

## MeasuneeS Uprdateeonn Assessedl V/aluessandaTraxuRatees

Presenters:
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## Presentation Overview

## Section 1: Current Status of Measure S (Series A Issuance \$188,000,000)

Section 2: Measure S Analysis



## Ballot Language

$\triangleright$ Measure S - "To repair and modernize aging high school classrooms, labs, and school facilities, including deteriorated roofs, plumbing, and electrical systems, complete earthquake safety retrofits, improve campus safety/security, and upgrade career training facilities, science labs, libraries, and technology that support student achievement in math, science, engineering, and skilled trades, shall Orange Unified School District issue \$288,000,000 in bonds, at legal interest rates, with independent citizen oversight, ensuring expended revenues meet the bond guidelines and that no money is used for teacher or administrators' salaries, or other school operating expenses ".

## Excerpts from Tax Rate Statement

1. The best estimate of the tax rate which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the first series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is 2.90 cents per $\$ 100(\$ 29$ per $\$ 100,000$ ) of assessed valuation in fiscal year 2017-18.
2. The best estimate of the tax rate which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the last series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is 2.90 cents per $\$ 100(\$ 29$ per $\$ 100,000)$ of assessed valuation in fiscal year 2022-23.
3. The best estimate of the highest tax rate which would be required to be levied to fund this bond issue, based on estimated assessed valuations available at the time of filing of this statement, is 2.90 cents per $\$ 100$ ( $\$ 29$ per $\$ 100,000$ ) of assessed valuation and is expected to remain approximately the same in each year during the term of repayment of the bonds.
4. The best estimate of the total debt service, including the principal and interest, that would be required to be repaid if all of the bonds are issued and sold is $\$ 590,400,000$. Pursuant to California Education Code Section 15144.1, the ratio of total debt service to principal for each bond series shall not exceed 4 to 1 , and the best estimated ratio of total estimated debt service to principal if all of the bonds are issued is 2.05 to 1 .

## Summary of Measure S General Obligation Bond Program

## Measure S (Election of 2016)

1. Approved by Voters on November 8, 2016
2. Passage Rate: 62.5\%
3. $\$ 288,000,000$ Bond Program Size
4. Series A Bonds: \$188,000,000 Issued in June 2018 (Repayment Ratio: 1.82:1)
5. \$100,000,000 Remaining Voter-Approved Bond Authorization
6. Tax Rates have been below $\$ 29.00$ Per $\$ 100,000$ of Assessed Valuation
7. Final Year of Tax Levy for Series A Bonds: FY 2046-47

## Summary of Measure S Tax Savings Delivered to the Community Thus Far

Measure S Tax Savings Realized to Date

| Tax <br> Year | "Ballot <br> Language" <br> Proposed <br> Tax Rate | Actual <br> Tax Rate <br> Levied | Tax Rate Savings <br> Per $\$ 100,000$ of <br> Assessed <br> Valuation | Tax Rate <br> Savings to |
| :---: | :---: | :---: | :---: | :---: |
| $2017-18$ | $\$ 29.00 / \$ 100,000$ | $\$ 0.00$ | $\$ 29.00$ | Delivered to Entire <br> OUSD Community |
| $2018-19$ | $\$ 29.00 / \$ 100,000$ | $\$ 26.85 / \$ 100,000$ | $\$ 2.048,840$ |  |
| $2019-20$ | $\$ 29.00 / \$ 100,000$ | $\$ 22.88 / \$ 100,000$ | $\$ \$ .12$ | $\$ 779,621$ |
| $2020-21$ | $\$ 29.00 / \$ 100,000$ | $\$ 16.64 / \$ 100,000$ | $\$ 12.36$ | $\$ 2,333,866$ |

Comments or Questions



## Section II Measure S Analysis

## 2020-21 Assessed Valuation for Orange Unified



|  | Year | Assessed Evaluations | Annual \% Change |
| :---: | :---: | :---: | :---: |
|  | 2000 | \$ 15,409,525,117 | 8.88\% |
|  | 2001 | \$ 16,597,662,928 | 7.71\% |
|  | 2002 | \$ 17,723,489,960 | 6.78\% |
|  | 2003 | \$ 18,793,818,430 | 6.04\% |
|  | 2004 | \$ 19,985,449,794 | 6.34\% |
|  | 2005 | \$ 21,420,374,760 | 7.18\% |
|  | 2006 | \$ 23,308,734,152 | 8.82\% |
|  | 2007 | \$ 25,378,248,083 | 8.88\% |
|  | 2008 | \$ 27,309,125,732 | 7.61\% |
|  | 2009 | \$ 28,536,462,843 | 4.49\% |
|  | 2010 | \$ 28,023,466,959 | -1.80\% |
|  | 2011 | \$ 27,636,013,478 | -1.38\% |
|  | 2012 | \$ 27,923,280,855 | 1.04\% |
|  | 2013 | \$ 27,975,902,675 | 0.19\% |
|  | 2014 | \$ 28,886,875,779 | 3.26\% |
|  | 2015 | \$ 30,369,591,805 | 5.13\% |
|  | 2016 | \$ 31,897,492,312 | 5.03\% |
|  | 2017 | \$ 32,888,003,819 | 3.11\% |
|  | 2018 | \$ 34,651,173,838 | 5.36\% |
|  | 2019 | \$ 36,261,455,981 | 4.65\% |
|  | 2020 | \$ 38,135,061,279 | 5.17\% |
|  | 2021 | \$ 39,414,047,000 | 3.35\% |
|  |  | 10-year average | 3.63\% |
|  | Annual Average Since 2000 |  | 4.81\% |


