 2015               | 2014               | 2013               | 2012               | 2011               |
| Fiscal Year             | <u>2016-17</u>     | <u>2015-16</u>     | <u>2014-15</u>     | <u>2013-14</u>     | <u>2012-13</u>     |
| Residential:            | 352,702,076        | 347,548,405        | 342,695,767        | 316,981,559        | 310,744,738        |
| Agricultural Land:      | 91,503,150         | 88,921,340         | 88,971,240         | 59,946,794         | 59,988,794         |
| Ag Buildings:           | 3,549,000          | 4,060,060          | 3,959,760          | 3,579,680          | 3,473,782          |
| Commercial:             | 29,345,580         | 36,858,889         | 36,659,107         | 36,081,025         | 34,842,527         |
| Industrial:             | 921,903            | 916,217            | 859,407            | 850,036            | 599,821            |
| Multiresidential:       | 7,637,750          |                    |                    |                    |                    |
| Personal RE:            |                    | 0                  | 0                  | 0                  | 0                  |
| Railroads:              | 5,610,727          | 5,421,204          | 4,984,018          | 4,750,085          | 4,107,960          |
| Utilities:              | 3,787,623          | 4,541,042          | 4,166,162          | 4,464,723          | 4,432,279          |
| Other:                  | 0                  | 0                  | 0                  | 0                  | 0                  |
| <b>Total Valuation:</b> | <b>495,057,809</b> | <b>488,267,157</b> | <b>482,295,461</b> | <b>426,653,902</b> | <b>418,189,901</b> |
| Less Military:          | 457,444            | 474,112            | 468,556            | 479,668            | 500,040            |
| <b>Net Valuation:</b>   | <b>494,600,365</b> | <b>487,793,045</b> | <b>481,826,905</b> | <b>426,174,234</b> | <b>417,689,861</b> |
| TIF Valuation:          | 21,535,261         | 22,084,089         | 22,332,359         | 22,059,395         | 21,295,126         |
| Utility Replacement:    | 25,811,799         | 19,785,520         | 16,041,414         | 14,879,847         | 14,260,717         |
| Taxable Valuation       |                    |                    |                    |                    |                    |
| Valuation as of January | 2015               | 2014               | 2013               | 2012               | 2011               |
| Fiscal Year             | <u>2016-17</u>     | <u>2015-16</u>     | <u>2014-15</u>     | <u>2013-14</u>     | <u>2012-13</u>     |
| Residential:            | 188,545,176        | 185,886,582        | 178,286,132        | 159,384,261        | 149,543,097        |
| Agricultural Land:      | 42,189,166         | 39,749,691         | 38,613,249         | 35,928,132         | 34,518,202         |
| Ag Buildings:           | 1,636,332          | 1,814,936          | 1,718,526          | 2,145,425          | 1,998,853          |
| Commercial:             | 26,076,530         | 32,739,009         | 34,606,422         | 36,081,025         | 34,842,527         |
| Industrial:             | 820,913            | 815,487            | 812,207            | 850,036            | 599,821            |
| Multiresidential:       | 6,468,507          |                    |                    |                    |                    |
| Personal RE:            |                    | 0                  | 0                  | 0                  | 0                  |
| Railroads:              | 5,186,224          | 5,052,656          | 4,734,817          | 4,750,085          | 4,107,960          |
| Utilities:              | 3,651,053          | 4,367,476          | 4,166,162          | 4,464,723          | 4,432,279          |
| Other:                  | 0                  | 0                  | 0                  | 0                  | 0                  |
| <b>Total Valuation:</b> | <b>274,573,901</b> | <b>270,425,837</b> | <b>262,937,515</b> | <b>243,603,687</b> | <b>230,042,739</b> |
| Less Military:          | 457,444            | 474,112            | 468,556            | 479,668            | 500,040            |
| <b>Net Valuation:</b>   | <b>274,116,457</b> | <b>269,951,725</b> | <b>262,468,959</b> | <b>243,124,019</b> | <b>229,542,699</b> |
| TIF Valuation:          | 21,535,261         | 22,084,089         | 22,332,359         | 22,059,395         | 21,295,126         |
| Utility Replacement:    | 5,423,064          | 5,085,448          | 5,027,529          | 4,871,140          | 5,046,637          |

| Valuation | Actual Valuation | % Change in Actual Valuation | Taxable Valuation w/ Utilities | % Change in Taxable Valuation |
|-----------|------------------|------------------------------|--------------------------------|-------------------------------|
| 2015      | 541,947,425      | 2.32%                        | 301,074,782                    | 1.33%                         |
| 2014      | 529,662,654      | 1.82%                        | 297,121,262                    | 2.52%                         |
| 2013      | 520,200,678      | 12.33%                       | 289,828,847                    | 7.32%                         |
| 2012      | 463,113,476      | 2.18%                        | 270,054,554                    | 5.54%                         |
| 2011      | 453,245,704      | 4.23%                        | 255,884,462                    | 5.04%                         |

