



Olympia School District

Tax Rate Projections

2022 Technology and Safety Levy

Tax Rate Planning Components

- Projected Assessed Value
 - Last 10 years average at 5.68%
 - Use this rate to project AV in upcoming years
- Actual Bond Payments and Taxes
- Projected Allowable Maintenance and Operations Collections
 - Since legislative change in 2017, policy debate continues re: ‘Lesser of’ or ‘Greater of’
 - Also debate regarding per student dollar amount; \$500 difference between Seattle and all other districts.
- Requested Technology and Safety Levy (TSL) – Assuming \$51 million over 4 years for this discussion



Olympia School District Assessed Value

*Preliminary Value

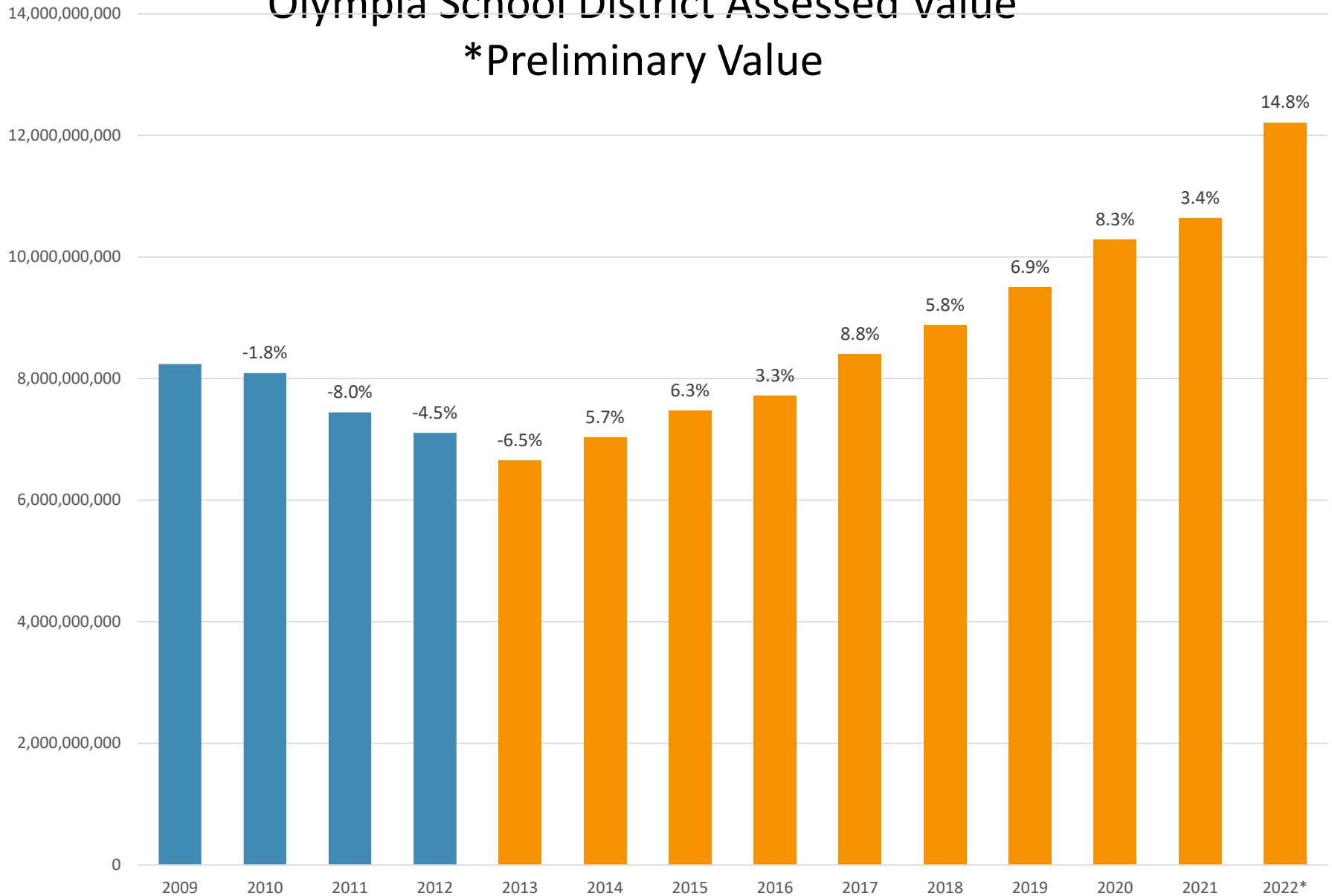


Table with Assessed Value Amounts and Percentage Increase

Year	Assessed Value	% Change
2009	\$8,238,133,658	---
2010	\$8,090,444,332	-1.8%
2011	\$7,442,018,094	-8.0%
2012	\$7,106,786,508	-4.5%
2013	\$6,648,325,667	-6.5%
2014	\$7,029,469,509	5.7%
2015	\$7,474,347,719	6.3%
2016	\$7,719,009,025	3.3%
2017	\$8,399,163,386	8.8%
2018	\$8,882,240,872	5.8%
2019	\$9,498,545,644	6.9%
2020	\$10,286,161,551	8.3%
2021	\$10,636,012,078	3.4%
2022*	\$12,213,085,688	14.8%

*Preliminary



DEBT SERVICES (BONDS)



Upcoming Bond Refunding

- Refunding (refinancing) old bonds can sometimes bring down the price.
- Bond prices are at a historic low, and have been so for several years.
- We have refunded bonds several times in the last few years, and that contributes to our low rates.
 - Fall 2020 refunded 2012 bonds, and saved \$13.7 M or 20% of the cost of the bonds.
- Another set of bonds is eligible for refunding in March. They were sold at a very good price, so refunding will not yield a large drop in rates.
 - But will save \$500,000 to \$600,000.



