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JUN 25 2024

BY: *[Signature]*

Dear Mayor, City Administrator, and City Council Members,

It seems that some of us have set a maximum price on the Fire Station and are not willing to consider all the financial information provided by the City 's advisor, Speer Financial. Instead of being bogged down with the price tag of the new Fire Station, the Council should concentrate on what the actual cost to the taxpayer would be, given the various bond options presented by Speer Financial.

The Council approved a Debt Service Levy of \$1.40/1,000 for the 2023-24 Fiscal Year and \$1.37/1,000 for the 2024-25 Fiscal Year. The 23-24 fiscal year taxes have already been collected and the Levy for the 24-25 Fiscal Year are part of the budget and will be collected this September and next March. This was based on the issuing of \$4.5 Million of General Obligation Bonds to be paid back over fifteen years.

I have attached two Items for your consideration. The first chart shows the money available for the construction of the Fire Station if the City Council chooses to issue \$4 Million in G. O. Bonds. With FEMA, Insurance, and the bond sale the City would have \$5,404,037 available for construction of the station project.

The second Chart shows where the money would come from to re-pay the bonds and interest. The bonds (\$4 million) and interest (\$1.640,925) would be \$5,640,925. You can see \$4,520,425 or 80% of the funding would come from TIF. It would not be possible to use TIF if the destruction of the old station were not caused by a natural disaster.

Speer Finical shows \$555,000 (10%) funded by the Benton-Linn Fire District.

The Pre-Levy for 23-24 Fiscal Year, \$162,763 has already been collected.

The Pre-Levy for 24-25 Fiscal Year, \$137,237 has been levied and will be collected.

This leaves \$265,500 to be collected in the following two years. The total amount of Property taxes required to retire the bonds is \$565,500. This is what the citizens of Atkins would actually pay for a \$5,404,037 Fire Station. Less than 10 cents on the dollar!

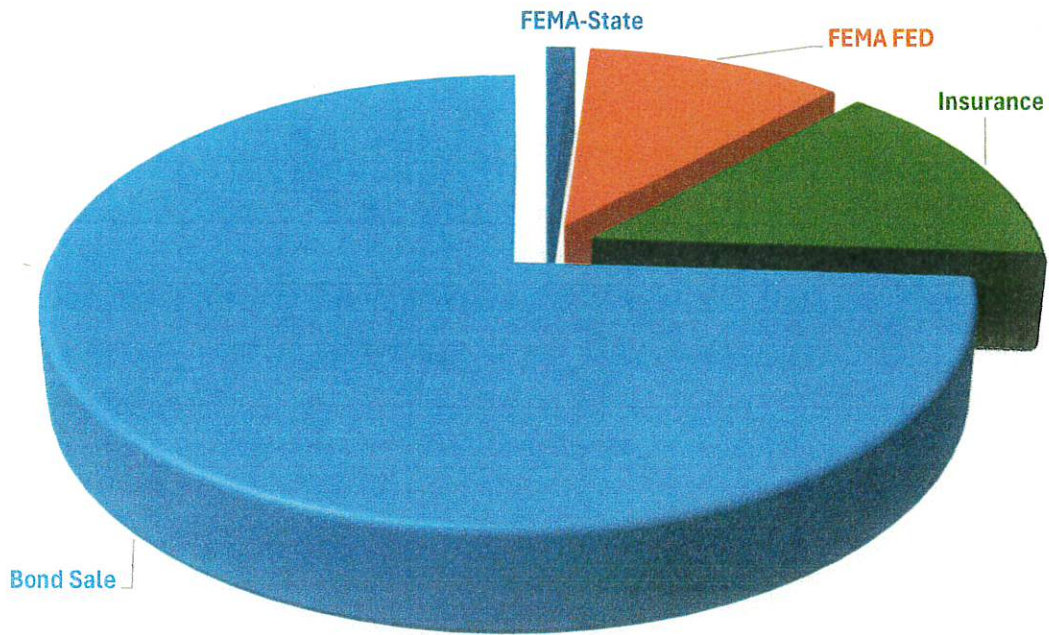
My hope is that the Council will proceed by approving the original plans with changes previously discussed and provide the citizens and Fire Department members with a station that meets their needs and one they can be proud of for years to come.

