



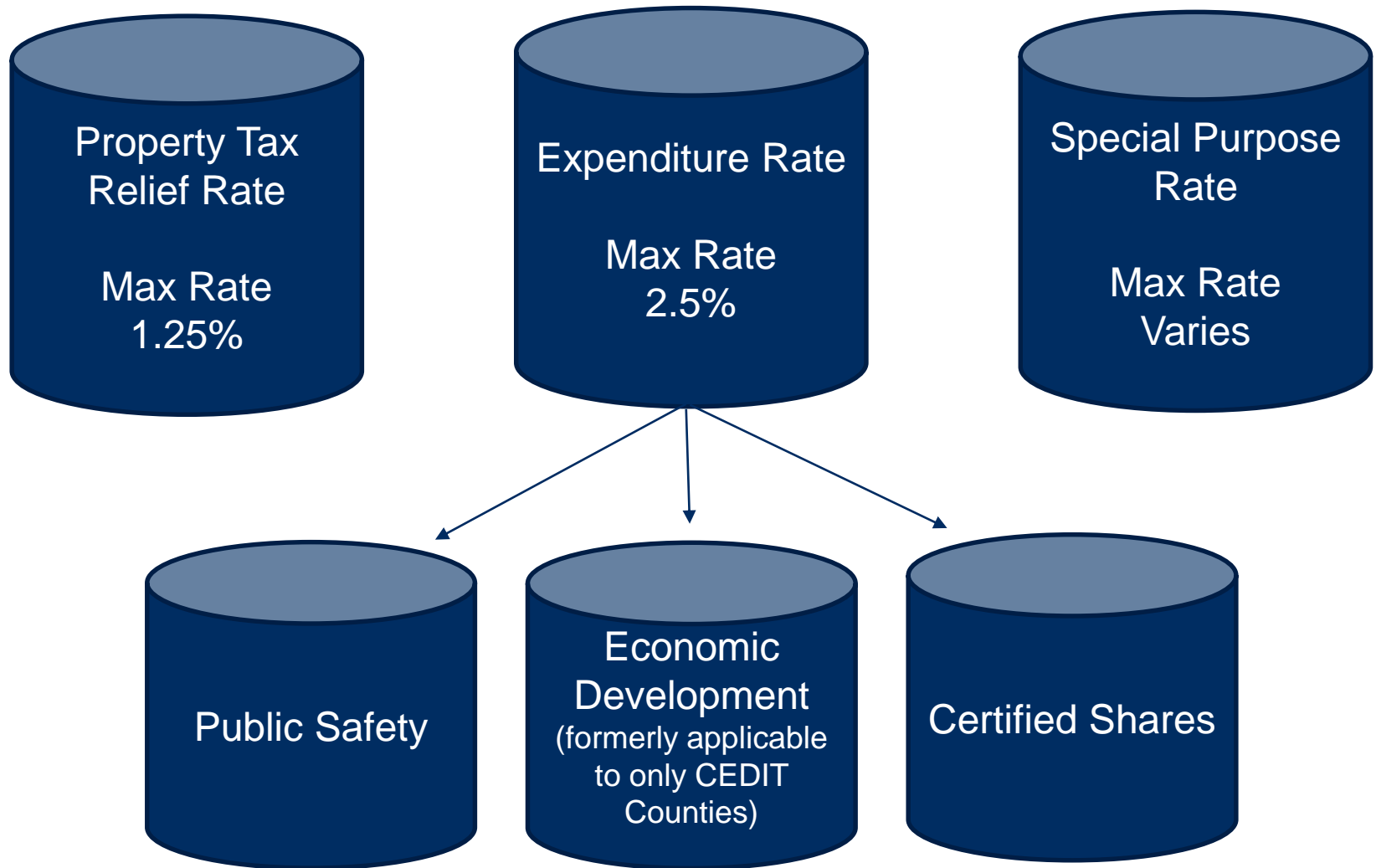
Smart decisions. Lasting value.™

Vigo County Sheriff's Office & Jail

August 1, 2018

Local Income Tax

Local Income Tax Components



Current Local Tax

- **Current Local Income Tax (Currently in place as of 1/1/2018)**

- Expenditure Rate

- Maximum Rate: 2.5%

- School Corporation, Civil Taxing Units and Certified Shares

- Vigo County: 0.75% (0.25% School Corporations and Civil Taxing Units, 0.50% Certified Shares-PTRC)

- Public Safety

- Economic Development

- Vigo County: 0.50%

- Total Existing Rate: 1.25%

Date of Ordinances

Adopted Date	Effective
January 1 – August 31	October 1 of same year
September 1 – October 31	January 1 of the following year
November 1 – December 31	October 1 of the following year

