



Proposed Bond Issues

The numbers presented in the charts that follow are based on the most recent debt service schedules available and estimated changes in the assessed value of property in Guilford County over the next several years.

The calculations assume all of the additional debt service is paid for through property tax revenue. In reality, a number of factors determine the ultimate property tax rate, such as changes in the level or cost of county services and the performance of other revenue sources such as the sales tax. Any changes made by the Board of Commissioners to existing services or revenues will have an impact on how much property tax is needed to fund the additional debt and the overall property tax rate levied in the county.

“How much could a property owner pay each year for the bonds?” The chart below illustrates the potential cost to a taxpayer for the bond issues in each of the next five years. The shaded line under each bond issue indicates the change from the prior year.

For example, for every \$100,000 of property valuation, the debt payments for the Eastern Guilford High replacement bond would cost a taxpayer \$3.97 in FY 2008-09. The Eastern Guilford debt would cost that same property owner \$9.62 in FY 2009-10, an increase of \$5.66 from the prior year. The amount paid for Eastern Guilford would decrease beginning in FY 2010-11.

How Much Will Someone Pay for Each \$100,000 of Assessed Valuation?

(numbers are rounded)

	FY08-09	FY09-10	FY10-11	FY11-12	FY12-13
Eastern Guilford	\$3.97	\$9.62	\$9.21	\$8.81	\$8.42
<i>Change from Prior Year</i>	\$3.97	\$5.66	-\$0.41	-\$0.40	-\$0.39
All Other Schools	\$18.72	\$42.21	\$50.37	\$72.89	\$72.12
<i>Change from Prior Year</i>	\$18.72	\$23.50	\$8.15	\$22.53	-\$0.78
Jail	\$9.56	\$25.41	\$24.29	\$23.20	\$22.15
<i>Change from Prior Year</i>	\$9.56	\$15.85	-\$1.12	-\$1.09	-\$1.05
GTCC	\$4.63	\$11.60	\$12.69	\$16.97	\$16.19
<i>Change from Prior Year</i>	\$4.63	\$6.97	\$1.09	\$4.28	-\$0.78
Parks & Recreation	\$1.08	\$2.96	\$3.30	\$4.70	\$4.47
<i>Change from Prior Year</i>	\$1.08	\$1.88	\$0.34	\$1.40	-\$0.23
ALL BONDS	\$37.95	\$91.79	\$99.84	\$126.56	\$123.34
<i>Change from Prior Year</i>	\$37.95	\$53.85	\$8.05	\$26.72	-\$3.22

“How much of the total tax rate is needed to fund bond debt?” The following table converts the expected debt payment for each bond into a corresponding tax rate in cents for the next five fiscal years. This helps answer the question, “What tax rate is needed to fund the debt and how much will that change from year to year?” The shaded line under each bond issue indicates the change in the required tax rate from the previous year.

For instance, 0.40 cents would be required in FY 2008-09 to pay for the debt service related to the Eastern Guilford High replacement bond. This would be an increase of 0.40 cents from the current year’s (FY 2007-08) tax rate. In FY 2009-10, 0.96 cents would be required to pay Eastern Guilford debt, an increase of 0.57 cents from the prior year.

What Property Tax Rate (in cents) is Required to Fund the Bonds?					
(numbers are rounded)					
	FY08-09	FY09-10	FY10-11	FY11-12	FY12-13
Eastern Guilford	0.40	0.96	0.92	0.88	0.84
<i>Change from Prior Year</i>	<i>0.40</i>	<i>0.57</i>	<i>-0.04</i>	<i>-0.04</i>	<i>-0.04</i>
All Other Schools	1.87	4.22	5.04	7.29	7.21
<i>Change from Prior Year</i>	<i>1.87</i>	<i>2.35</i>	<i>0.82</i>	<i>2.25</i>	<i>-0.08</i>
Jail	0.96	2.54	2.43	2.32	2.22
<i>Change from Prior Year</i>	<i>0.96</i>	<i>1.58</i>	<i>-0.11</i>	<i>-0.11</i>	<i>-0.11</i>
GTCC	0.46	1.16	1.27	1.70	1.62
<i>Change from Prior Year</i>	<i>0.46</i>	<i>0.70</i>	<i>0.11</i>	<i>0.43</i>	<i>-0.08</i>
Parks & Recreation	0.11	0.30	0.33	0.47	0.45
<i>Change from Prior Year</i>	<i>0.11</i>	<i>0.19</i>	<i>0.03</i>	<i>0.14</i>	<i>-0.02</i>
ALL BONDS	3.79	9.18	9.98	12.66	12.33
<i>Change from Prior Year</i>	<i>3.79</i>	<i>5.38</i>	<i>0.80</i>	<i>2.67</i>	<i>-0.32</i>