If the bids are too high the council has the right to reject the bids and proceed with an alternate plan. This would save \$40,000 and valuable time, with the hope of getting started yet this fall.

Thank you for your consideration,
Dick Lange

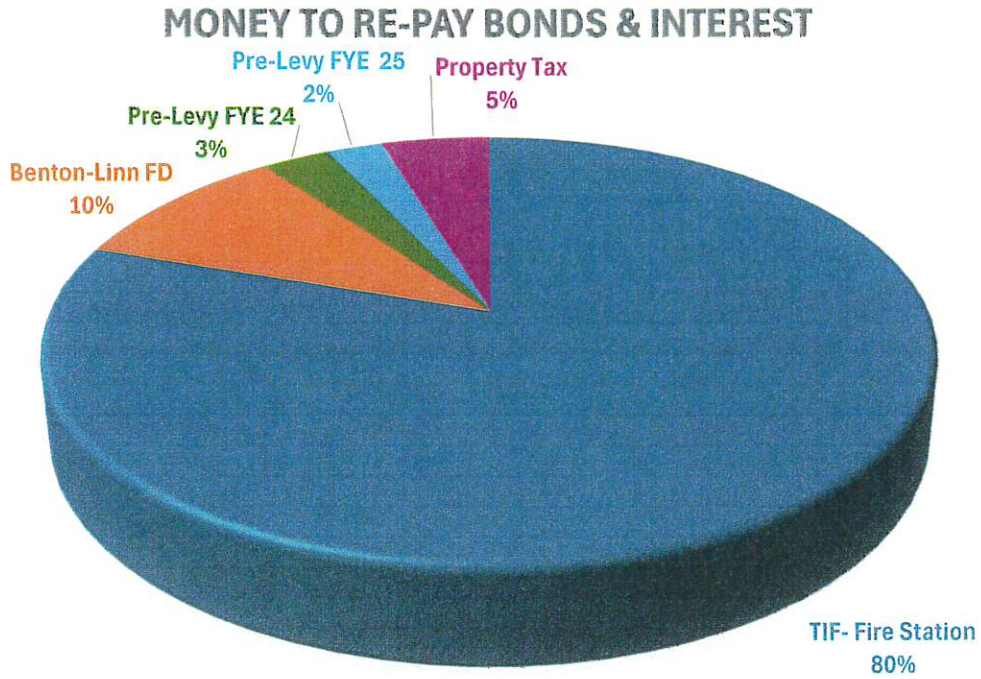
Possible Funds Available for Fire Station

FUNDING FOR FIRE STATION



FEMA-State	\$	64,367	1%
FEMA FED	\$	579,302	11%
Insurance	\$	760,368	14%
Bond Sale	\$	4,000,000	74%
Funds Available	\$	<u>5,404,037</u>	

Possible Funds Available for Fire Station



\$4,000,000 Bond Pay Back

	Debt Service Property Tax	
Total Principal and Interest	\$5,640,925	
TIF- Fire Station	\$	4,520,425
Benton-Linn FD	\$	555,000
Pre-Levy FYE 24	\$	162,763
Pre-Levy FYE 25	\$	137,237
Property Tax	\$	265,500
	\$	5,640,925
		\$ 565,500

City of Atkins, Iowa

Fire Station Only

SPEER FINANCIAL, INC.

