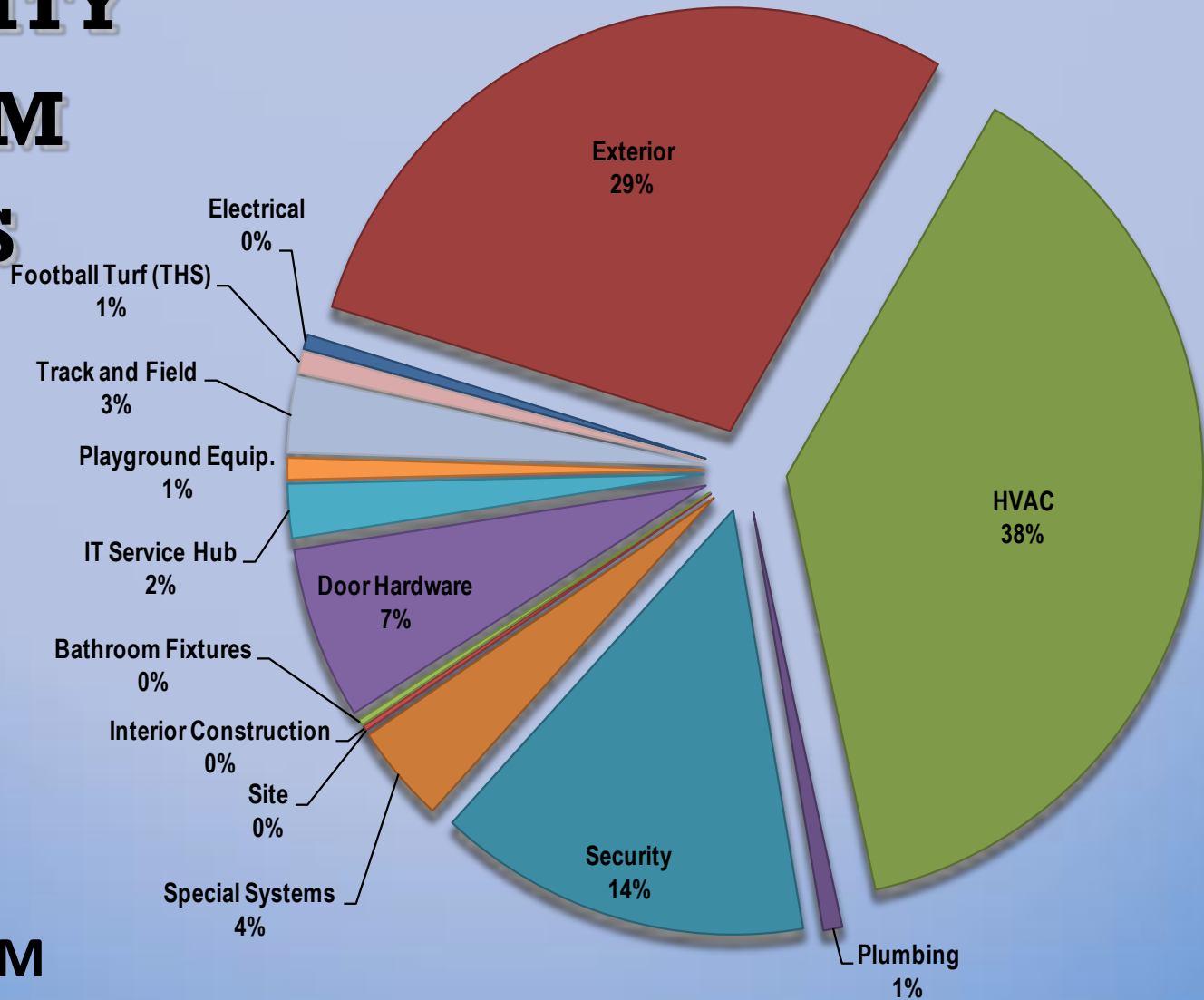


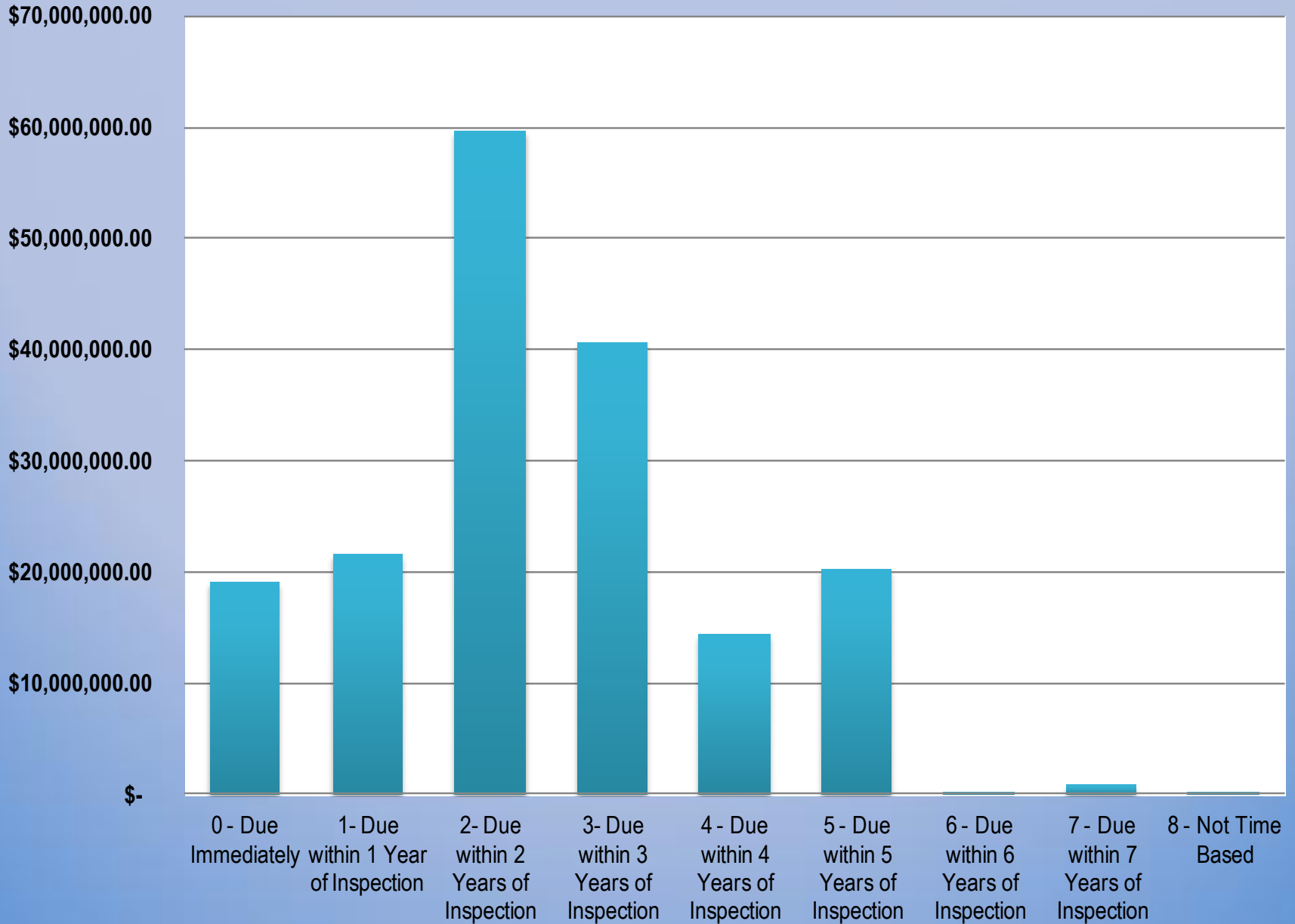
FMP FACILITY SYSTEM NEEDS

Facilities Systems Cost by Type

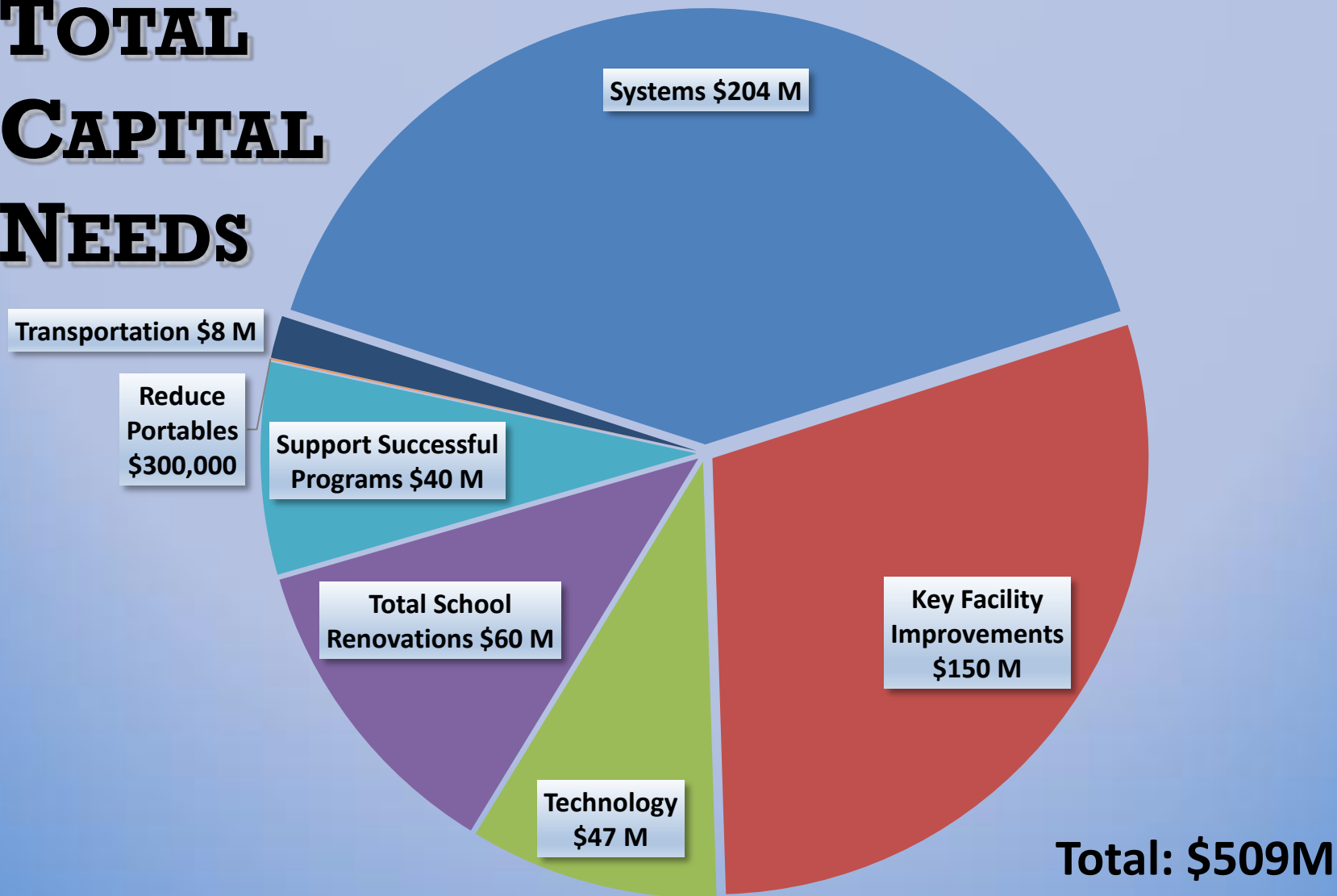


Total \$204M

Costs by Priority/Years



FMP TOTAL CAPITAL NEEDS





TUCSON UNIFIED
SCHOOL DISTRICT

