



Replacement Capital and EP&O Levies

February 8, 2022





We will review:

- The difference between and EP&O and Capital Levy
- What each levy pays for, and projects included
- The tax rate implications of passing the levies





Educational Programs and Operations Levy (EP&O)

- Covers basic educational and operational costs not covered by the state
- Essential for day-to-day functioning of schools
- Includes special education, nurses, counselors and salaries.

Capital Levy

- Covers highest priority technology and facility needs
- Includes safety and security upgrades, facility maintenance and equal access to educational programs

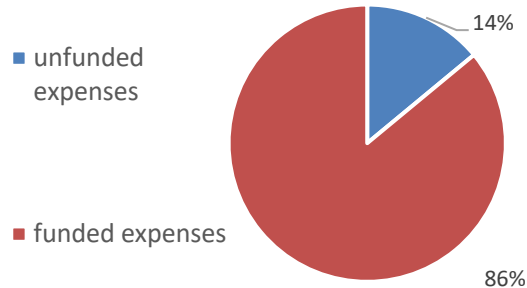




PROPOSITION 1:

Replacement Educational Programs and Operations Levy (EP&O)

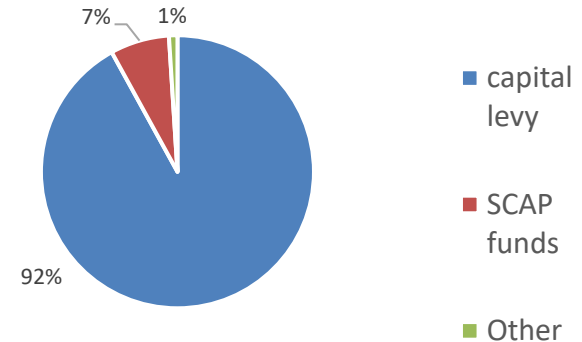
- 4-year levy; funds collected 2023-2027
- Accounts for approximately 14% of Everett Public School's general fund revenue



PROPOSITION 2:

Replacement Capital Levy

- 6-year levy; funds collected 2023-2029
- Accounts for approximately 92% of Everett Public School's capital fund revenue





EP&O

The state provides funding, but it does not fully cover the expense.



State pays for:



3 Nurses

\$35 million

Special Education costs

\$400,000

Student & Staff safety costs

\$4.3 million

Counselor costs

District must pay for:



9 Nurses

\$10 million

Special Education costs

\$4.4 million

Student & Staff safety costs

\$3.6 million

Counselor costs



EP&O Rates if Passed

- 2023 - \$65,500,000 at a rate of \$2.20 per \$1,000 AV
- 2024 - \$67,000,000 at a rate of \$2.15 per \$1,000 AV
- 2025 - \$69,000,000 at a rate of \$2.14 per \$1,000 AV
- 2026 - \$71,000,000 at a rate of \$2.14 per \$1,000 AV



| Calendar Year | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| EP&O Levy | \$3.31 | \$3.11 | \$3.07 | \$2.62 | \$1.50 | \$1.92 | \$1.97 | \$1.93 | \$2.20 | \$2.15 | \$2.14 | \$2.14 |



Capital Levy

Total: \$325.5 million

Technology



Our students benefit from ongoing integration of technology into their learning.

\$ 96 million

Increased safety and security



Our students will learn in buildings that are made to be safer and more secure.

\$ 2 million

Equal access, same experience



Every student will have the same opportunity to learn in well-functioning, safe and modern spaces.

\$ 172 million

Maintenance and mandatory upgrades



Our facilities are valuable community assets and must be maintained to increase their life expectancy and comply with state mandated upgrades.

