The Village General Obligation Bond Election

January 9, 2018
WHAT IS A GENERAL OBLIGATION BOND?

A general obligation bond (GO) is a municipal bond backed by the credit and taxing power of the issuing jurisdiction rather than the revenue from a given project. General obligation bonds are issued with the belief that a municipality will be able to repay its debt obligation through taxation or revenue from projects. Voters must authorize the City to incur indebtedness and approve the issuance of General Obligation Bonds by the City.

The Village G.O. Bonds, if approved by voters will be repaid from Ad Valorem or Property Taxes by the assessment of a millage against the assessed value of the property.
WHAT IS AD VALOREM TAX?

An ad valorem tax is a tax based on the assessed value of an item such as real estate or personal property. The most common ad valorem taxes are property taxes levied on real estate.
WHAT IS 'MILLAGE RATE’?

The millage rate is the amount per $1,000 used to calculate taxes on property. Millage rates are most often found in personal property taxes, where the expressed millage rate is multiplied by the total taxable value of the property to arrive at the property taxes due.
AD VALOREM TAX IN OKLAHOMA COUNTY, WHO GETS IT?
Oklahoma County Property Tax Dollar Breakdown
Prepared by: LEONARD SULLIVAN, COUNTY ASSESSOR

Where do your tax dollars go?

*County 9.92%

City/County Library 4.34%
City/County Health Dept. 2.16%
City TIF 3.20%

Schools 58.11%
Career Tech & College Tech Centers 13.27%
Cities & Towns 9.00%

*County portion represents all County Offices: Sheriff, Clerk, Assessor, Commissioners, Court Clerk, Treasurer, Departments and Services.

The portion received by Cities & Towns is only for capital improvements and the 9% going to the listed cities and towns is to repay General Obligation Bonds approved by their voters for capital improvements.

Cities do not receive property tax for operating expenses.
What is the current millage rate for the village as compared to our neighbors?

<table>
<thead>
<tr>
<th>The Village</th>
<th>Rate</th>
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</thead>
<tbody>
<tr>
<td>Bethany</td>
<td>111.16</td>
</tr>
<tr>
<td>Midwest City</td>
<td>111.95</td>
</tr>
<tr>
<td>Warr Acres</td>
<td>104.99</td>
</tr>
<tr>
<td>Nichols Hills</td>
<td>125.15</td>
</tr>
<tr>
<td>Edmond</td>
<td>106.06</td>
</tr>
<tr>
<td>Del City</td>
<td>107.43</td>
</tr>
<tr>
<td>Moore</td>
<td>127.31</td>
</tr>
<tr>
<td>Oklahoma City</td>
<td>121.32</td>
</tr>
</tbody>
</table>
WHAT WOULD THE MILLAGE RATE INCREASE BE IF VOTERS APPROVE BOTH G.O. BOND PROPOSITIONS?

• If both Bond Propositions pass, the Tax Rate for The Village would increase approximately 10 mills from 98.09 to approximately 108.09.

• The millage rate can vary over the 20 year life of the bond issue, but the rate will NEVER go above 10 mills.
## HOW THE MILLAGE INCREASE WOULD AFFECT YOUR PROPERTY TAX

<table>
<thead>
<tr>
<th></th>
<th>Tax Impact Assuming 2.0% Annual NAV Growth</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$75,000</td>
</tr>
<tr>
<td><strong>First Year (Max) Levy (mils)</strong></td>
<td>6.48</td>
</tr>
<tr>
<td><strong>Annual Max Tax</strong></td>
<td>$69.77</td>
</tr>
<tr>
<td><strong>Annual Average Tax</strong></td>
<td>$46.97</td>
</tr>
<tr>
<td><strong>Monthly Max Tax</strong></td>
<td>$5.81</td>
</tr>
<tr>
<td><strong>Monthly Average Tax</strong></td>
<td>$3.91</td>
</tr>
</tbody>
</table>
PROPOSITION 1 OVERVIEW

GENERAL OBLIGATION BONDS
PROPOSITION 1 · $8,500,000

- Streets & Sidewalks Unlisted Projects, $2,530,953, 30%
- Sidewalks - Listed Projects, $1,019,537, 12%
- Streets - Listed Projects, $4,949,510, 58%
PROPOSITION 2 OVERVIEW

PROPOSITION 2 - PARKS
$1,880,000

- WAYNE SCHOOLEY PARK, $55,000, 3%
- MEEKER PARK, $150,000, 8%
- JOHNSON PARK, $200,000, 11%
- HARRISON PARK, $350,000, 18%
- DUFFNER PARK, $562,500, 30%
- UNLISTED PROJECTS, $150,000, 8%
- BUMPASS PARK, $412,500, 22%
DETAILS OF WHAT IS CONTAINED IN EACH PROPOSITION IS ON THE HAND OUT ENTITLED:

Bond Transparency Act of 2017
Evidence of Indebtedness Form

This form is available online at www.thevillageok.org
PROPOSITION 3 – ASKING VOTERS TO CONSIDER AUTHORIZING A PERMANENT ½ CENT INCREASE IN SALES TAXES TO BE USED ONLY FOR CAPITAL EXPENDITURES.

PROPOSITION

Shall the City of The Village, Oklahoma be authorized to levy and assess a City excise tax (sales tax) of one half of one percent (0.5%), in addition to all other City, County, and State excise taxes presently being levied or assessed, upon the gross proceeds or gross receipts derived from all sales taxable under the Oklahoma Sales Tax Code; providing that the proceeds of such tax shall be used to fund capital expenditures, all for the use and benefit of the City and any public trust having the City as beneficiary thereof, and/or for the payment of debt service in connection with obligations heretofore issued or to be issued by the City and any public trust having the City as beneficiary thereof to finance or refinance said capital expenditures and related costs; provided that said excise tax shall be levied beginning April 1, 2018, all as more specifically set out in Ordinance No. 732 of the City?

/_______/ Yes - For the Above Proposition

/_______/ No – Against the Above Proposition

IF APPROVED, THE VILLAGE WOULD BE .375 OF A CENT HIGHER THAN OKC SHOPPERS WOULD PAY 38 CENTS MORE THAN IN OKC ON A PURCHASE OF $100
RED = STREET RESURFACING
BLUE = SIDEWALKS
GREEN = PARKS IMPROVEMENTS
ELECTION FAQS

- **When is the Election?** The special election is set for January 9, 2018.

- **Where do I vote?** Voting is at your regular voting precinct.

- **How do I register to vote?** You can call the Election Board at 713-1515 or go online to:
  
  [https://www.oklahomacounty.org/405/Voter-Registration](https://www.oklahomacounty.org/405/Voter-Registration)

  SAMPLE BALLOTS CAN ALSO BE VIEWED AT THE OKLAHOMA COUNTY ELECTION BOARD WEBSITE.