Debt Services Rates During TSL Period

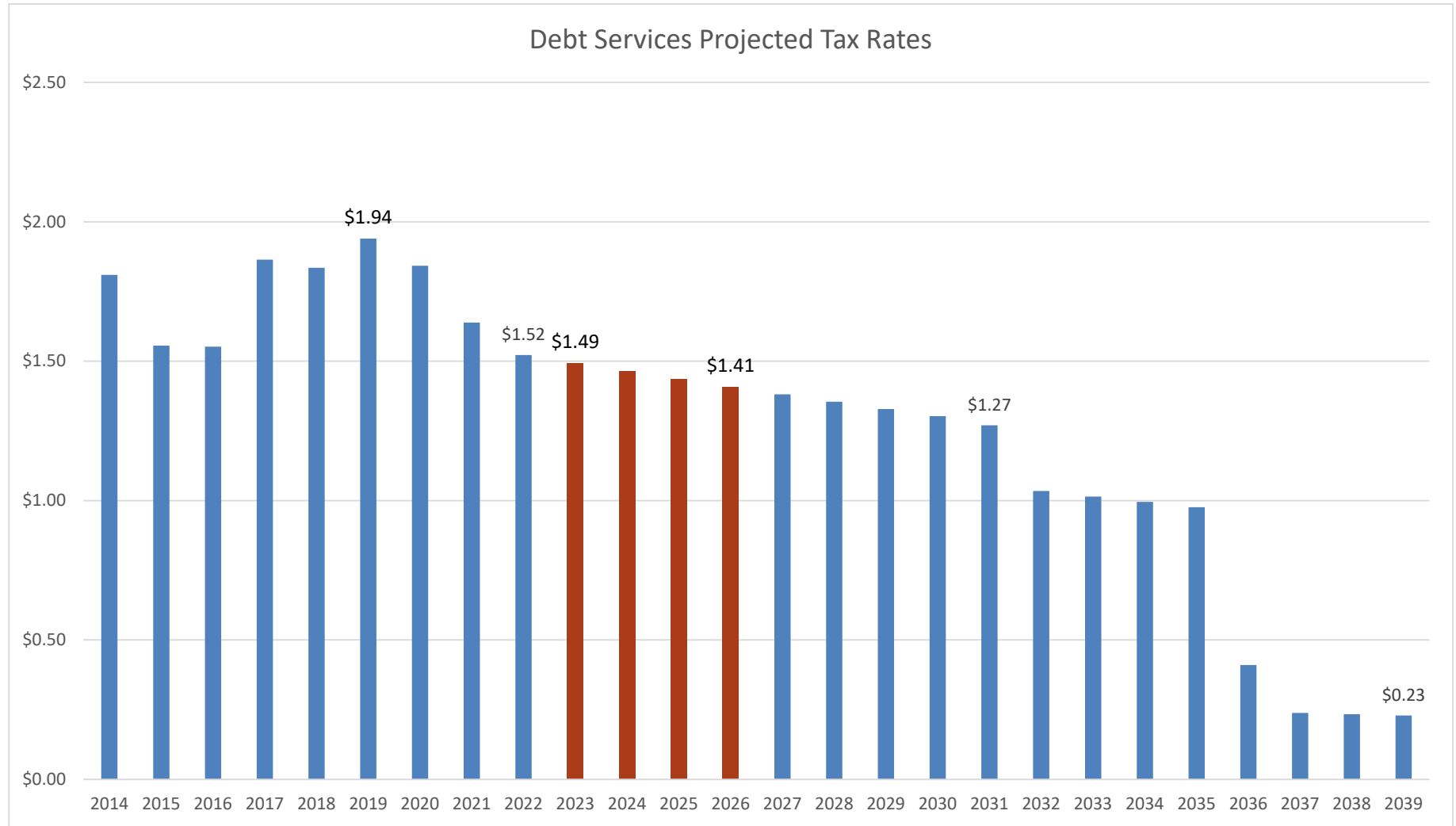


Table with Debt Services Tax Rates

Year	Debt Services Tax Rate
2014	\$1.81
2015	\$1.56
2016	\$1.55
2017	\$1.86
2018	\$1.83
2019	\$1.94
2020	\$1.84
2021	\$1.64
2022	\$1.52
2023	\$1.49
2024	\$1.46
2025	\$1.44
2026	\$1.41
2027	\$1.38
2028	\$1.35
2029	\$1.33
2030	\$1.30
2031	\$1.27
2032	\$1.03
2033	\$1.01
2034	\$1.00
2035	\$0.98
2036	\$0.41
2037	\$0.24
2038	\$0.23
2039	\$0.23



ENHANCEMENT LEVY



Enhancement Levy Background

- In 2022 Enhancement Levy
 - Based on per student allocation, and drives \$26,152,000 for the calendar year.
 - Not based on \$2.50/\$1,000 AV b/c this would drive \$30,546,000. (Law is to use the lesser of the two calculations.)
 - Without ESHB 1476, our 2022 collection would be \$25,589,000 or \$1.1 M lower.
- Future projections of levy authority presume continuation of the ESHB 1476 hold harmless.

Levy Rollback Due to 'Lessor Of' Law

