

Public Works Buildings Referendum

Financing Details

➤ **Amount to be borrowed:** \$8.5 million dollars

➤ **Term of borrowing:** 30 years

➤ **Interest Rate budgeted:** 3.92%

➤ **Annual Cash Requirements:**

Principal	\$ 193,600
Interest	333,200
Total	\$ 526,800

➤ **Impact on the Average Residential home:**

Average home (2022)	\$ 888,000
Average annual impact	110.60

➤ **Estimated Tax Increase: 7.4% to be funded over 3 years:**

	Tax Increase	Cash Increase
Year 1	2.5%	\$ 37.55
Year 2	2.5%	\$ 37.55
Year 3	2.4%	\$ 35.50

➤ **Long term borrowing provides an opportunity for the District to complete a needed improvement project while minimizing the overall cost to the tax payer**

➤ **Project budget:**

Construction Cost	\$ 10,920,000	
Building Reserve contribution	(750,000)	Financial contribution
COVID-19 Restart Contribution	(1,000,000)	Allowable renovation component
Contingency reduction	(670,000)	Achieved with better cost estimate
<i>Amount to be borrowed</i>	<i>\$ 8,500,000</i>	