

## **Assumptions for Library Local Option Renewal & Library District Modeling**

### **Library Levy Renewal**

- 1<sup>st</sup> renewal FY 13-17 and 2<sup>nd</sup> renewal FY 18-22
- Must maintain positive fund balance each year
- Rate most sensitive to compression, then GF support, AV and cost growth

### **Library District**

- Establishment of a new permanent rate to replace:
  - Existing Local Option of \$0.89/\$1,000
  - General Fund cash transfer of \$14,293,244 (excludes OTO)
  - Provide sufficient funding for current operations through FY 2022
- Cost structure the same as if County Department
- Must have positive fund balance each year
- District rate sensitive to AV growth and cost growth, relatively insensitive to compression

### **Library District Impact on Other Jurisdictions**

- Based on new permanent rate of \$1.18/\$1,000 permanent rate
- Based on FY 10-11 Certified Values & Rates
- Represents what tax collections would have looked like had there in a Library District in place today

### **Modeling for Possible Rates**

- Existing set of rates continues as is:
  - i.e., Children's Levy renewed at same rate and no new local options
  - Except that Historical Local Option expires after 5 years
- Various scenarios for both renewal and district
- Varied assumptions for:
  - Assessed Value Growth
  - Levy Compression
  - Permanent Rate/District Rate Compression
  - General Fund support level if local option renewal
  - Cost growth
- Selected rate or range based on most probable set of circumstances.