METROPOLITAN SCHOOL DISTRICT OF MARTINSVILLE

Preliminary Determination Hearings

September 17, 2026
&
October 15, 2026

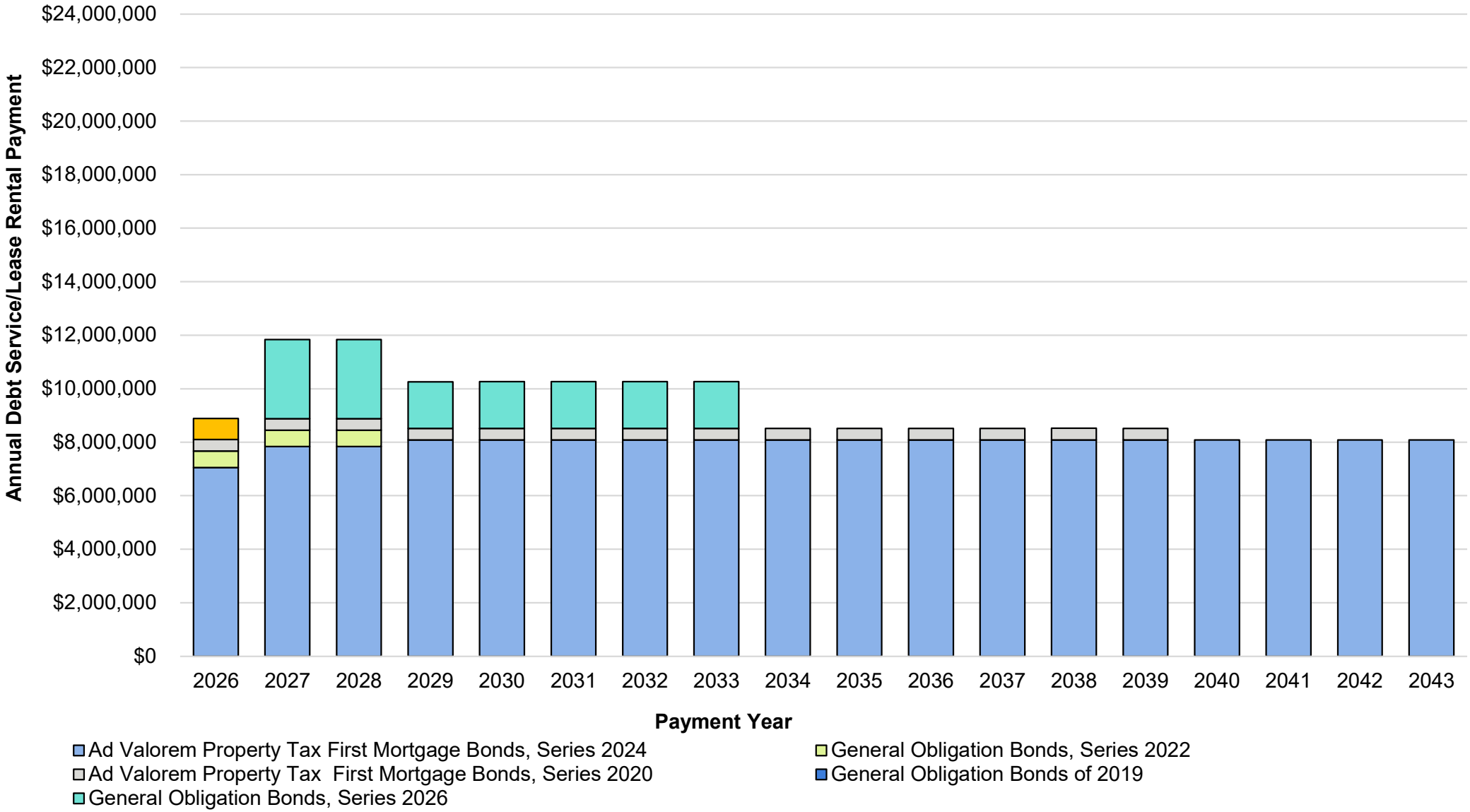


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Existing Debt



Chart of Existing Annual Debt Service/Lease Rental Payments

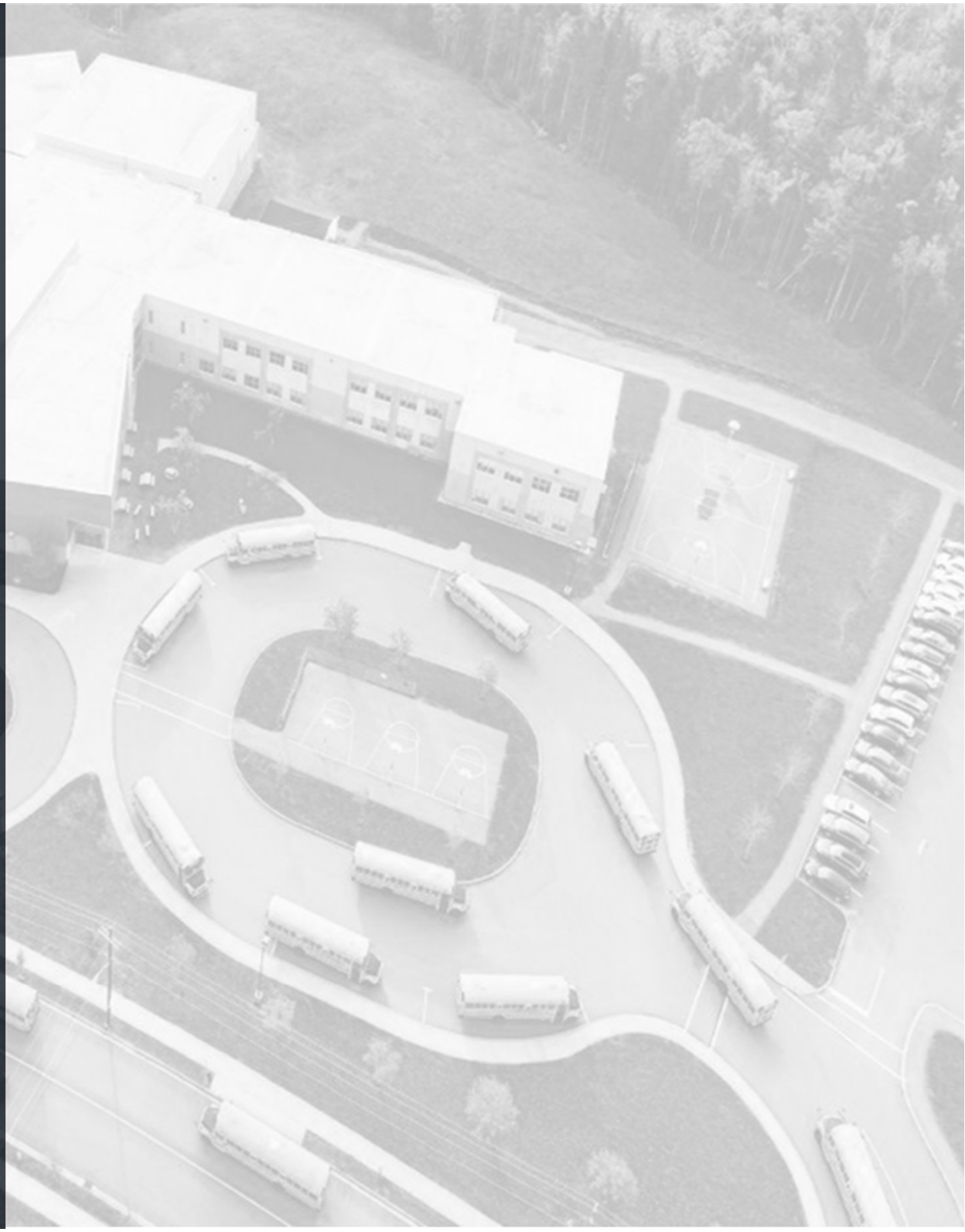


Schedule of Existing Annual Debt Service/Lease Rental Payments

Payment Year	General Obligation Bonds of 2019	Ad Valorem Property Tax First Mortgage Bonds, Series 2020 (1)	General Obligation Bonds, Series 2022	Ad Valorem Property Tax First Mortgage Bonds, Series 2024 (2)	General Obligation Bonds, Series 2026	Total Annual Existing Debt Service/ Lease Rental Payments
2026	$781,600	$433,000	$612,500	$7,059,000		$8,886,100
2027		437,000	605,400	7,843,000	$2,953,525	11,838,925