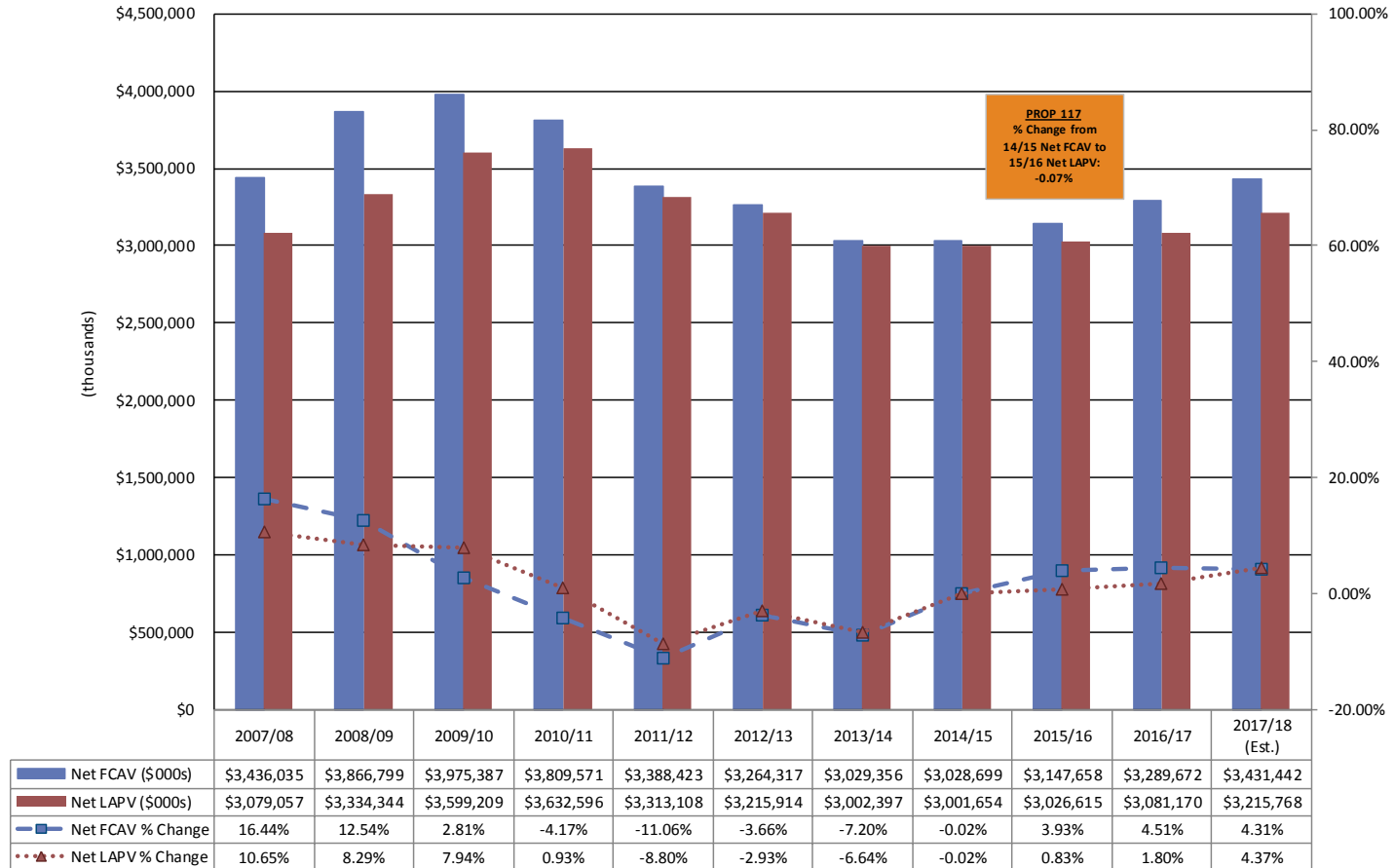
Tucson Unified School District No. 1

General Information and November 2017 General Obligation Bond Election

Governing Board Meeting – June 13, 2017

General Information

	with 2016/17			with 2017/18 (Est.)		
	Net FCAV (\$000s)	Net LAPV	Net AV for Taxes	Net FCAV (\$000s)	Net LAPV	Net AV for Taxes