Source: Iowa Department of Management

## Tax Rates

Presented below are the taxes levied by the District for the fund groups as presented, for the period indicated:

| Fiscal Year | Operating Fund | Management Fund | Board PPEL | Voter PPEL | Play Ground | Debt Service | School House | Total Levy |
|-------------|----------------|-----------------|------------|------------|-------------|--------------|--------------|------------|
| 2017        | 13.42039       | 1.19723         | 0.33000    | 1.34000    | 0.13500     | 2.04640      | 0.00000      | 18.46902   |
| 2016        | 13.40116       | 1.03627         | 0.33000    | 1.34000    | 0.13500     | 2.06640      | 0.00000      | 18.30883   |
| 2015        | 13.03332       | 1.01167         | 0.33000    | 1.34000    | 0.13500     | 2.12287      | 0.00000      | 17.97286   |
| 2014        | 11.57946       | 1.58491         | 0.33000    | 1.34000    | 0.00000     | 2.54541      | 0.00000      | 17.37978   |
| 2013        | 12.36787       | 1.01319         | 0.33000    | 1.34000    | 0.00000     | 2.67162      | 0.00000      | 17.72268   |
| 2012        | 13.35387       | 1.14089         | 0.33000    | 1.34000    | 0.00000     | 2.81644      | 0.00000      | 18.98120   |

Source: Iowa Department of Management

## Historic Tax Rates

Presented below are the tax rates by taxing entity for residents of the City of Mount Vernon:

| Fiscal Year | City     | School   | College | State   | Assessor | Ag Extens | Hospital | County  | Transit | Total Levy Rate |
|-------------|----------|----------|---------|---------|----------|-----------|----------|---------|---------|-----------------|
| 2017        | 12.99900 | 18.46902 | 1.08048 | 0.00330 | 0.32149  | 0.05166   | 0.00000  | 6.14108 | 0.00000 | 39.06603        |
| 2016        | 12.99985 | 18.30883 | 1.06125 | 0.00330 | 0.35481  | 0.05000   | 0.00000  | 6.14225 | 0.00000 | 38.92029        |
| 2015        | 12.99984 | 17.97286 | 1.05754 | 0.00330 | 0.36758  | 0.05027   | 0.00000  | 6.14191 | 0.00000 | 38.59330        |
| 2014        | 12.99703 | 17.37978 | 1.06473 | 0.00300 | 0.20364  | 0.05000   | 0.00000  | 6.11191 | 0.00000 | 37.81009        |
| 2013        | 12.99702 | 17.72268 | 1.07888 | 0.00300 | 0.51059  | 0.05019   | 0.00000  | 6.11191 | 0.00000 | 38.47427        |
| 2012        | 12.99703 | 18.98120 | 0.99870 | 0.00300 | 0.53595  | 0.05247   | 0.00000  | 6.11117 | 0.00000 | 39.67952        |

Source: Iowa Department of Management

## Tax Collection History

Presented below are the actual ad-valorem tax levies and collections for the periods indicated:

| Fiscal Year | Amount Levied | Amount Collected | Percentage Collected |
|-------------|---------------|------------------|----------------------|
| 2017        | \$5,246,671   | In Collection    | NA                   |
| 2016        | 5,120,826     | \$5,100,572      | 99.60%               |
| 2015        | 4,895,125     | 4,922,157        | 100.55%              |
| 2014        | 4,407,134     | 4,322,860        | 98.09%               |
| 2013        | 4,250,005     | 4,260,902        | 100.26%              |
| 2012        | 4,341,606     | 4,340,804        | 99.98%               |

