

PRELIMINARY ESTIMATES - FOR DISCUSSION ONLY

Bertha-Hewitt School District No. 786
Analysis of Tax Impact for Potential Bond Issue
April 14, 2020 Election

January 30, 2020

Bond Issue Amount	\$1,995,000
Amount Available for Project Costs	\$1,898,984
Average Interest Rate	3.15%
Number of Levies	14

Type of Property	Estimated Market Value	Estimated Impact on Taxes Payable in 2021*	
		ANNUAL	MONTHLY
Residential Homestead	\$50,000	\$7	\$1
	60,000	9	1
	70,000	10	1
	80,000	12	1
	90,000	15	1
	100,000	17	1
	150,000	31	3
	200,000	44	4
Commercial/Industrial	300,000	70	6
	\$50,000	\$18	\$2
	100,000	36	3
	125,000	46	4
	250,000	103	9
Agricultural Homestead** (average value per acre of land & buildings)	500,000	225	19
	\$1,500	\$0.08	\$0.01
	2,000	0.11	0.01
	3,000	0.16	0.01
	4,000	0.22	0.02
Agricultural Non-Homestead** (average value per acre of land & buildings)	5,000	0.27	0.02
	6,000	0.33	0.03
	\$1,500	\$0.16	\$0.01
	2,000	0.22	0.02
	3,000	0.33	0.03
Seasonal Recreational Residential	4,000	0.44	0.04
	5,000	0.55	0.05
	6,000	0.66	0.06
	\$50,000	\$12	\$1
100,000	24	2	
150,000	36	3	
200,000	49	4	
300,000	73	6	

* Estimated tax impact includes principal and interest payments on the new bonds. The figures in the table are based on school district taxes for bonded debt levies only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the homeowner's Homestead Credit Refund ("Circuit Breaker") program. Many owners of homestead property will qualify for a refund, based on their income and total property taxes. This will decrease the net effect of the proposed bond issue for many property owners.

** Estimated tax impact on the bonded debt includes a reduction due to the School Building Bond Agricultural Credit. The credit under current law is equal to 55% for taxes payable in 2021. That credit will increase to 70% in taxes payable in 2023. Average value per acre is the total assessed value of all land & buildings divided by total acres. Homestead examples exclude the house, garage, and one acre, which has the same tax impact as a residential homestead.