5-Year Average:	-0.49%	-1.39%	-1.83%	1.11%	0.07%	-0.22%
10-Year Average:	1.41%	1.21%	0.74%	0.20%	0.58%	-0.47%



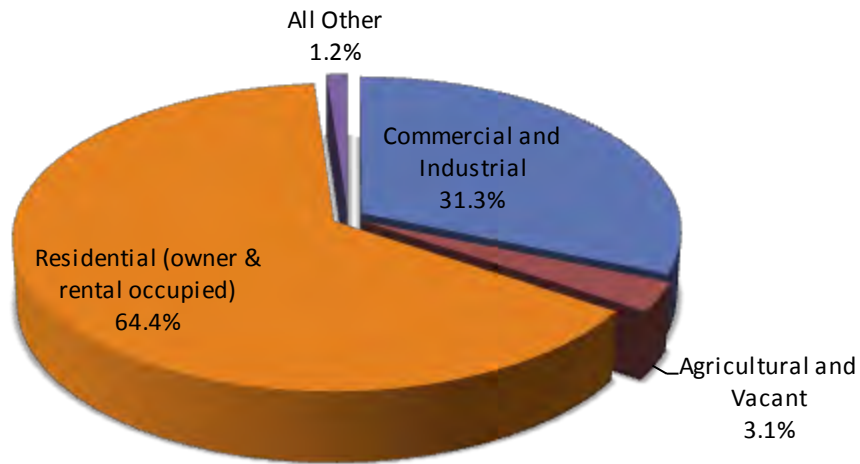
Net FCAV = Net Full Cash Assessed Value (To Calculate Capacity)
 Net LAPV = Net Limited Assessed Property Value (To Calculate Taxes)
 Net AV = Net Assessed Property Value for Secondary Tax Purposes

Source: State and County Abstract of the Assessment Roll, Arizona Department of Revenue and Property Tax Rates and Assessed Values, Arizona Tax Research Association and Pima County Department of Finance & Risk Management.