Source: Mount Vernon CSD

## Largest Taxpayers

Set forth in the following table are the persons or entities which represent the 2015 largest taxpayers within the Issuer, as provided by the Auditors Offices of each of said counties. No independent investigation has been made of and no representation is made herein as to the financial condition of any of the taxpayers listed below or that such taxpayers will continue to maintain their status as major taxpayers in the District. The District's tax levy is uniformly applicable to all of the properties included in the table, and thus taxes expected to be received by the District from such taxpayers will be in proportion to the assessed valuations of the properties. The total tax bill for each of the properties is dependent upon the tax levies of the other taxing entities which overlap the properties.:

| Taxpayer  | 2015 Taxable Valuation | Percent of Total |
|---|------------------------|------------------|
| Union Pacific Railroad                                | \$4,304,723            | 1.43%            |
| Interstate Power & Light Co (Electric) <sup>(1)</sup> | \$3,023,643            | 1.00%            |
| Pollard J D Midwest Real Estate LLC                   | \$2,223,180            | 0.74%            |
| Lynch Properties LC                                   | \$2,163,960            | 0.72%            |
| Hoke Farms Inc  | \$1,913,110            | 0.64%            |
| Stoner V G Sons Corp                                  | \$1,874,521            | 0.62%            |
| ABCM Corp   | \$1,533,956            | 0.51%            |
| Mari LC   | \$1,475,730            | 0.49%            |
| Mount Vernon Hotel LLC                                | \$1,418,130            | 0.47%            |
| Parsons Martha L Trust                                | \$1,372,140            | 0.46%            |

Total 7.08%

Source: Linn, Jones, and Johnson County Auditors

<sup>(1)</sup> Utility Property Tax Replacement

Beginning in 1999, the State replaced its previous property tax assessment procedure in valuing the property of entities involved primarily in the production, delivery, service and sale of electricity and natural gas with a replacement tax formula based upon the delivery of energy by these entities. Electric and natural gas utilities now pay replacement taxes to the State in lieu of property taxes. All replacement taxes are allocated among local taxing cities by the State Department of Revenue and Finance and the Department of Management. This allocation is made in accordance with a general allocation formula developed by the Department of Management on the basis of general property tax equivalents. Properties of these utilities are exempt from the levy of property tax by political subdivisions. Utility property will continue to be

valued by a special method as provided in the statute and taxed at the rate of three cents per one thousand dollars for the general fund of the State.

The utility replacement tax statute states that the utility replacement tax collected by the State and allocated among local taxing cities (including the Issuer) shall be treated as property tax when received and shall be disposed of by the county treasurer as taxes on real estate. However, utility property is not subject to the levy of property tax by political subdivisions, only the utility replacement tax and statewide property tax. It is possible that the general obligation debt capacity of the Issuer could be adjudicated to be proportionately reduced in future years if utility property were determined to be other than “taxable property” for purposes of computing the Issuer’s debt limit under Article XI of the Constitution of the State of Iowa. There can be no assurance that future legislation will not (i) operate to reduce the amount of debt the Issuer can issue or (ii) adversely affect the Issuer’s ability to levy taxes in the future for the payment of the principal of and interest on its outstanding debt obligations, including the Bonds. Approximately 1.00% of the Issuer’s tax base currently is utility property. Notwithstanding the foregoing, the Issuer has the obligation to levy taxes against all the taxable property in the Issuer sufficient to pay principal of and interest on the Bonds.

**Direct Debt**

Presented below is the principal and interest on the District’s outstanding general obligation bonds, presented by fiscal year and issue:

| <u>Fiscal Year</u> | <u>6/1/12</u>    | <u>Total<br/>Principal</u> | <u>Total<br/>Interest</u> | <u>Total<br/>P&amp;I</u> |
|--------------------|------------------|----------------------------|---------------------------|--------------------------|
| 2017               | 540,000          | 540,000                    | 72,120                    | 612,120                  |
| 2018               | 545,000          | 545,000                    | 66,720                    | 611,720                  |
| 2019               | 550,000          | 550,000                    | 60,453                    | 610,453                  |
| 2020               | 555,000          | 555,000                    | 53,028                    | 608,028                  |
| 2021               | 560,000          | 560,000                    | 44,425                    | 604,425                  |
| 2022               | 570,000          | 570,000                    | 34,625                    | 604,625                  |
| 2023               | 585,000          | 585,000                    | 23,795                    | 608,795                  |
| 2024               | 590,000          | 590,000                    | 12,095                    | 602,095                  |
| <b>Totals:</b>     | <b>4,495,000</b> | <b>4,495,000</b>           | <b>367,260</b>            | <b>4,862,260</b>         |

