

Community Engagement Session #2 - Funding the Plan February 24, 2022

Option A - No Changes - Operational budget + fund balance

Option B - Maintain Bond and Interest (B & I Levy) - Replaces bond debt + operational budget + fund balance

Option C - Increase B & I Levy - more bond debt - operational budget + fund balance

Table # 1

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Tax savings of \$150 - Addresses safety and security issues 	<ul style="list-style-type: none"> - Won't improve access for students w disabilities - Won't attract new families - Doesn't enhance any schools and we will need to address issues again in the future

Option B

Pros	Cons
<ul style="list-style-type: none"> - No tax increase - Some schools updated while construction costs may be high for Phase 1, costs may level out for Phase 2 	<ul style="list-style-type: none"> - AGS and JBN deferred indefinitely? - AGS and JBN will need to be addressed in future - will deferring affect property values? - No tax break

Option C

Pros	Cons
<ul style="list-style-type: none"> - All schools get upgrades/improvements - We still wouldn't be in highest tax rate for the area (hopefully) - How will maintenance be funded? 	<ul style="list-style-type: none"> - Increased taxes by 50% - No compromise between Option B and Option C? - What if population changes - reduction in # of students? - Historic construction costs

Task #2 - Additional Information

Option (if specific)	Information needed
	What are we doing to mitigate risks to finance plan due to another recession?
	What is the detailed plan to address upgrades and damages, maintenance and displacement?

Task #3 - What Option does your group prefer?

Option B or Option C

Comments: more information needed on exact plan

Table # 2

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Negative costs to taxpayers - Least public resistance 	<ul style="list-style-type: none"> - Lower property values - Raising tax rates to maintain possible loss in population - Only fixes operational issues

	- Delaying inevitable by 5 years
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Option B

Pros	Cons
<ul style="list-style-type: none"> - \$0 tax increase - Addresses some op costs - Delaying JBN may lead to lower construction costs or even high construction costs 	<ul style="list-style-type: none"> - AGS and JBN families impacted by possible downward property values and safety - Displacement of students

Option C

Pros	Cons
<ul style="list-style-type: none"> - All schools fixed - Treats all sides of town equally - Tech and safety and educational flexibility increases in schools 	<ul style="list-style-type: none"> - Tax increase (albeit only \$370) - Displacement of students and mobiles - Public resistance is higher

Task #2 - Additional Information

Option (if specific)	Information needed
	Individual timelines and blueprints of plans (will facilities all have equal tech/functionability per student)
B or C	What order will the repairs and/or rebuilds take place (order of schools)
	What is the plan for addressing an increase in costs of construction and/or interest rates
	Contingency plans for unexpected issues

Task #3 - What Option does your group prefer?

Option C

No comments

Table # 4

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none">- Tax decrease- No displacement of students	<ul style="list-style-type: none">- Only meets some of operational needs and no functional- Serves as a "band aid" of facility needs- Putting off inevitable - will be difficult to increase taxes at a later date

Option B

Pros	Cons
<ul style="list-style-type: none">- No tax increase- 2 new elementaries- Higher chance of passing referendum	<ul style="list-style-type: none">- Sunk costs - displacement of kids- Uncertainty of increasing construction costs- How do we get the rest done later?- AGS and JBN not addressed- Equity challenge with some new schools- Requiring referendum- Logistics of construction

Option C

Pros	Cons
<ul style="list-style-type: none">- 4 new schools	<ul style="list-style-type: none">- Sunk costs - displacement of kids- Increased taxes- Uncertainty of increasing construction costs- Requires referendum

Task #2 - Additional Information

Option (if specific)	Information needed
	More specifics on how funds will be allocated in each option.
	How do you plan to save money for future operational costs?
	What is the operational line item for each plan?
	How confidently can you maintain that with the district's history?

Task #3 - What Option does your group prefer?

Option B or Option C

Comments: With more information and detail, either B or C.

Table # 5

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Theoretically reduces taxes by \$750 - Catches up on needed maintenance - Pushes major construction costs out for future residents to pay for 	<ul style="list-style-type: none"> - Taxes will still increase by normal levy process - Reduces fund balance, thus lowers district's rating - No renovations means more maintenance costs each year

Option B

Pros	Cons
<ul style="list-style-type: none"> - Taxes maintained at current \$ cost - Some issues are addressed - Keeps fund balances in line - Doesn't take from other operating costs and fund balance 	<ul style="list-style-type: none"> - They will increase under normal tax levy - Bond debt goes out at least an additional 20 years - Budget cuts are not necessarily needed (keep spending)

Option C

Pros	Cons
<ul style="list-style-type: none"> - Taxes will increase just \$370 - Almost all needs are covered 	<ul style="list-style-type: none"> - Tax levy still in place - Will increase taxes more - Don't necessarily end in 2046 - Will we need another bond referendum in 20+ years - Refinancing could push end date past 2046 - Variety of factors means 2046 won't necessarily end bond payments

Task #2 - Additional Information

Option (if specific)	Information needed
C	Actual cost to complete this option on each school
C	What actually will be done in schools that aren't completely rebuilt
C	What is plan for students while their elementary school is rebuilt

Task #3 - What Option does your group prefer?