Assessed Valuation by Property Classification

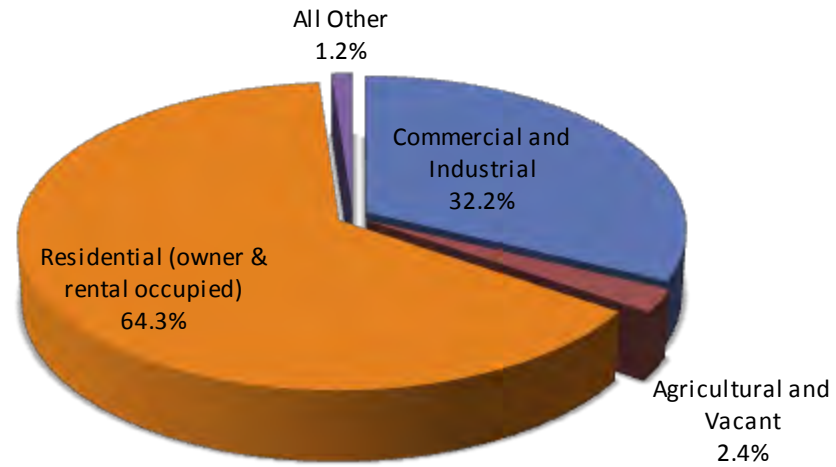
2016/17 Net Limited Assessed Property Value by Property Classification