Source: Mount Vernon CSD

**School Infrastructure Sales, Services & Use Tax Revenue Bonds**

Presented below is the principal and interest on the Issuer’s outstanding School Infrastructure Sales & Services Tax Revenue Bonds, presented by fiscal year and issue.

| <u>Fiscal Year</u> | <u>3/22/10</u>   | <u>Total<br/>Principal</u> | <u>Total<br/>Interest</u> | <u>Total<br/>P&amp;I</u> |
|--------------------|------------------|----------------------------|---------------------------|--------------------------|
| 2017               | 370,000          | 370,000                    | 273,010                   | 643,010                  |
| 2018               | 380,000          | 380,000                    | 260,430                   | 640,430                  |
| 2019               | 400,000          | 400,000                    | 245,230                   | 645,230                  |
| 2020               | 415,000          | 415,000                    | 229,230                   | 644,230                  |
| 2021               | 435,000          | 435,000                    | 212,630                   | 647,630                  |
| 2022               | 455,000          | 455,000                    | 194,795                   | 649,795                  |
| 2023               | 475,000          | 475,000                    | 175,685                   | 650,685                  |
| 2024               | 495,000          | 495,000                    | 155,260                   | 650,260                  |
| 2025               | 520,000          | 520,000                    | 133,480                   | 653,480                  |
| 2026               | 545,000          | 545,000                    | 110,080                   | 655,080                  |
| 2027               | 575,000          | 575,000                    | 84,874                    | 659,874                  |
| 2028               | 605,000          | 605,000                    | 58,280                    | 663,280                  |
| 2029               | 635,000          | 635,000                    | 29,845                    | 664,845                  |
| <b>Totals:</b>     | <b>6,305,000</b> | <b>6,305,000</b>           | <b>2,162,829</b>          | <b>8,467,829</b>         |

Source: Mount Vernon CSD

## Debt Limit

The amount of general obligation debt a political subdivision of the State of Iowa can incur is controlled by the constitutional debt limit, which is an amount equal to 5% of the actual value of property within the corporate limits, taken from the last County Tax list. The District's debt limit, based upon said valuation, amounts to the following:

|                                     |                   |
|-------------------------------------|-------------------|
| 1/1/2015 Actual Valuation:          | 541,947,425       |
| X                                   | 0.05              |
| <u>Statutory Debt Limit:</u>        | <u>27,097,371</u> |
| Total General Obligation Debt:      | 4,495,000         |
| Total Lease Purchases:              |                   |
| Total Loan Agreements:              |                   |
| <u>Capital Leases:</u>              | <u></u>           |
| Total Debt Subject to Limit:        | 4,495,000         |
| Percentage of Debt Limit Obligated: | 16.59%            |

It has not been determined whether the District's Sales Tax Revenue Bonds do or do not count against the constitutional debt limit. If the Bonds do count against the constitutional debt limit, the amount of debt subject to the debt limit would increase \$6,305,000 to be \$10,800,000, or 39.86% of the statutory debt limit.

Source: Iowa Department of Management

## Overlapping & Underlying Debt

Presented below is a listing of the overlapping and underlying debt outstanding of Issuers within the Issuer.

| <u>Taxing Authority</u>              | <u>Outstanding Debt</u> | <u>2015 Taxable Valuation</u> | <u>Taxable Value Within Issuer</u> | <u>Percentage Applicable</u> | <u>Amount Applicable</u> |
|--------------------------------------|-------------------------|-------------------------------|------------------------------------|------------------------------|--------------------------|
| City of Mount Vernon                 | \$7,980,000             | \$149,895,770                 | \$149,895,770                      | 100.00%                      | \$7,980,000              |
| Johnson County                       | 8,490,000               | 8,042,302,645                 | 377,769                            | 0.00%                        | 399                      |
| Jones County                         | \$0                     | 1,047,432,010                 | 7,321,507                          | 0.70%                        | 0                        |
| Linn County                          | \$17,925,000            | 10,650,869,640                | 293,375,506                        | 2.75%                        | 493,740                  |
| Kirkwood Community College           | 100,881,000             | 24,144,197,855                | 301,074,782                        | 1.25%                        | 1,257,972                |
| AEA #10 - Grant Wood                 | 0                       | 24,144,197,855                | 301,074,782                        | 1.25%                        | 0                        |
| Total Overlapping & Underlying Debt: |                         |                               |                                    |                              | \$9,732,110              |