M&O Levy	Expected Collection ('Lessor Of')	Authorized by Voters	Difference (Rollback)
Year 1, 2021	25,589,607	30,900,000	5,310,393
Year 2, 2022	26,152,546	31,970,000	5,817,454
Year 3, 2023	26,679,992	34,200,000	7,520,008
Year 4, 2024	27,244,168	36,500,000	9,255,832
4 Year Average	26,416,578	33,392,500	6,975,922
4 Year Total	105,666,313	133,570,000	27,903,687



Amount Collectible with 'Greater Of' Policy Enacted

M&O Levy	Expected Collection ('Lesser Of')	Authorized by Voters	Difference (Rollback)	Additional Collectible with 'Greater Of'	Rollback w/ 'Greater Of'
Year 1, 2021	25,589,607	30,900,000	5,310,393	\$1,026,484	\$4,283,909
Year 2, 2022	26,152,546	31,970,000	5,817,454	\$4,358,710	\$1,458,744
Year 3, 2023	26,679,992	34,200,000	7,520,008	\$5,564,302	\$1,955,705
Year 4, 2024	27,244,168	36,500,000	9,255,832	\$6,831,603	\$2,424,299
4 Year Avg	26,416,578	33,392,500	6,975,922	\$4,445,275	\$2,530,647
4 Year Total	105,666,313	133,570,000	27,903,687	\$17,781,099	\$10,122,588

What are M&O Rates with Policy Change?