\$3,081,169,583

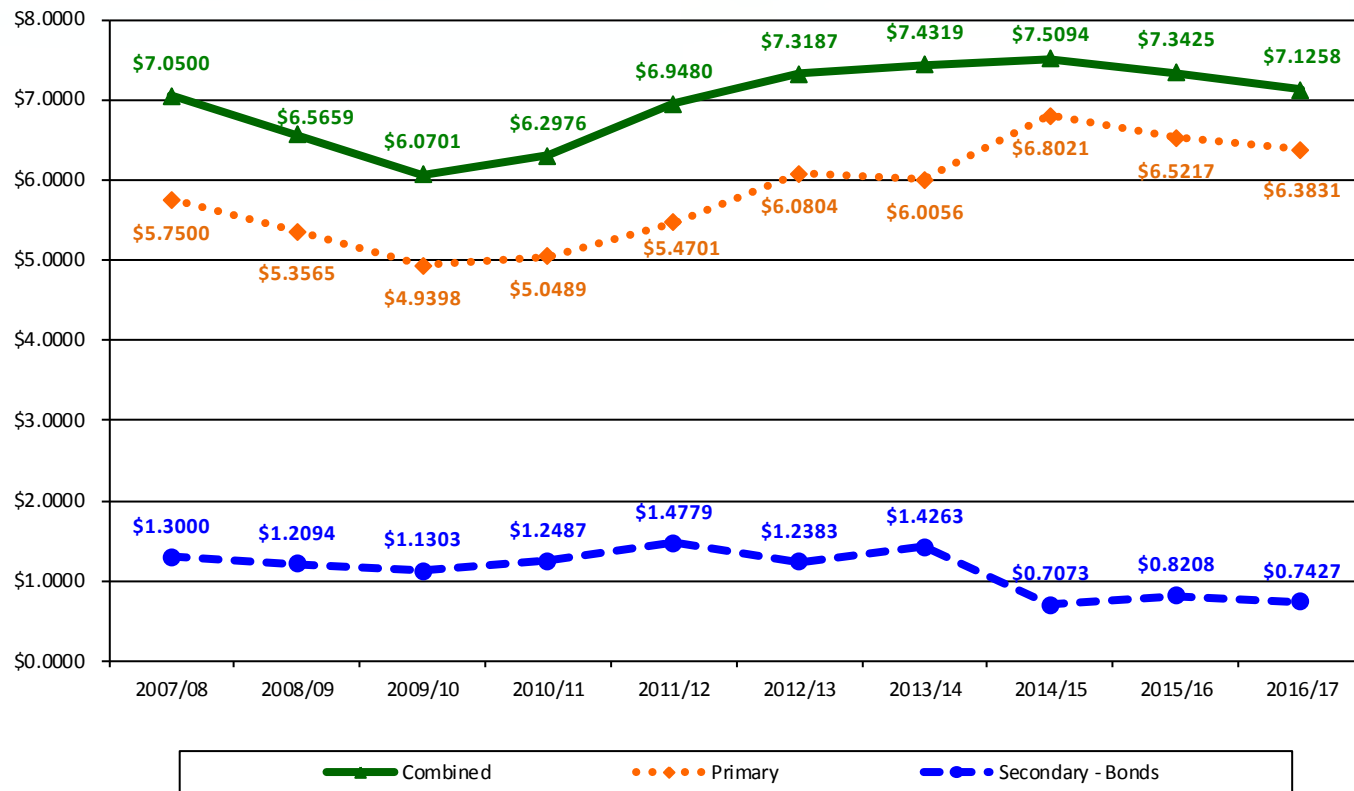


Est. 2017/18 Net Limited Assessed Property Value by Property Classification

\$3,215,767,737



Source: *State and County Abstract of the Assessment Roll*, Arizona Department of Revenue and Pima County Department of Finance & Risk Management.



Five Year Average Tax Rate	
Primary Tax Rate	\$6.3586
Secondary - Bonds	\$0.9871
Combined Tax Rate	\$7.3457

Source: *Property Tax Rates and Assessed Values*, Arizona Tax Research Association and Treasurer of the County.

Principal Amount of Bonds Outstanding (\$000s)

Fiscal Year Ending (July 1)	\$47,000 School Improvement Bonds Project of 2004 Series C (2007) (Class B Bonds) Dated: 9/6/07		\$57,000 School Improvement Bonds Project of 2004 Series D (2008) (Class B Bonds) Dated: 7/31/08		\$67,230 School Improvement Bonds Project of 2004 (Build America Bonds - Direct Payment) Federally Taxable Series E-2 (2010) (Class B Bonds) Dated: 7/14/10		\$45,725 Refunding Bonds Series 2010 (Class A and B Bonds) Dated: 12/22/10		\$28,115 Refunding Bonds Tax-Exempt Series 2011 (Class B Bonds) Dated: 12/21/11		\$63,000 Refunding Bonds Series 2016 (Class B Bonds) Dated: 8/25/16		TOTAL			
	Principal	Coupon	Principal	Coupon	Principal	Coupon	Class A Principal	Class B Principal	Coupon	Principal	Coupon	Principal	Coupon	Class A	Class B	Total
2017	\$2,300	4.500%	\$4,500	4.000%	\$3,575	4.324%	\$1,490	\$1,200	4.000% & 5.000%			\$285	2.000%	\$2,690	\$10,660	\$13,350
2018			2,000	4.000%	3,720	4.617%		55	4.000%	\$2,740	4.000%	2,005	4.000%	55	10,465	10,520
2019					3,865	4.767%		55	4.000%	2,845	5.000%	4,085	4.000%	55	10,795	10,850
2020					4,020	4.967%		60	4.000%	2,995	5.000%	4,165	4.000%	60	11,180	11,240
2021					4,180	5.117%		60	4.000%	3,140	5.000%	4,535	5.000%	60	11,855	11,915
2022					4,390	5.917%		65	4.000%	3,295	5.000%	4,950	5.000%	65	12,635	12,700
2023					4,570	5.917%				3,460	5.000%	5,365	5.000%	0	13,395	13,395
2024					4,800	5.917%				1,045	4.000%	6,070	5.000%	0	11,915	11,915
2025					5,040	5.917%						10,280	5.000%	0	15,320	15,320
2026					5,290	6.312%						11,360	5.000%	0	16,650	16,650
2027					5,555	6.312%						9,900	3.000%	0	15,455	15,455
2028					5,805	6.312%								0	5,805	5,805
2029					6,015	6.312%								0	6,015	6,015
2030					6,405	6.312%								0	6,405	6,405
	<u>\$2,300</u>		<u>\$6,500</u>		<u>\$67,230</u>		<u>\$2,985</u>	<u>\$0</u>		<u>\$19,520</u>		<u>\$63,000</u>		<u>\$2,985</u>	<u>\$158,550</u>	<u>\$161,535</u>
Call Features:	Remaining Bonds Non-Callable	Remaining Bonds Non-Callable	7/1/21 and After Callable 7/1/20 @ par Extraordinary Optional Redemption	Non-Callable	7/1/23 and After Callable 7/1/22 @ par	7/1/27 Callable 7/1/26 @ par										
Insurer:	FGIC	FSA	None	None	None	Build America Mutual										
Purpose:	School Improvements	School Improvements	School Improvements	Advanced Refunding	Advanced Refunding	Advanced Refunding										
Remaining Authorization:																11/2/04 - None
	\$66,455	= Total callable bonds														