|  | Fiscal Year | 1 |  | 2 |  | 3 |  | 4 |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Original 2016 |  | Conservative |  | Moderate |  | Aggressive |  |
|  |  | AV Growth Assumption | Actual/Projected Tax Rate | AV Growth Assumption | Actual/Projected Tax Rate | AV Growth Assumption | Actual/Projected Tax Rate | AV Growth Assumption | Actual/Projected Tax Rate |
|  | 2018-19 | 4.65\% | \$26.85 | 4.65\% | \$26.85 | 4.65\% | \$26.85 | 4.65\% | \$26.85 |
| Comparison | 2019-20 | 5.17\% | \$22.88 | 5.17\% | \$22.88 | 5.17\% | \$22.88 | 5.17\% | \$22.88 |
|  | 2020-21 | 3.35\% | \$16.64 | 3.35\% | \$16.64 | 3.35\% | \$16.64 | 3.35\% | \$16.64 |
| of Actual | 2021-22 | 4.00\% | \$18.12 | -1.75\% | \$19.18 | 0.00\% | \$18.85 | 2.00\% | \$18.48 |
| and | 2022-23 | 4.00\% | \$18.36 | -1.25\% | \$20.46 | 0.00\% | \$19.85 | 2.00\% | \$19.08 |
|  | 2023-24 | 4.00\% | \$18.36 | 1.00\% | \$21.07 | 2.00\% | \$20.24 | 2.00\% | \$19.46 |
| Projected | 2024-25 | 4.00\% | \$18.35 | 1.00\% | \$21.69 | 2.00\% | \$20.64 | 2.00\% | \$19.83 |
|  | 2025-26 | 4.00\% | \$18.34 | 4.00\% | \$21.68 | 4.00\% | \$20.62 | 4.00\% | \$19.82 |
| Future Tax | 2026-27 | 4.00\% | \$18.34 | 4.00\% | \$21.67 | 4.00\% | \$20.62 | 4.00\% | \$19.82 |
| Rates for | 2027-28 | 4.00\% | \$18.34 | 4.00\% | \$21.68 | 4.00\% | \$20.62 | 4.00\% | \$19.82 |
|  | 2028-29 | 4.00\% | \$18.33 | 4.00\% | \$21.67 | 4.00\% | \$20.61 | 4.00\% | \$19.81 |
| Series A | 2029-30 | 4.00\% | \$18.33 | 4.00\% | \$21.66 | 4.00\% | \$20.61 | 4.00\% | \$19.81 |
|  | 2030-31 | 4.00\% | \$18.33 | 4.00\% | \$21.66 | 4.00\% | \$20.61 | 4.00\% | \$19.81 |
|  | 2031-32 | 4.00\% | \$18.32 | 4.00\% | \$21.65 | 4.00\% | \$20.60 | 4.00\% | \$19.80 |
| Under | 2032-33 | 4.00\% | \$18.32 | 4.00\% | \$21.66 | 4.00\% | \$20.60 | 4.00\% | \$19.80 |
|  | 2033-34 | 4.00\% | \$18.32 | 4.00\% | \$21.65 | 4.00\% | \$20.60 | 4.00\% | \$19.80 |
| Aternative | 2034-35 | 4.00\% | \$18.31 | 4.00\% | \$21.65 | 4.00\% | \$20.59 | 4.00\% | \$19.79 |
| Assessed | 2035-36 | 4.00\% | \$18.31 | 4.00\% | \$21.65 | 4.00\% | \$20.59 | 4.00\% | \$19.79 |
|  | 2036-37 | 4.00\% | \$18.31 | 4.00\% | \$21.65 | 4.00\% | \$20.59 | 4.00\% | \$19.79 |
| Growth Assumptions | 2037-38 | 4.00\% | \$18.31 | 4.00\% | \$21.64 | 4.00\% | \$20.59 | 4.00\% | \$19.79 |
|  | 2038-39 | 4.00\% | \$18.31 | 4.00\% | \$21.64 | 4.00\% | \$20.58 | 4.00\% | \$19.78 |
|  | 2039-40 | 4.00\% | \$18.30 | 4.00\% | \$21.64 | 4.00\% | \$20.58 | 4.00\% | \$19.78 |
|  | 2040-41 | 4.00\% | \$18.30 | 4.00\% | \$21.63 | 4.00\% | \$20.58 | 4.00\% | \$19.78 |
|  | 2041-42 | 4.00\% | \$18.30 | 4.00\% | \$21.63 | 4.00\% | \$20.57 | 4.00\% | \$19.77 |
|  | 2042-43 | 4.00\% | \$18.30 | 4.00\% | \$21.63 | 4.00\% | \$20.58 | 4.00\% | \$19.78 |
|  | 2043-44 | 4.00\% | \$18.30 | 4.00\% | \$21.63 | 4.00\% | \$20.57 | 4.00\% | \$19.78 |
|  | 2044-45 | 4.00\% | \$18.30 | 4.00\% | \$21.63 | 4.00\% | \$20.57 | 4.00\% | \$19.77 |
|  | 2045-46 | 4.00\% | \$18.29 | 4.00\% | \$21.62 | 4.00\% | \$20.57 | 4.00\% | \$19.77 |
|  | 2046-47 | 4.00\% | \$18.29 | 4.00\% | \$21.62 | 4.00\% | \$20.57 | 4.00\% | \$19.77 11 |



## What About the Future?e?



## Comments or Questions

