

PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

Kenyon-Wanamingo School District No. 2172

Analysis of Tax Impact for Potential Bond Issue - Health & Safety/IAQ Project

July 22, 2025

| Option | Option 1 - Approved LTFM Plan | | Option 2 - Approved + \$1.2 Million | | Option 3 - All Projects | |
|---|-------------------------------|--------------|-------------------------------------|--------------|-------------------------|--------------|
| Bond Issue Amount | \$10,890,000 | \$11,215,000 | \$12,105,000 | \$12,385,000 | \$13,460,000 | \$13,675,000 |
| Project Costs Financed | \$10,674,000 | \$10,674,000 | \$11,874,000 | \$11,874,000 | \$13,209,000 | \$13,209,000 |
| Capitalized Interest (Paid from Bond Proceeds)+ | \$0 | \$320,000 | \$0 | \$275,000 | \$0 | \$210,000 |
| Average Interest Rate | 5.00% | 5.00% | 5.00% | 5.00% | 5.00% | 5.00% |
| Term/Number of Tax Levies | 14 | 20 | 16 | 20 | 17 | 20 |
| Estimated Total Interest | \$5,406,125 | \$9,242,688 | \$6,774,313 | \$10,214,063 | \$8,463,250 | \$11,059,438 |

| Type of Property | Estimated Market Value | Estimated Tax Impact Payable 2026 Compared to Payable 2025* | | | | | |
|--|------------------------|---|--------|--------|--------|--------|--------|
| Residential Homestead | \$100,000 | \$22 | \$6 | \$22 | \$9 | \$22 | \$13 |
| | 150,000 | 41 | 11 | 40 | 16 | 41 | 24 |
| | 200,000 | 59 | 15 | 59 | 24 | 60 | 35 |
| | 225,000 | 69 | 18 | 69 | 28 | 69 | 41 |
| | 250,000 | 78 | 20 | 78 | 31 | 79 | 46 |
| | 275,000 | 88 | 23 | 87 | 35 | 88 | 52 |
| | 300,000 | 97 | 25 | 97 | 39 | 98 | 57 |
| | 350,000 | 116 | 30 | 116 | 47 | 117 | 69 |
| | 400,000 | 135 | 35 | 134 | 54 | 136 | 80 |
| | 450,000 | 154 | 40 | 153 | 62 | 154 | 91 |
| | 500,000 | 173 | 45 | 172 | 69 | 173 | 102 |
| Commercial/Industrial | \$50,000 | \$26 | \$7 | \$26 | \$10 | \$26 | \$15 |
| | 100,000 | 52 | 14 | 52 | 21 | 52 | 31 |
| | 250,000 | 147 | 38 | 147 | 59 | 148 | 87 |
| | 500,000 | 321 | 83 | 319 | 129 | 322 | 190 |
| Agricultural Homestead** (average value per acre of land & buildings) | \$7,000 | \$0.36 | \$0.09 | \$0.36 | \$0.15 | \$0.37 | \$0.22 |
| | 8,000 | 0.42 | 0.11 | 0.41 | 0.17 | 0.42 | 0.25 |
| | 9,000 | 0.47 | 0.12 | 0.47 | 0.19 | 0.47 | 0.28 |
| | 10,000 | 0.52 | 0.14 | 0.52 | 0.21 | 0.52 | 0.31 |
| | 11,000 | 0.57 | 0.15 | 0.57 | 0.23 | 0.57 | 0.34 |
| | 12,000 | 0.62 | 0.16 | 0.62 | 0.25 | 0.63 | 0.37 |
| Agricultural Non-Homestead** (average value per acre of land & buildings) | \$7,000 | \$0.73 | \$0.19 | \$0.72 | \$0.29 | \$0.73 | \$0.43 |
| | 8,000 | 0.83 | 0.22 | 0.83 | 0.33 | 0.84 | 0.49 |
| | 9,000 | 0.94 | 0.24 | 0.93 | 0.38 | 0.94 | 0.55 |
| | 10,000 | 1.04 | 0.27 | 1.04 | 0.42 | 1.04 | 0.62 |
| | 11,000 | 1.15 | 0.30 | 1.14 | 0.46 | 1.15 | 0.68 |
| | 12,000 | 1.25 | 0.32 | 1.24 | 0.50 | 1.25 | 0.74 |

+ To maintain a level tax rate with future years, a portion of the interest payments due in Fiscal Years 2026-27 through 2028-29 would be made from bond proceeds.

* Estimated tax impact includes principal and interest payments on the new bonds. The amounts in the table are based on school district taxes for bonded debt levies only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the homeowner's Homestead Credit Refund ("Circuit Breaker") program. Owners of homestead property may qualify for a refund, based on their income and total property taxes. This will change the net effect of the proposed bond issue for those property owners.

** For all agricultural property, includes a 70% reduction due to the School Building Bond Agricultural Credit. Average value per acre is the total estimated market value of all land & buildings divided by total acres. If the property includes a home, then the tax impact on the house, garage, and one acre of land will be calculated in addition to the taxes per acre, on the same basis as a residential homestead or non-homestead property. If the same property owner owns more than \$3.8 million of agricultural homestead land and buildings, a portion of the property will be taxed at the higher non-homestead rate.