\$4,000,000 General Obligation Corporate Purpose Bonds, Series 2024A

Date of Bonds:	01/Sep/24	15 Year Maturity	Principal	Estimated Interest Rate	Interest	Principal and Interest	Fiscal Year	Estimated Series 2024 Debt Service	Total	Less Annual TIF Rev-Fire St	Less Annual Twp Fire Money	Less Annual FY 24 Pre-Levy	Estimated Net Debt Service	Taxable Valuation 1/1/23	ETV Growth Assumptions (\$1000 ETV)	Estimated Tax Rate Per \$1000 ETV	Taxes Per Property Assessed Taxable Value
01/Dec/24	\$45,000.00	4.500%	\$45,000.00	\$45,000.00	\$45,000.00	2025	\$300,000.00	\$300,000.00	\$ -	\$ -	\$162,763.00	\$137,237.00	\$99,653,397	1%	1.38	127.64	
01/Jan/25	165,000	4.500%	80,000.00	86,287.50	86,287.50	2026	272,575.00	272,575.00	\$120,000.00	\$40,000.00	\$ -	112,575.00	100,649,931	1%	1.12	103.87	
01/Jan/26	100,000	4.500%	86,287.50	84,037.50	84,037.50	2027	268,075.00	268,075.00	\$120,000.00	\$40,000.00	\$ -	108,075.00	100,649,931	1%	1.07	99.52	
01/Jan/27	100,000	4.500%	84,037.50	81,787.50	81,787.50	2028	343,575.00	343,575.00	\$265,425.00	\$40,000.00	\$ -	38,150.00	101,656,430	1%	0.38	34.79	
01/Dec/27	180,000	4.500%	81,787.50	77,737.50	77,737.50	2029	405,475.00	405,475.00	\$365,000.00	\$40,000.00	\$ -	475.00	101,656,430	1%	0.00	0.43	
01/Dec/28	250,000	4.500%	77,737.50	72,112.50	72,112.50	2030	404,225.00	404,225.00	\$365,000.00	\$39,225.00	\$ -	-	102,672,985	1%	-	-	
01/Dec/29	260,000	4.500%	72,112.50	66,262.50	66,262.50	2031	405,525.00	405,525.00	\$365,000.00	\$37,525.00	\$ -	-	102,672,985	1%	-	-	
01/Dec/30	270,000	4.500%	66,262.50	60,187.50	60,187.50	2032	405,375.00	405,375.00	\$365,000.00	\$40,000.00	\$ -	375.00	103,699,725	1%	0.00	0.34	
01/Dec/31	285,000	4.500%	60,187.50	53,775.00	53,775.00	2033	407,550.00	407,550.00	\$365,000.00	\$40,000.00	\$ -	2,550.00	103,699,725	1%	0.02	2.28	
01/Dec/32	300,000	4.500%	53,775.00	47,025.00	47,025.00	2034	404,050.00	404,050.00	\$365,000.00	\$38,050.00	\$ -	100.00	104,736,722	1%	-	-	
01/Dec/33	310,000	4.500%	47,025.00	40,050.00	40,050.00	2035	405,100.00	405,100.00	\$365,000.00	\$40,000.00	\$ -	475.00	104,736,722	1%	0.00	0.09	
01/Dec/34	325,000	4.500%	40,050.00	32,737.50	32,737.50	2036	405,475.00	405,475.00	\$365,000.00	\$40,000.00	\$ -	475.00	105,784,089	1%	0.00	0.42	
01/Dec/35	340,000	4.500%	32,737.50	25,087.50	25,087.50	2037	405,175.00	405,175.00	\$365,000.00	\$40,000.00	\$ -	175.00	105,784,089	1%	0.00	0.15	
01/Dec/36	355,000	4.500%	25,087.50	17,100.00	17,100.00	2038	404,200.00	404,200.00	\$365,000.00	\$39,200.00	\$ -	2,550.00	106,841,930	1%	-	-	
01/Dec/37	370,000	4.500%	17,100.00	8,775.00	8,775.00	2039	407,550.00	407,550.00	\$365,000.00	\$40,000.00	\$ -	-	106,841,930	1%	0.02	2.21	
01/Dec/38	390,000	4.500%	8,775.00	398,775.00	398,775.00	2040											
01/Dec/39						2041											
01/Dec/40						2042											
01/Dec/41						2043											
01/Dec/42						2044											
01/Dec/43																	
01/Dec/44																	
Total	\$4,000,000		\$1,640,925.00	\$5,640,925.00	\$5,640,925.00		\$5,640,925.00	\$5,640,925.00	\$4,520,425.00	\$555,000.00	\$162,763.00	\$402,737.00	\$106,841,930	Average	\$ 0.27	\$ 24.77	Average

Net Interest Rate 4.587755%
 Bond Years 36.465,000
 Average Life 9.116

Premium Discount \$32,000.00
 run date: 22/Apr/24
 file name:

SPEER FINANCIAL, INC.

Tax Impact Per Month \$2.06