2028		437,000	602,600	7,845,000	2,950,500	11,835,100
2029		433,000		8,086,000	1,744,100	10,263,100
2030		434,000		8,089,000	1,745,700	10,268,700
2031		434,000		8,086,000	1,744,900	10,264,900
2032		434,000		8,088,000	1,741,700	10,263,700
2033		434,000		8,089,000	1,746,000	10,269,000
2034		433,000		8,088,000		8,521,000
2035		437,000		8,085,000		8,522,000
2036		436,000		8,085,000		8,521,000
2037		434,000		8,086,000		8,520,000
2038		437,000		8,088,000		8,525,000
2039		435,000		8,085,000		8,520,000
2040				8,086,000		8,086,000
2041				8,086,000		8,086,000
2042				8,089,000		8,089,000
2043				8,089,000		8,089,000
Totals	$781,600	$6,088,000	$1,820,500	$144,052,000	$14,626,425	$167,368,525

(1) Bonds maturing on or after July 15, 2030 are redeemable prior to maturity.
(2) Bonds maturing on or after July 15, 2035 are redeemable prior to maturity.

Proposed Financing Information



Summary of Proposed Financing Information

Proposed First Mortgage/General Obligation Bonds	
Maximum Borrowing Amount:	$60,000,000
Assumed Repayment Term:	20 years, per series
Estimated Interest Cost (1):	$35,165,000
Estimated Increase above the Estimated 2027 Debt Service Tax Levy (3)(4):	**$5,017,836**
Estimated Increase above the Estimated 2027 Debt Service Tax Rate (3)(4):	**$0.2020**

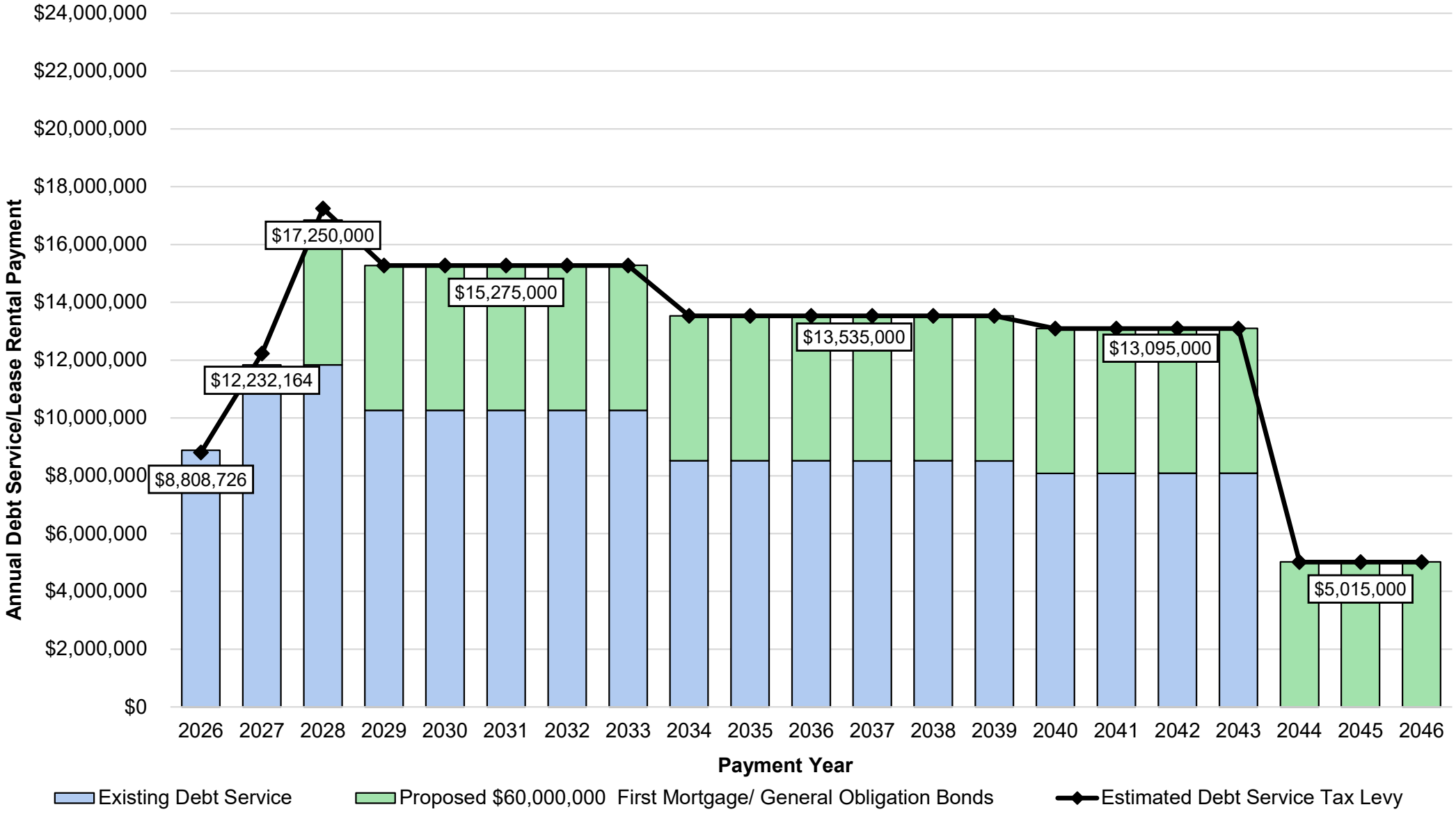
(1) Based upon assumed interest rates of 5.0% and estimated repayment term of approximately 20 years. The maximum interest rate is set at 7.0%. The maximum interest expense based upon the maximum interest rate and maximum repayment term is $51,425,000.