Calendar Year	Current Law Operations and Enrichment	Possible Policy Change Operations and Enrichment
2010	\$2.18	\$2.18
2011	\$2.78	\$2.78
2012	\$2.87	\$2.87
2013	\$3.16	\$3.16
2014	\$3.07	\$3.07
2015	\$3.07	\$3.07
2016	\$3.04	\$3.04
2017	\$3.07	\$3.07
2018	\$2.97	\$2.97
2019	\$1.50	\$1.50
2020	\$2.43	\$2.43
2021	\$2.41	\$2.41
2022	\$2.15	\$2.15
2023*	\$2.08	\$2.50
2024*	\$2.01	\$2.50
2025*	\$1.94	\$2.50
2026*	\$1.89	\$2.50
2027*	\$1.84	\$2.50
2028*	\$1.78	\$2.50

*Projected rates.

→ Assume legislative policy change for 2025. The district will be advocating for this, and therefore we need our projected rates to build in the policy change.

Request for a Replacement of the Olympia School District

TECHNOLOGY AND SAFETY LEVY



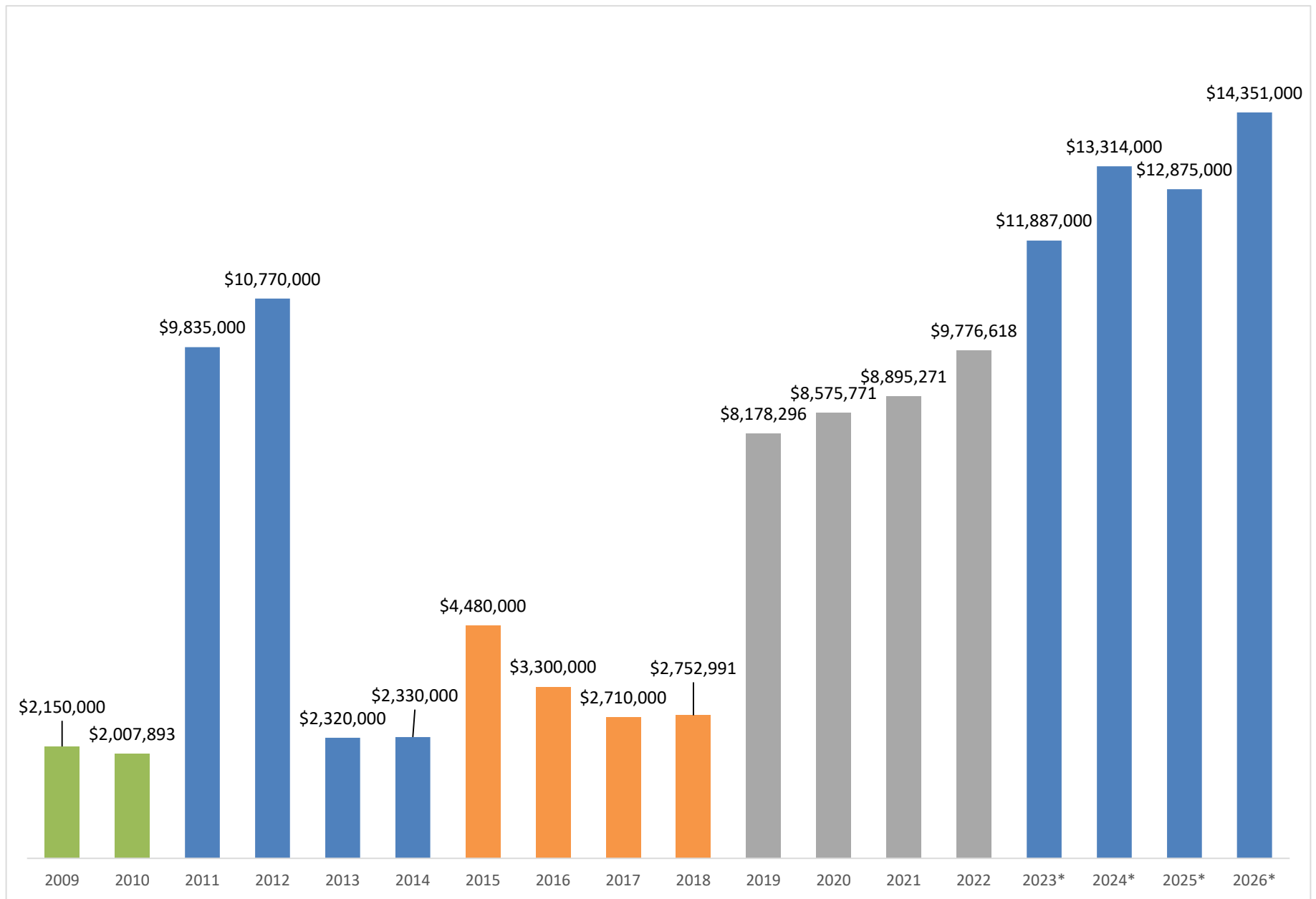
Capital Levy (Technology and Safety Levy)