Source: Iowa Department of Management, Iowa State Treasurer

## FINANCIAL SUMMARY

|   |                  |
|---|------------------|
| Actual Value of Property, 2015:               | \$541,947,425    |
| Taxable Value of Property, 2015:              | 301,074,782      |
| Direct General Obligation Debt:               | \$4,495,000      |
| <u>Overlapping Debt:</u>                      | <u>9,732,110</u> |
| Direct & Overlapping General Obligation Debt: | \$14,227,110     |
| Population, 2010 US Census:                   | 6,367            |
| Direct Debt per Capita:                       | \$705.98         |
| Total Debt per Capita:                        | \$2,234.51       |
| Direct Debt to Taxable Valuation:             | 1.49%            |
| Total Debt to Taxable Valuation:              | 4.73%            |
| Direct Debt to Actual Valuation:              | 0.83%            |
| Total Debt to Actual Valuation:               | 2.63%            |
| Actual Valuation per Capita:                  | \$85,118         |
| Taxable Valuation per Capita:                 | \$47,287         |

Source: Iowa Department of Management

**CURRENT STATEWIDE RECEIPTS OF THE TAX – AVERAGE PER PUPIL RECEIPTS**

| <u>Fiscal Year</u> | <u>Statewide Disbursements (1)(2)(3)</u> | <u>Statewide Enrollment (4)</u> | <u>Average Revenue per Student (2)</u> |
|--------------------|--|---------------------------------|--|
| 2008               | \$366,255,545                            | 482,584                         | \$759                                  |
| 2009               | \$363,893,273                            | 480,609                         | \$757                                  |
| 2010               | \$367,097,169                            | 477,019                         | \$770                                  |
| 2011               | \$382,816,276                            | 474,227                         | \$807                                  |
| 2012               | \$399,510,689                            | 473,493                         | \$844                                  |
| 2013               | \$410,929,431                            | 473,504                         | \$868                                  |
| 2014               | \$429,873,936                            | 476,245                         | \$903                                  |
| 2015               | \$440,240,174                            | 478,921                         | \$919                                  |
| 2016               | \$458,178,408                            | 480,772                         | \$953                                  |
| 2017               | \$468,085,263                            | 483,451                         | \$968                                  |

- (1) Fiscal Year 2016 and 2017 are preliminary, subject to change
- (2) Estimated figures for 2016 and 2017 as provided by the Department of Revenue, State of Iowa
- (3) Historical Payments in Fiscal Year 2008 through 2014 as provided by the Department of Revenue, State of Iowa, and does not include the \$10,000,000 appropriation of funds made by the Legislature for school infrastructure purposes in the years in which it occurred.
- (4) Statewide Enrollment count is from the Prior October Count (i.e. the October 1, 2015 count is used for Fiscal Year 2017)

**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS**

Table I: Assuming No Growth In Statewide Revenues & No Enrollment Changes

| <u>Fiscal Year (6/30)</u> | <u>Total Revenues (1)</u> | <u>Total Enrollment (3)</u> | <u>Average Per Student</u> |
|---------------------------|---------------------------|-----------------------------|----------------------------|
| 2017                      | \$468,085,263             | 483,451                     | \$968                      |
| 2018                      | \$468,085,263             | 483,451                     | \$968                      |
| 2019                      | \$468,085,263             | 483,451                     | \$968                      |
| 2020                      | \$468,085,263             | 483,451                     | \$968                      |
| 2021                      | \$468,085,263             | 483,451                     | \$968                      |
| 2022                      | \$468,085,263             | 483,451                     | \$968                      |
| 2023                      | \$468,085,263             | 483,451                     | \$968                      |
| 2024                      | \$468,085,263             | 483,451                     | \$968                      |
| 2025                      | \$468,085,263             | 483,451                     | \$968                      |
| 2026                      | \$468,085,263             | 483,451                     | \$968                      |
| 2027                      | \$468,085,263             | 483,451                     | \$968                      |
| 2028                      | \$468,085,263             | 483,451                     | \$968                      |
| 2029                      | \$468,085,263             | 483,451                     | \$968                      |
| 2030                      | \$234,042,632             | 483,451                     | \$968                      |