School District Class B Bond Limit

- Unified School Districts: Greater of 20% of Net Full Cash Assessed Valuation (NFC AV) or \$1,500 per student based on last fiscal year
- Union High School / Elementary School Districts: Greater of 10% of Net Full Cash Assessed Valuation (NFC AV) or \$1,500 per student based on last fiscal year

Statutory Bonding Capacity Calculation (Current)	
2016/17 District NFC AV:	\$3,289,672,158
Multiply by:	20%
Calculation Base:	\$657,934,431
Less: Outstanding Class B Bonds:	(\$158,550,000)
Total:	\$499,384,431

Statutory Bonding Capacity Calculation (Post July 1)	
Est. 2017/18 District NFC AV:	\$3,431,441,710
Multiply by:	20%
Calculation Base:	\$686,288,342
Less: Outstanding Class B Bonds:	(\$147,890,000)
Total:	\$538,398,342

- Bonding authorization is good for 10 years... Capacity can grow as NFC AV increases and as Class B principal is retired

Estimated Cost to Taxpayer

\$180M Phased Bonding Program - Estimated Cost to Taxpayer

The following tables illustrate the estimated annual and monthly cost to taxpayers, including principal and interest, based on varying types of property, property values and assessed values. To determine your estimated tax increase, refer to your property tax statement which identifies the specific assessed value of your property.

ESTIMATED AVERAGE ANNUAL BOND TAX RATE PER \$100 OF ASSESSED VALUATION: \$0.3759

RESIDENTIAL PROPERTY (Assessed at 10.0%)			
Value for Tax Purposes (a)	2017/18 Assessed Value	Estimated Average Annual Cost (b)	Estimated Average Monthly Cost (b)
\$139,783 (c)	\$13,978 (c)	\$52.54	\$4.38
100,000	10,000	37.59	3.13

The tax impact over the term of the bonds on an owner-occupied residence valued by the County Assessor at \$250,000 is estimated to be \$93.98 per year for 24 years or \$2,255.41 total cost. (d)

COMMERCIAL PROPERTY (Assessed at 18.0%)			
Value for Tax Purposes (a)	2017/18 Assessed Value	Estimated Average Annual Cost (b)	Estimated Average Monthly Cost (b)
\$500,251 (c)	\$90,045 (c)	\$338.48	\$28.21
1,000,000	180,000	676.62	56.39