- Requires a 50% majority for passage.
- Can be spent on any capital item, with the same constraints as spending bond funds.
 - Longevity of investment.
 - House students and the programs that serve students.
 - Technology hardware, software, and the staff and training needed to implement these systems are an allowable cost.
 - Facilities upgrades.



Technology and Safety Levy Summary

- \$52.4 million across 4 Years
- Amount is not divided evenly across the years.
 - Some safety investments will be in Year 1 and 2, so not evenly divided.



Technology and Safety Levy Historical and Projected Tax Rates*

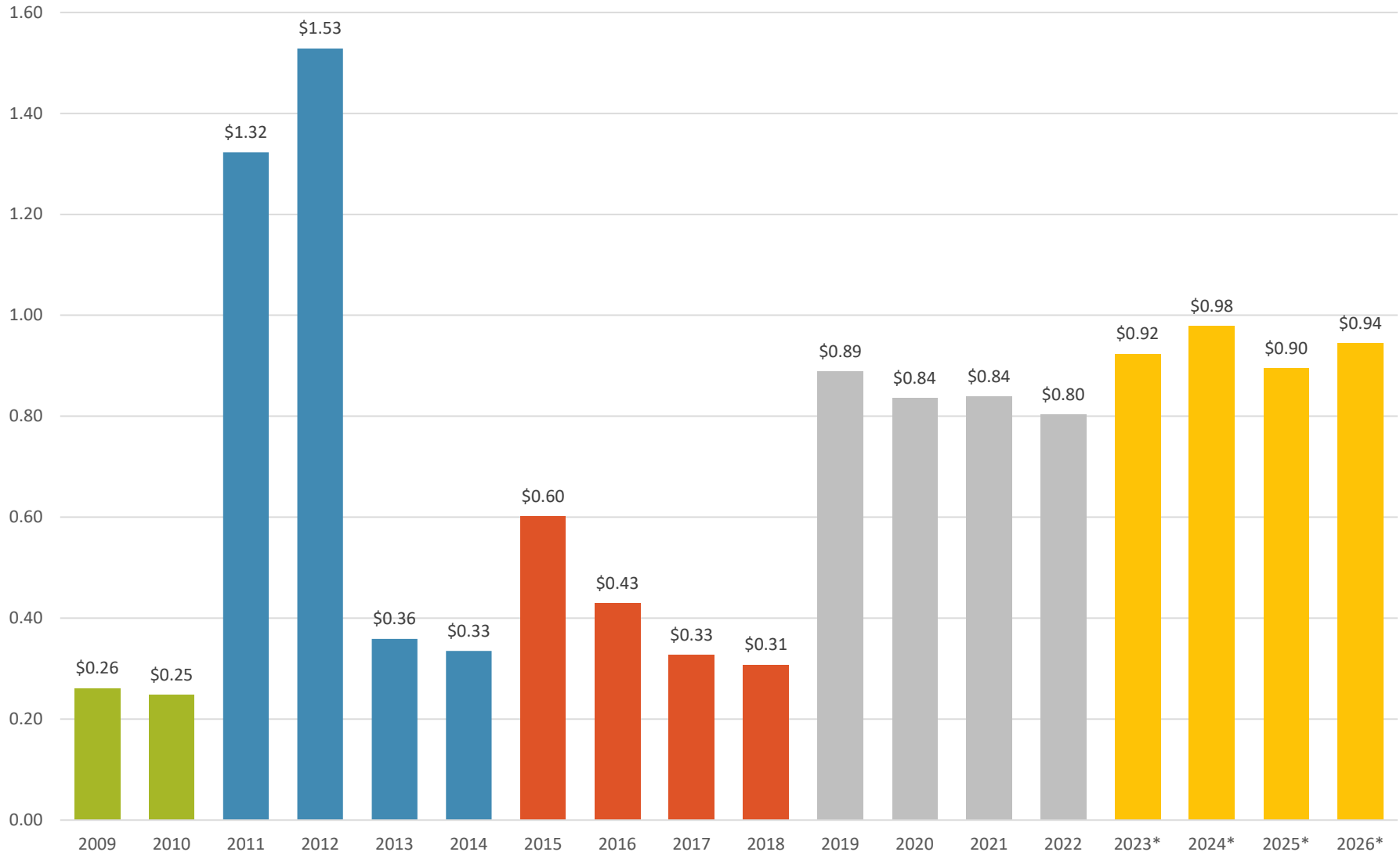


Table with Historical and Projected* Capital Levy Amounts and Tax Rates

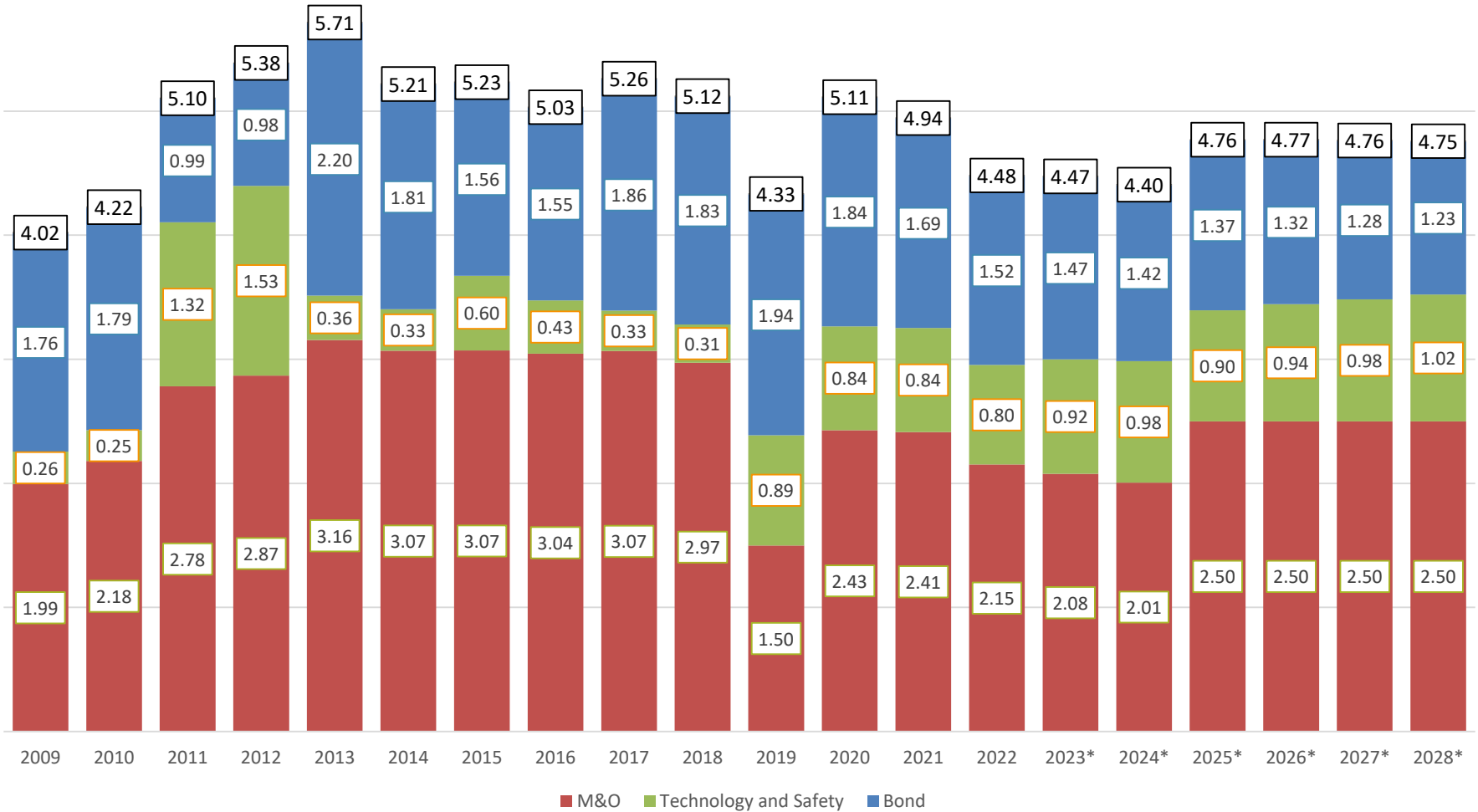
Year	Technology and Safety Levy Amount	Technology and Safety Levy Tax Rate
