

# Nebo School District

NOVEMBER 6, 2018

\$298 MILLION BOND

## PHASE 1

Projected to begin in 2019

### MIDDLE SCHOOLS

#### Valley View Middle School

in Salem Hills High area

Construction begins 2019



#### Maple Grove Middle School

in Maple Mountain High area

Construction begins 2020



#### Spring Canyon Middle School

in Springville High area

Construction begins 2020



\$90,000,000 (est.) from bond

## PHASE 2

Projected to begin in 2022

### HIGH SCHOOLS

#### REBUILD

Springville High, Spanish Fork High & Payson High



#### REBUILD First High School

Construction begins 2022



#### REBUILD Second High School

Construction begins 2023



#### REBUILD Third High School

Construction begins 2024



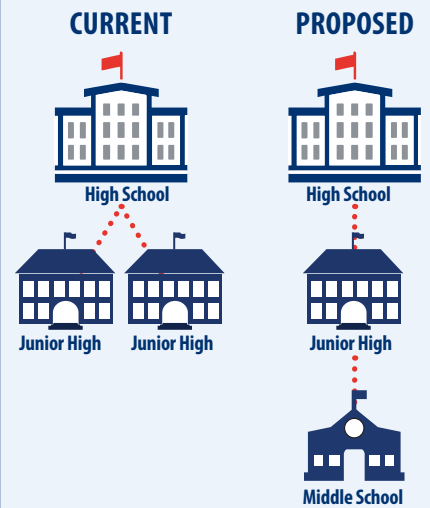
\$208,000,000 (est.) from bond

\$47,000,000 (est.) from district savings

\$255,000,000 (est.) Total

## FACTS TO KNOW

Building Middle Schools creates a Straight Alignment Pattern



No Tax Rate Increase



Bond Money cannot be used for salaries



### LEGEND

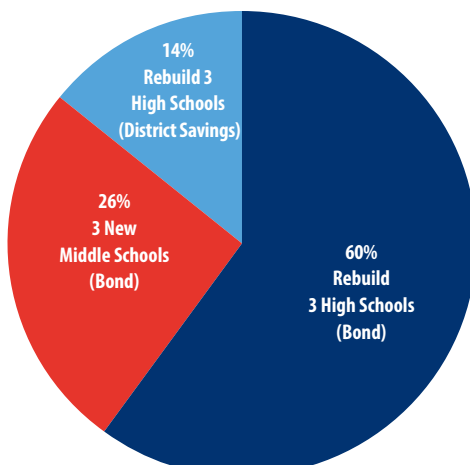
Projected Cost & Completion Time



= \$30,000,000 each  
(18 months to build)



= \$85,000,000 each  
(26 months to build)



### FINANCIAL EXPLANATION

\$90 M 3 New Middle Schools from Bond

\$208 M Rebuild 3 High Schools from Bond

\$47 M Rebuild 3 High Schools Nebo District Savings

Total \$345 M

[www.nebo.edu/Bond2018](http://www.nebo.edu/Bond2018)

# WHAT DOES THE BALLOT LANGUAGE MEAN?

# HOW DOES IT READ ON THE BALLOT?

BELOW IS A BRIEF DESCRIPTION OF WHAT THE OFFICIAL BALLOT LANGUAGE MEANS

The Board expects to issue the bonds over a seven year period. Thus, the planned **TAX RATE** impact from this Nebo District Bond will have **NO INCREASE** on a residence or business.

Nebo District is rapidly paying off existing bonds that were issued in the past. If new bonds are not issued, the taxes needed to payoff existing bonds could gradually decrease over time. However, for the same tax rate effort that taxpayers are currently paying, the District could pay off the old and the new bonds and provide for the needs and growth of the District.

How can Nebo District's tax rate remain the same with the 2018 bond?