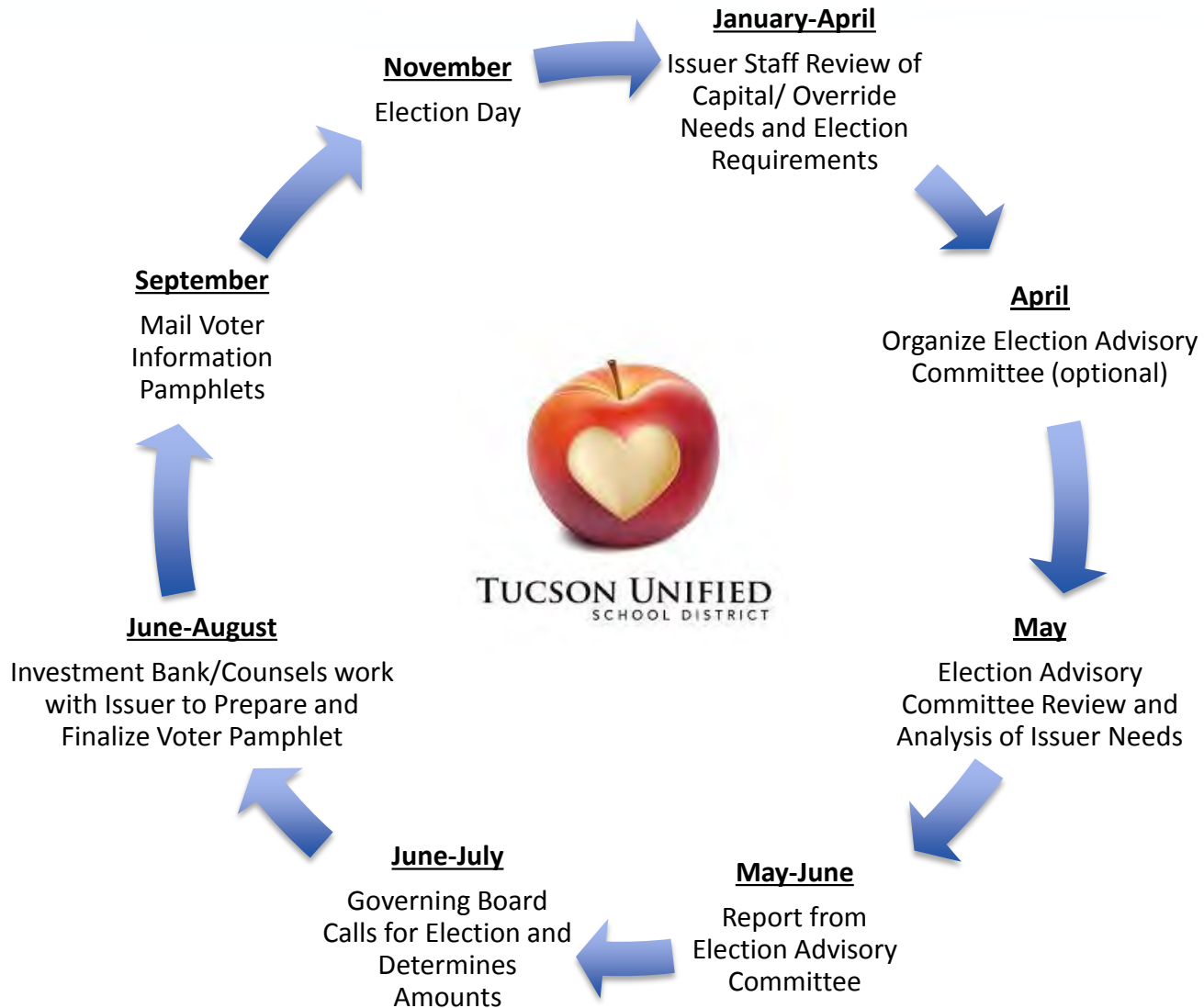
The tax impact over the term of the bonds on an owner-occupied residence valued by the County Assessor at \$1,000,000 is estimated to be \$676.62 per year for 24 years or \$16,238.94 total cost. (d)

AGRICULTURAL AND OTHER VACANT PROPERTY (Assessed at 15.0%)			
Value for Tax Purposes (a)	2017/18 Assessed Value	Estimated Average Annual Cost (b)	Estimated Average Monthly Cost (b)
\$27,966 (c)	\$4,195 (c)	\$15.77	\$1.31
100,000	15,000	56.39	4.70

The tax impact over the term of the bonds on an owner-occupied residence valued by the County Assessor at \$100,000 is estimated to be \$56.39 per year for 24 years or \$1,353.25 total cost. (d)

- (a) Assessor's value for tax purposes is the value of your property as it appears on your tax bill and does not necessarily represent the market value. Beginning with fiscal year 2015-2016, this value cannot increase by more than 5% from the prior year if the property has not changed. For commercial property, only locally assessed property is subject to this limit.
- (b) Cost based on the estimated average tax rate over the life of the bond issues and a number of other financing assumptions which are subject to change.
- (c) Estimated average assessed value of owner-occupied residential properties, commercial properties or agricultural and vacant properties, as applicable, within the District as provided by the Arizona Department of Revenue.
- (d) Assumes the net assessed valuation of the property changes at the lesser of five percent or half the rate of the Issuer's total net assessed value shown on the projected debt service schedule.

Note: The information in this analysis is not intended to be used as the primary basis for determining an issuer's bonding capacity, tax rate or ability to sell bonds. This analysis is based on assumptions provided by sources considered to be reliable, including the issuer, but is not guaranteed as to accuracy and does not purport to be complete. Any information expressed in this analysis is subject to change.



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