2009	\$2,150,000	\$0.26
2010	\$2,007,893	\$0.25
2011	\$9,835,000	\$1.32
2012	\$10,770,000	\$1.53
2013	\$2,320,000	\$0.36
2014	\$2,330,000	\$0.33
2015	\$4,480,000	\$0.60
2016	\$3,300,000	\$0.43
2017	\$2,710,000	\$0.33
2018	\$2,752,991	\$0.31
2019	\$8,178,296	\$0.89
2020	\$8,575,771	\$0.84
2021	\$8,895,271	\$0.84
2022	\$9,776,618	\$0.80
2023*	\$11,887,000	\$0.92
2024*	\$13,314,000	\$0.98
2025*	\$12,875,000	\$0.90
2026*	\$14,351,000	\$0.94

* Projected/Requested.



TAX RATES





Potential Tax Rates

Calendar Year	Operations and Enrichment	Technology / Safety	Bond	Total	Change from 2021
2010	\$2.18	\$1.29	\$1.79	\$5.26	---
2011	\$2.78	\$1.32	\$0.99	\$5.10	---
2012	\$2.87	\$1.52	\$0.98	\$5.38	---
2013	\$3.16	\$0.36	\$2.20	\$5.71	---
2014	\$3.07	\$0.33	\$1.81	\$5.21	---
2015	\$3.07	\$0.60	\$1.56	\$5.23	---
2016	\$3.04	\$0.43	\$1.55	\$5.03	---
2017	\$3.07	\$0.33	\$1.86	\$5.26	---
2018	\$2.97	\$0.31	\$1.83	\$5.12	---
2019	\$1.50	\$0.89	\$1.94	\$4.33	---
2020	\$2.43	\$0.84	\$1.84	\$5.11	---
2021	\$2.41	\$0.84	\$1.69	\$4.94	---
2022	\$2.15	\$0.80	\$1.52	\$4.48	(\$0.46)
2023*	\$2.08	\$0.92	\$1.47	\$4.47	(\$0.47)
2024*	\$2.01	\$0.98	\$1.42	\$4.40	(\$0.54)
2025*	\$2.50	\$0.90	\$1.37	\$4.76	(\$0.18)
2026*	\$2.50	\$0.94	\$1.32	\$4.77	(\$0.17)
2027*	\$2.50	\$0.97	\$1.28	\$4.75	(\$0.19)
2028*	\$2.50	\$1.01	\$1.23	\$4.74	(\$0.20)

- 2021 Tax rate is lower than prior years.
- Rate continues to be lower than 2021 in all years of the upcoming technology and safety levy.
- Assuming the policy change in the maintenance and operation levy, and a higher collection rate for the Technology and Safety Levy, the overall tax rate does still declines from historical rates.