Table II: Assuming Growth in Statewide Revenues & No Enrollment Changes

| <u>Fiscal Year (6/30)</u> | <u>Total Revenues (1)(2)</u> | <u>Total Enrollment (3)</u> | <u>Average Per Student</u> |
|---------------------------|------------------------------|-----------------------------|----------------------------|
| 2017                      | \$468,085,263                | 483,451                     | \$968                      |
| 2018                      | \$477,446,968                | 483,451                     | \$988                      |
| 2019                      | \$486,995,908                | 483,451                     | \$1,007                    |
| 2020                      | \$496,735,826                | 483,451                     | \$1,027                    |
| 2021                      | \$506,670,542                | 483,451                     | \$1,048                    |
| 2022                      | \$516,803,953                | 483,451                     | \$1,069                    |
| 2023                      | \$527,140,032                | 483,451                     | \$1,090                    |
| 2024                      | \$537,682,833                | 483,451                     | \$1,112                    |
| 2025                      | \$548,436,490                | 483,451                     | \$1,134                    |
| 2026                      | \$559,405,219                | 483,451                     | \$1,157                    |
| 2027                      | \$570,593,324                | 483,451                     | \$1,180                    |
| 2028                      | \$582,005,190                | 483,451                     | \$1,204                    |
| 2029                      | \$593,645,294                | 483,451                     | \$1,228                    |
| 2030                      | \$302,759,100                | 483,451                     | \$1,252                    |

- (1) The Tax expires December 31, 2029 and schools will receive revenues for only one-half of FY2030
- (2) The assumption for growth in retail sales is based on an estimated growth rate of 2.00%. The statewide average percentage increases (weighted) on a 25-year and 10-year historical basis were 2.95% and 2.17% respectively.
- (3) No Change in enrollment from the October 1, 2015 Certified Enrollment Count, which is used for FY2017 Revenue Per Pupil Calculations

**ACTUAL HISTORIC SALES, SERVICES & USE TAX COLLECTIONS**

Presented below is a table illustrating the actual Sales, Services & Use Tax collections of the District for the period indicated, on a cash basis:

| Period Ending<br><u>June 30</u> | Actual<br><u>Collection</u> |
|---------------------------------|-----------------------------|
| 2002                            | 1,337                       |
| 2003                            | 4,592                       |
| 2004                            | 6,278                       |
| 2005                            | 9,996                       |
| 2006                            | 8,592                       |
| 2007                            | 6,705                       |
| 2008                            | 847,602                     |
| 2009                            | 881,424                     |
| 2010                            | 1,126,863                   |
| 2011                            | 977,675                     |
| 2012                            | 1,091,822                   |
| 2013                            | 885,469                     |
| 2014                            | 925,772                     |
| 2015                            | 1,024,600                   |
| 2016 <sup>(1)</sup>             | 1,017,864                   |

(1) Fiscal Year 2016 are estimated from the Iowa Department of Revenue

**ESTIMATED FUTURE SALES, SERVICES & USE TAX COLLECTIONS**

Presented below is a table illustrating the estimated collections of the Tax for the periods indicated, using the assumptions noted below, on a cash basis:

| Period<br>Ending<br>June 30 | W/out Growth<br>Estimated<br>Collection<br>(1) (3) | With Growth<br>Estimated<br>Collection<br>(2) (3) |
|-----------------------------|--|---|
| 2017 <sup>(4)</sup>         | 1,059,679  | 1,059,679   |
| 2018                        | 1,076,535  | 1,093,476   |
| 2019                        | 1,069,990  | 1,108,670   |
| 2020                        | 1,069,990  | 1,130,843   |
| 2021                        | 1,069,990  | 1,153,460   |
| 2022                        | 1,069,990  | 1,176,529   |
| 2023                        | 1,069,990  | 1,200,060   |
| 2024                        | 1,069,990  | 1,224,061   |
| 2025                        | 1,069,990  | 1,248,542   |
| 2026                        | 1,069,990  | 1,273,513   |
| 2027                        | 1,069,990  | 1,298,984   |
| 2028                        | 1,069,990  | 1,324,963   |
| 2029                        | 1,069,990  | 1,351,462   |
| 2030                        | 731,160  | 940,179   |

- (1) Assumes revenue per pupil as outlined in “**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I**” herein
- (2) Assumes revenue per pupil increase as outlined in “**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table II**” herein
- (3) Assumes no enrollment decline or increase of students per year from October 1, 2015 count used for FY 2017
- (4) Fiscal Year 2017 are estimates from the Iowa Department of Revenue