(2) Represents the estimated increase over the estimated 2027 debt service tax levy and rate of $12,232,164 and $0.4924, respectively. Assumes license excise tax is allocated to the Operations Fund beginning in 2027.

(3) Based upon the 2027 certified net assessed valuation of $2,484,046,674 with no assumed growth in 2028 and thereafter. Per $100 of net assessed valuation. Actual tax rates will vary based upon other factors such as net assessed valuation, available and authorized operating balance and actual tax collections. The maximum tax rate based upon the maximum annual payment of $6,500,000 is $0.2617.

Note: SEA 1 (2025) was signed into law on April 15, 2025, and includes several changes impacting property taxes in the coming years. SEA 1 restructures homestead deductions and adds additional homestead credits, adds deductions for properties subject to the 2% tax cap, increases the agricultural land capitalization rate, increases the exemption threshold for business personal property and eliminates the 30% floor for new business personal property. These changes may result in a decrease in the net assessed valuation or significantly slow the growth in net assessed valuation. A decrease in net assessed valuation is likely to result in an increase in tax rates. This report assumes no net assessed valuation change after 2026. Actual tax rates will fluctuate with fluctuations in net assessed valuation.

Existing and Proposed Annual Debt Service/Lease Rental Payments



Refer to the footnotes on slide 6 for important notes and assumptions.

SUMMARY OF ESTIMATED ANNUAL TAXPAYER IMPACT (2028)

Market Value of Home (Gross Assessed Value)	Net Assessed Value (1)	$0.2020 Debt Service Tax Rate Increase
$100,000	$33,600	$67.87
150,000	57,600	116.35
200,000	81,600	164.83
232,500 (2)	**97,200**	**196.34**
300,000	129,600	261.79
400,000	177,600	358.75
500,000	225,600	455.71
Per 1 Acre of Agricultural Land (3)	1,717	3.47
Per $100,000 Non-Homestead Residential & Long-Term Care Property	$81,000	163.62
Per $100,000 Commercial & Industrial Property	$100,000	202.00

Note: The above impacts assume properties are not hitting the circuit breaker tax cap. Assumes pay 2028 deductions as found in SEA 1. Actual impacts will vary depending upon actual assessed valuations and resulting tax rates and where a taxpayer falls in relation to its tax cap.

(1) Assumes pay 2028 deductions as found in SEA 1, which includes a $30,000 standard deduction and 52% supplemental deduction for homesteads and a 19% deduction for agricultural land and non-homestead residential & long-term care property. Assumes no deductions on commercial and industrial property.
(2) Estimated median home value within the School Corporation, per the U.S. Census Bureau.
(3) Per the Department of Local Government Finance, the base rate for agricultural land is $2,120/acre for taxes payable in 2028. Actual value will vary based on productivity factors.