- Proposed Ordinance has effective date of January 1, 2019

2019 Estimated Local Income Tax Receipts Up 6.4% Over 2018 Distributions

	IC 6-3.6-6-3(a)(2) Distribution	Certified Shares Distribution	Total Expenditure Rate – Certified Shares Distribution	Economic Development Distribution	Total Local Income Tax
2018 Actual All Units	\$ 4,910,539	\$ 9,821,078	\$ 14,731,617	\$ 10,099,821	\$ 24,831,438
2019 Estimate All Units	\$ 5,303,782	\$10,607,565	\$ 15,911,347	\$ 10,622,664	\$ 26,534,011
2018 Actual Vigo County	\$ 1,575,243	\$ 4,198,837	\$ 5,774,080	\$ 5,145,110	\$ 10,919,190
2019 Estimate Vigo County	\$ 1,704,784	\$ 4,520,880	\$ 6,225,664	\$ 5,396,475	\$ 11,622,139

Total Estimated Revenue From Proposed LIT Increase

	.25% Special Jail (25 Years Max)	.20% Special Jail (20 Years)	.10% PSAP	.20% Public Safety LIT	.75% Total Proposed LIT
Vigo County	\$ 5,311,332	\$ 4,249,066	\$ 2,124,533	\$ 2,045,634	\$ 13,730,565
Fayette Township				5,562	5,562
Linton Township				3,608	3,608
Nevins Township				3,870	3,870
Otter Creek Township				14,598	14,598
Pierson Township				5,392	5,392
Terre Haute				1,930,778	1,930,778
Riley				1,268	1,268
Seelyville				3,689	3,689
West Terre Haute				32,223	32,223
Honey Creek Fire				121,334	121,334
New Goshen Fire				9,209	9,209
Lost Creek Fire				6,584	6,584
Prairieton Fire				15,341	15,341
Riley Fire				23,881	23,881
Sugar Creek Township Fire				26,094	26,094
TOTAL				\$ 4,249,066	\$ 15,933,997

Proposed Jail Financing and Operational Expenses

\$66.0 M Project Fund Debt Service, 20 Year Amortization

- Key Assumptions
 - Closing date of 10/1/18
 - Capitalized interest through 2/1/20
 - Fully funded debt service reserve fund
 - Interest rates based off of “A” rates plus 100 basis points
 - \$66.0 M project fund
 - 20 year amortization

\$66.0M Project Fund Sources and Uses

20 Year Amortization

Estimated Sources of Funds	
Par Amount	\$ 77,685,000
Total Estimated Sources of Funds	\$ 77,685,000
Estimated Uses of Funds	
Project Fund	\$ 66,000,000
Debt Service Reserve Fund	\$ 6,231,663
Capitalized Interest Fund	\$ 4,175,467
Cost of Issuance	\$ 500,000
Underwriter's Discount	\$ 776,850
Additional Proceeds	\$ 1,020
Total Estimated Uses of Funds	\$ 77,685,000
Maximum Annual Debt Service	\$ 6,231,663
150% of Maximum Annual Debt Service	\$ 9,347,495

Estimated Additional Operating Costs

	Lower Estimated Costs	Higher Estimated Costs
Staffing Costs (30 – 38 Addl. Personnel @ \$67,500/annual salary + benefits)	\$ 2,025,000	\$ 2,565,000
Food & Supplies	\$ 250,000	\$ 300,000
Medical	\$ 85,000	\$85,000
Utilities	\$ 200,000	\$ 300,000
Total Estimated Additional Operating Expenses	\$ 2,560,000	\$ 3,250,000

Summary of Funding Needs

Proposed Estimated Debt Service Revenues and Uses

Proposed Revenues	
.25% Special Jail Tax (25 Years) Only for debt service	\$ 5,311,332
.20% Special Jail Tax (20 Years) May be used for operating	\$ 4,249,066
Total	\$ 9,560,398
Debt Service	
Estimated Max. Debt Coverage Needed	\$ 9,347,495
Estimated Max. Debt Service	\$ 6,231,663

Proposed Estimated Operating Revenues and Expenses

Proposed Revenues	
.20% Public Safety LIT	\$ 2,045,634
.10% PSAP (Expects to free up approx. \$1,000,000 General Fund \$)	\$ 1,000,000
Total	\$ 3,045,634
Estimated Expenses	
Low Estimate of Additional Operating Expenses	\$ 2,560,000
High Estimate of Additional Operating Expenses	\$ 3,250,000

Your Team



Tim Berry
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Thank You