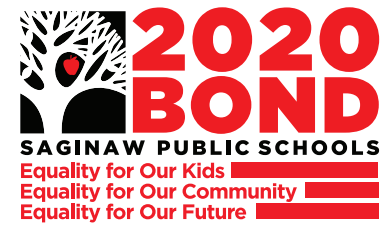


SCHOOL DISTRICT OF THE CITY OF SAGINAW BOND PROPOSAL



Explanation

Shall the School District of the City of Saginaw, County of Saginaw, Michigan, borrow the principal sum of not to exceed Ninety-Nine Million Nine Hundred Fifty Thousand Dollars (\$99,950,000) and issue its general obligation unlimited tax bonds therefor, for the purpose of defraying the cost of:

- Constructing, furnishing and equipping new schools, including a new comprehensive high school and a new Handley elementary school, in the School District;
- Constructing additions to, equipping, furnishing, reequipping, refurbishing and remodeling School District buildings, including Arthur Hill High School for SASA and the existing Saginaw High School as a middle school, including classroom, auditorium, lighting and climate control improvements;
- Acquiring and installing technology infrastructure and equipment; and
- Acquiring, improving and developing sites, including outdoor athletic facilities, playgrounds and structures in the School District?

YES
NO

The estimated millage to be levied in 2021 to service this issue of bonds is 7.00 mills (\$7.00 per \$1,000 of taxable value) and the estimated simple average annual millage rate required to retire the bonds of this issue is 6.78 mills (\$6.78 per \$1,000 of taxable value). The bonds may be issued in multiple series, payable in the case of each series in not to exceed 30 years from the date of issue of such series. The School District currently has \$43,325,000 of qualified bonds outstanding and \$0 of qualified loans outstanding under the State School Bond Qualification and Loan Program. The School District expects to borrow from the program to pay debt service on these bonds. The estimated total principal amount of such borrowing is \$2,413,426 and the estimated total interest thereon is \$3,557,887. The estimated duration of the millage levy associated with that borrowing is 31 years and the estimated computed millage rate for such levy is 7.00 mills. The estimated computed millage rate may change based on changes in certain circumstances.

(Under State law, bond proceeds may not be used to pay teacher or administrator salaries, routine maintenance or repair costs or other school district operating expenses.)

The District will sell bonds totaling \$99,950,000

- The projects to be completed in this program include the following:
- Replace or update aging facilities and infrastructure
 - Stabilize enrollment
 - Create modern learning environments to support updated curricular / extra-curricular programming
 - Provide equitable spaces and programming for our students and increasing student achievement
 - Demolish the majority of the current SASA building, maintaining only the gym and auditorium
 - Relocate SASA to the current Arthur Hill site, co-located with a new Handley Elementary School, creating a gifted and talented campus
 - Build a modern comprehensive high school at the SASA site, which is located in the center of the city

With successful passage of the bond proposal, there will be a 7.00 mill increase to the current millage rate. Zillow 2020 places Saginaw's Average Home Value at \$67,321 which equates to a tax increase of less than \$20/month.