- 1 Accelerated growth in assessed value due to new residences and businesses
- 2 Aggressive pay-off of previous bonds over 15 years
- 3 Structuring new bonds in layers keeps debt ratio low and reduces the impact on taxpayers
- 4 Impact of low borrowing rates due to AAA rating, which is comparable to a personal credit score of 850 (FICO)

BELOW IS THE BALLOT LANGUAGE THAT WILL APPEAR ON THE OFFICIAL BALLOT AS REQUIRED BY UTAH STATE LAW

November 6, 2018

### NEBO SCHOOL DISTRICT BOND

Shall the Board of Education (the "Board") of Nebo School District, Utah (the "District"), be authorized to issue General Obligation Bonds in an amount not to exceed Two Hundred Ninety-Eight Million Dollars (\$298,000,000) (the "Bonds") for the purpose of paying all or a portion of the costs to construct or purchase buildings, or purchase school sites, or furnish schools or improve existing school property; said Bonds to be due and payable in not to exceed twenty-one (21) years from the date of issuance of the Bonds?

**PROPERTY TAX COST OF BONDS:**

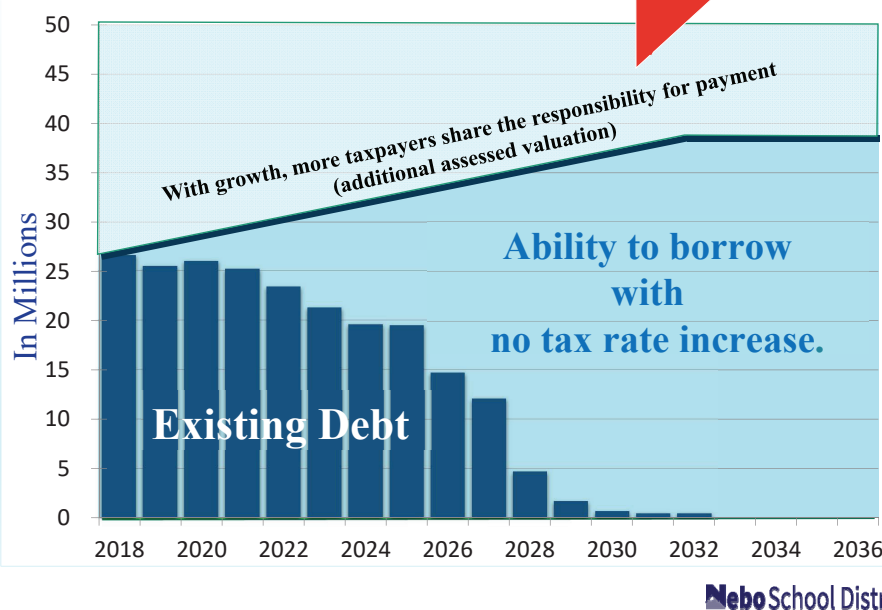
If the Bonds are issued as planned (and without regard to the existing taxes currently paid for existing bonds that will reduce over time), a property tax sufficient to pay debt service on the Bonds will be required over a period of twenty-one (21) years in the estimated average amount of \$311 per year on a \$273,100 residence and in the estimated amount of \$565 per year on a business property having the same value.

The District has other outstanding bonds for which a tax decrease would occur upon the retirement of such outstanding bonds, which may not occur if the proposed Bonds are issued. However, the combination of the retirement of the outstanding bonds and the issuance of the proposed Bonds, as planned, is expected to result in no (0.0) property tax rate increase on residences and businesses within the District from current levels.

The foregoing information is only an estimate and is not a limit on the amount of taxes that the Board may be required to levy in order to pay debt service on the Bonds. The Board is obligated to levy taxes to the extent provided by law in order to pay the Bonds. The amounts are based on various assumptions and estimates, including estimated debt service on the Bonds and taxable values of property in the District.

**[YES] FOR THE ISSUANCE OF BONDS**  
**[NO] AGAINST THE ISSUANCE OF BONDS**

## How Nebo District bonds without a tax rate increase...



## VOTER INFORMATION

Mail-in Registration Deadline:  
(for those not already registered)  
**Oct. 8, 2018**

<https://vote.utah.gov>

Ballots mailed to voters  
approximately Oct. 16

Ballots postmarked by Nov. 5

Email additional questions to:  
[nsdbond@nebo.edu](mailto:nsdbond@nebo.edu)

**Nebo**  
SCHOOL DISTRICT