**HISTORIC RESIDENT ENROLLMENT IN THE SCHOOL DISTRICT**

| <u>Count Date</u> | <u>Fiscal Year</u> | <u>District Enrollment</u> |
|-------------------|--------------------|----------------------------|
| October-10        | 2011-12            | 1,082.3                    |
| October-11        | 2012-13            | 1,066.0                    |
| October-12        | 2013-14            | 1,064.1                    |
| October-13        | 2014-15            | 1,095.1                    |
| October-14        | 2015-16            | 1,072.3                    |
| October-15        | 2016-17            | 1,105.0                    |

**ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS (WITHOUT REVENUE GROWTH)**

Presented below is the annual debt service requirement and estimated coverage on the Bonds, on a cash basis:

| <u>Period Ending June 30</u> | <u>Estimated Collection (2) (3)</u> | <u>Combined P&amp;I (1)</u> | <u>Estimated Coverage</u> |
|------------------------------|-------------------------------------|-----------------------------|---------------------------|
| 2017                         | 1,059,679                           | 643,010                     | 1.65                      |
| 2018                         | 1,076,535                           | 640,430                     | 1.68                      |
| 2019                         | 1,069,990                           | 645,230                     | 1.66                      |
| 2020                         | 1,069,990                           | 644,230                     | 1.66                      |
| 2021                         | 1,069,990                           | 647,630                     | 1.65                      |
| 2022                         | 1,069,990                           | 649,795                     | 1.65                      |
| 2023                         | 1,069,990                           | 650,685                     | 1.64                      |
| 2024                         | 1,069,990                           | 650,260                     | 1.65                      |
| 2025                         | 1,069,990                           | 653,480                     | 1.64                      |
| 2026                         | 1,069,990                           | 655,080                     | 1.63                      |
| 2027                         | 1,069,990                           | 659,874                     | 1.62                      |
| 2028                         | 1,069,990                           | 663,280                     | 1.61                      |
| 2029                         | 1,069,990                           | 664,845                     | 1.61                      |
| 1/1/2030                     | 561,745                             | 0                           |                           |

- (1) Final Debt Service on the Outstanding Bonds as of the Period Ending June 30, 2016
- (2) Assumes no enrollment decline or increase of students per year from October 1, 2015 count used for FY 2017
- (3) Assumes revenue per pupil as outlined in “**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table I**” herein

**ESTIMATED DEBT SERVICE AND COVERAGE ON THE BONDS (WITH REVENUE GROWTH)**

Presented below is the annual debt service requirement and estimated coverage on the Bonds, on a cash basis:

| <u>Period Ending June 30</u> | <u>Estimated Collection (2) (3)</u> | <u>Combined P&amp;I (1)</u> | <u>Estimated Coverage</u> |
|------------------------------|-------------------------------------|-----------------------------|---------------------------|
| 2017                         | 1,059,679                           | 643,010                     | 1.65                      |
| 2018                         | 1,093,476                           | 640,430                     | 1.71                      |
| 2019                         | 1,108,670                           | 645,230                     | 1.72                      |
| 2020                         | 1,130,843                           | 644,230                     | 1.76                      |
| 2021                         | 1,153,460                           | 647,630                     | 1.78                      |
| 2022                         | 1,176,529                           | 649,795                     | 1.81                      |
| 2023                         | 1,200,060                           | 650,685                     | 1.84                      |
| 2024                         | 1,224,061                           | 650,260                     | 1.88                      |
| 2025                         | 1,248,542                           | 653,480                     | 1.91                      |
| 2026                         | 1,273,513                           | 655,080                     | 1.94                      |
| 2027                         | 1,298,984                           | 659,874                     | 1.97                      |
| 2028                         | 1,324,963                           | 663,280                     | 2.00                      |
| 2029                         | 1,351,462                           | 664,845                     | 2.03                      |
| 1/1/2030                     | 721,022                             | 0                           |                           |

- (1) Final Debt Service on the Outstanding Bonds as of the Period Ending June 30, 2016
- (2) Assumes no enrollment decline or increase of students per year from October 1, 2015 count used for FY 2017
- (3) Assumes revenue per pupil increase as outlined in “**ESTIMATED RECEIPTS OF THE TAX AVAILABLE FOR DISTRIBUTION – PER PUPIL BASIS – Table II**” herein