Jeff Hammond
Director

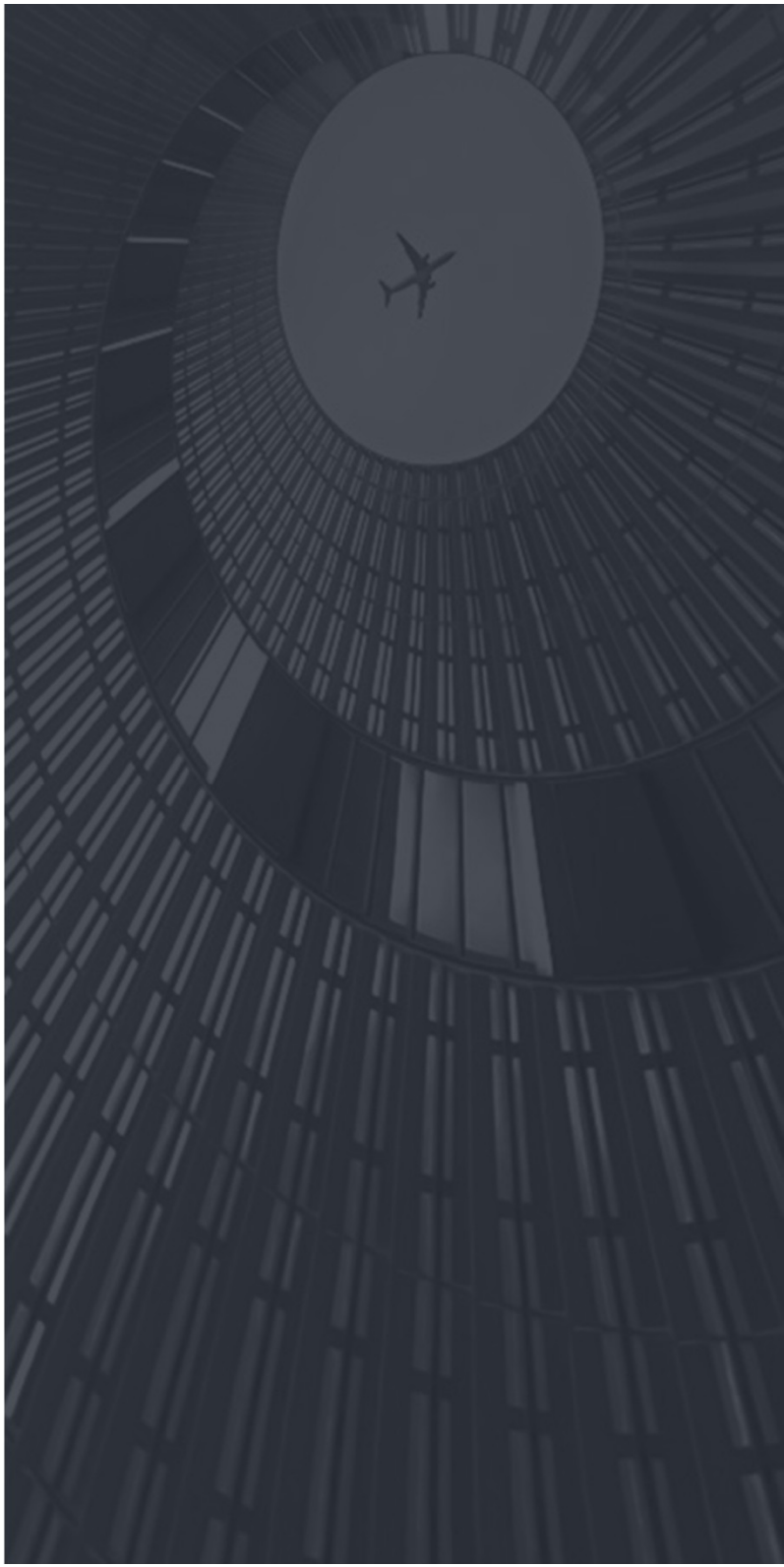
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