Option A and Option B

Table # 6

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none">- Cheap- Doesn't displace students	<ul style="list-style-type: none">- Band aid- Doesn't address guiding principle

Option B

Pros	Cons
<ul style="list-style-type: none">- Better than nothing- No additional cost	<ul style="list-style-type: none">- Equity concerns- Future of Phase 2 is uncertain

Option C

Pros	Cons
<ul style="list-style-type: none">- All schools impacted- Reasonable costs- Single phase	<ul style="list-style-type: none">- Costs- Displaced students

Task #2 - Additional Information

Option (if specific)	Information needed
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	Realistic detailed timeline (which school 1st)
	Displacement plans/transportation plans

Task #3 - What Option does your group prefer?

Option C

No comments

Table # 7

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Low cost/tax - Kids not displaced 	<ul style="list-style-type: none"> - Future referendum needed - Expectation of reduced home value because our schools/facilities would not be as good as our neighboring communities

Option B

Pros	Cons
<ul style="list-style-type: none"> - Most work will be done - No tax impact - Action will be taken - Most schools impacted - The timeline - Most people will like this plan 	<ul style="list-style-type: none"> - The deferment of AGS and JBN will have a much higher cost for these schools in the future - Money spent on AGS and JBN will be a sunk cost because something will have to be done eventually - If we defer now the new proposal will be in the middle of the payment of this plan.

	- Voters will be less likely to approve a new referendum
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Option C

Pros	Cons
<ul style="list-style-type: none"> - We like it - For \$30.83 a month (median household) we can have all the school drastically improved - Short time frame - Minimized sunk costs - Less impact on inflation - AGS and JBN will be taken care of 	<ul style="list-style-type: none"> - Managing the build is a big job - Displaced kids and teachers during construction

Task #2 - Additional Information

Option (if specific)	Information needed
C	What they assume for depreciation for 20 years - is this realistic?
	Who makes decisions in order of building changes?
	How are the funds managed and audited/updated?

Task #3 - What Option does your group prefer?

Option C

No comments

Table # 8

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none">- Tax savings- Build fund balance- No referendum	<ul style="list-style-type: none">- Basic maintenance- No major improvements- Deferring problems

Option B

Pros	Cons
<ul style="list-style-type: none">- Operational for all schools- Functional for majority- No tax increase- Tax rate stays the same	<ul style="list-style-type: none">- Pass referendum- We would not get tax savings- Cost of mobile units- Tax rate stays the same

Option C

Pros	Cons
<ul style="list-style-type: none">- Fully loaded- Get everything you want	<ul style="list-style-type: none">- Tax impact (increase)- How do we know if there is more down the road- Passing a referendum- Cost of mobile units

Task #2 - Additional Information

Option (if specific)	Information needed
A, B and C	What is the maintenance and operational plan?
A, B and C	What does it entail?
A, B and C	Does it include future maintenance?
A, B and C	Is there a hybrid option between B and C?
A and B	If we defer these, what will be the costs?
A and B	Are there plans for RMS and BHS?
A and B	What are future plans for AGS and JBN?

Task #3 - What Option does your group prefer?

Option A or B - 1 liked

Option B or C - 1 liked

Option B - 4 liked

Comments: We need more information - more specifics

Table # 10

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Save tax preparer money - No displacement of kids 	<ul style="list-style-type: none"> - No new buildings - No functionality

Option B

Pros	Cons
<ul style="list-style-type: none"> - No increase in tax - Some functional 	<ul style="list-style-type: none"> - Excludes AGS and JBN

Option C

Pros	Cons
<ul style="list-style-type: none"> - Only single phase 	<ul style="list-style-type: none"> - Displacement

Task #2 - Additional Information

Option (if specific)	Information needed
	We need more assumptions use for interest rates
	Is this the best time to do construction?
	What is included cost for each options (details)

Task #3 - What Option does your group prefer?

Option B

No comments

Table # 11

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none">- Tax \$ back	<ul style="list-style-type: none">- Doing basic minimum- Same spot in 5 years

Option B

Pros	Cons
<ul style="list-style-type: none">- No tax increase	<ul style="list-style-type: none">- Long time line- No JBN or AGS

Option C

Pros	Cons
<ul style="list-style-type: none">- All projects completed- Short time line	<ul style="list-style-type: none">- Raise taxes- Disruptive to staff and students

Task #2 - Additional Information

Option (if specific)	Information needed
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	Timelines for 3 plans
	Student placement

Task #3 - What Option does your group prefer?

None

Comments: Need more information

Table # 12

Task #1: Pros and cons

Option A

Pros	Cons
<ul style="list-style-type: none"> - Tax reduction 	<ul style="list-style-type: none"> - Money spent on maintaining deteriorating structures - Push significant issues down the road

Option B

Pros	Cons
<ul style="list-style-type: none"> - Tax neutral - Takes care of 2 worst elementary schools - All operational projects are addressed - Phased approach 	<ul style="list-style-type: none"> - Needs referendum to pass

Option C

Pros	Cons

<ul style="list-style-type: none"> - Most projects are taken care of 	<ul style="list-style-type: none"> - Tax increase - Too much to undertake in short period of time - Needs referendum to pass - Displacint lost of students at the same time - Sunk costs increase
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Task #2 - Additional Information

Option (if specific)	Information needed
A, B and C	List of prioritized projects
A, B and C	Budget breakdown for each project

Task #3 - What Option does your group prefer?

Option B

No comments