Tax Rate for Technology and Safety Levy, Impact on Average Homeowner

Year	Projected AV Growth Rate	Average Home Value (Rounded)	Projected TSL Tax Rate	Projected Tax Paid	Increase Over Current Levy (2022)	Average Annual Increase
2021	---	\$373,000	\$0.84	\$313	---	---
2022	---	\$423,000	\$0.80	\$338	---	---
2023*	5.68%	\$447,000	\$0.92	\$413	\$75	\$75 for 1 year
2024*	5.68%	\$472,000	\$0.98	\$462	\$124	\$62 avg per year after 2 years
2025*	5.68%	\$499,000	\$0.90	\$447	\$109	\$36 avg per year after 3 years
2026*	5.68%	\$528,000	\$0.94	\$498	\$160	\$40 avg per year after 4 years

Tax Rate of All Voter Approved Levies, Impact on Average Homeowner

Year	Projected AV Growth Rate	Average Home Value (Rounded)	Projected Total Tax Rate	Projected Tax Paid	Increase Over Current Levy (2021)	Average Annual Increase
2021	---	\$373,000	\$4.94	\$1,842	---	---
2022	---	\$423,000	\$4.48	\$1,894	\$52	\$52 for 1 year
2023*	5.68%	\$447,000	\$4.47	\$1,998	\$156	\$78 avg per year after 2 years
2024*	5.68%	\$472,000	\$4.40	\$2,080	\$238	\$79 avg per year after 3 years
2025*	5.68%	\$499,000	\$4.76	\$2,379	\$537	\$134 avg per year after 3 years
2026*	5.68%	\$528,000	\$4.77	\$2,514	\$672	\$134 avg per year after 4 years



Resolution 634

- Reauthorize a Replacement Technology and Safety Levy for 2023, 2024, 2025, and 2026.
- Collect \$52.4 million in taxes during this period.
- Results in a projected tax rate of between \$0.90 and \$0.98 per \$1,000 of assessed value, depending on year.
- Presented to voters on the February 8, 2022 election.

Statement on Levy Approval Form

This proposition authorizes the District to continue modernizing District facilities by acquiring, developing installing, and implementing computer technology systems, facilities and projects for operations and instruction, and other capital project expenditures to improve safety and sustainability, and authorizes the following excess levies for such purposes on all taxable property within the District...



NOTICE OF SPECIAL ELECTION
OLYMPIA SCHOOL DISTRICT NO. 111
THURSTON COUNTY, WASHINGTON
FEBRUARY 8, 2022

Official Ballot

2nd Reading and Adoption

NOTICE IS HEREBY GIVEN that on February 8, 2022, a special election will be held in the above-named school district for the submission to the qualified electors of said school district of the following proposition:

PROPOSITION NO. 1

OLYMPIA SCHOOL DISTRICT NO. 111

TECHNOLOGY AND CAPITAL PROJECTS REPLACEMENT LEVY

The Board of Directors of Olympia School District passed Resolution No. 634 concerning this proposition for capital levies. This proposition authorizes the District to continue modernizing District facilities by acquiring, developing installing, and implementing computer technology systems, facilities and projects for operations and instruction, and other capital project expenditures to improve safety and sustainability, and authorizes the following excess levies for such purposes on all taxable property within the District:

Collection Years	Approximate Levy Rate/\$1,000 Assessed Value	Levy Amount
2023	\$0.92	\$11,887,000
2024	\$0.98	\$13,314,000
2025	\$0.90	\$12,875,000
2026	\$0.94	\$14,351,000

Should this proposition be approved?

YES ☐

NO ☐