\$ 54 million



Technology



- Maintain 1:1 program by ensuring devices stay updated, supported and properly maintained.
- Ensure classroom, building and district technology stays updated and capable of current and future needs.
- Ensure staff have the resources, skills, and support to enhance instructional design and engage students as creators and collaborators.
- Ensure families have adequate home internet access and Wi-Fi.
- Maintain district systems and online subscriptions



Increased safety and security



- Install security fencing at Everett High School and Cascade High School
- Upgrade security systems at 11 sites
- Upgrade fire alarm systems at Mill Creek and Silver Firs elementaries and Everett High Science Building





**Equal access,
same experience**



- Replace Madison and Jackson elementary schools
- Replace Cascade High Science Building for science classrooms and Aerospace & Advanced Manufacturing Pathway
- Upgrade two classrooms at Jackson High for science programs and Information and Communication Pathway
- Modernize classrooms and cafeteria at Everett High Auditorium Building
- Upgrade cafeteria and kitchen at Cascade High



Maintenance and mandatory upgrades



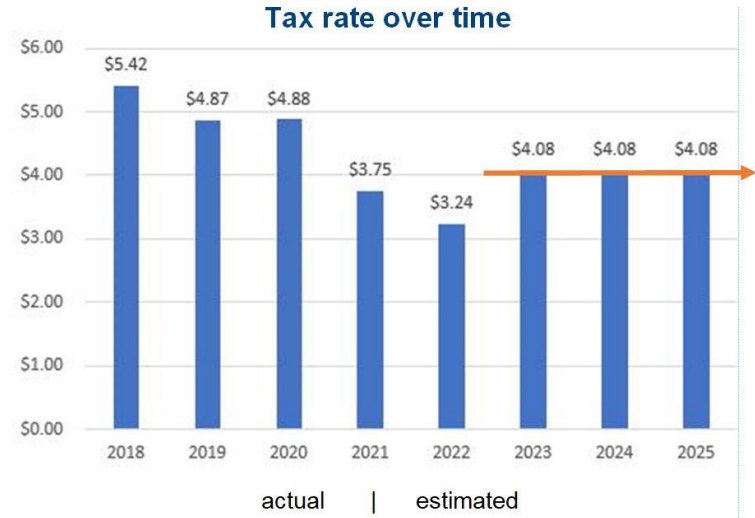
- Upgrade HVAC controls at four sites
- Clean Buildings Act upgrades district-wide
- Replace roofing at six schools
- Replace flooring at Emerson and Silver Firs elementary schools
- Replace aging playground equipment at eight elementary schools
- New Reader boards at 19 schools
- Replace freezers and coolers at Jackson and Cascade high schools
- Replace bleachers at Jackson and Cascade high schools





How much will the levies cost?

| Tax Year | Proposed EP&O Levy | Proposed Capital Levy | Debt from prior capital bonds | Combined tax rate |
|----------|-------------------------------|-----------------------|-------------------------------|-------------------|
| 2023 | \$ 2.20 | \$ 1.18 | \$0.70 | \$ 4.08 |
| 2024 | \$ 2.15 | \$ 1.75 | \$ 0.18 | \$ 4.08 |
| 2025 | \$ 2.14 | \$ 1.75 | \$ 0.19 | \$ 4.08 |
| 2026 | \$ 2.14 | \$ 1.73 | \$ 0.21 | \$ 4.08 |
| 2027 | \$ 2.14 (future EP&O levy) | \$ 1.76 | \$ 0.18 | \$ 4.08 |





How much will the levies cost?

How to calculate total cost on a \$500,000 home



$$\$500,000 / 1,000 = \$500$$

CURRENT

$\$500 \times \3.24 (current tax rate) = \$1,620 per year
 $\$1,620 / 12$ (months) = **\$135 per month**

IF APPROVED

$\$500 \times \4.08 (proposed tax rate) = \$2,040 per year
 $\$2,040 / 12$ (months) = **\$170 per month**



Summary

- Replacement EP&O Levy and Replacement Capital Levy will be on the ballot February 8
- Ballots will be mailed to homes on January 20
- Both levies are covering costs of projects and expenses that are needed to have safe, equitable and appropriately sized spaces for our students to learn.
- If both levies pass your school district tax rate will be \$4.08 per \$100,000 AV starting in January 2023.





Questions?

