



General Obligation Bonds

November 2, 2021





General Obligation (G.O.) Bonds

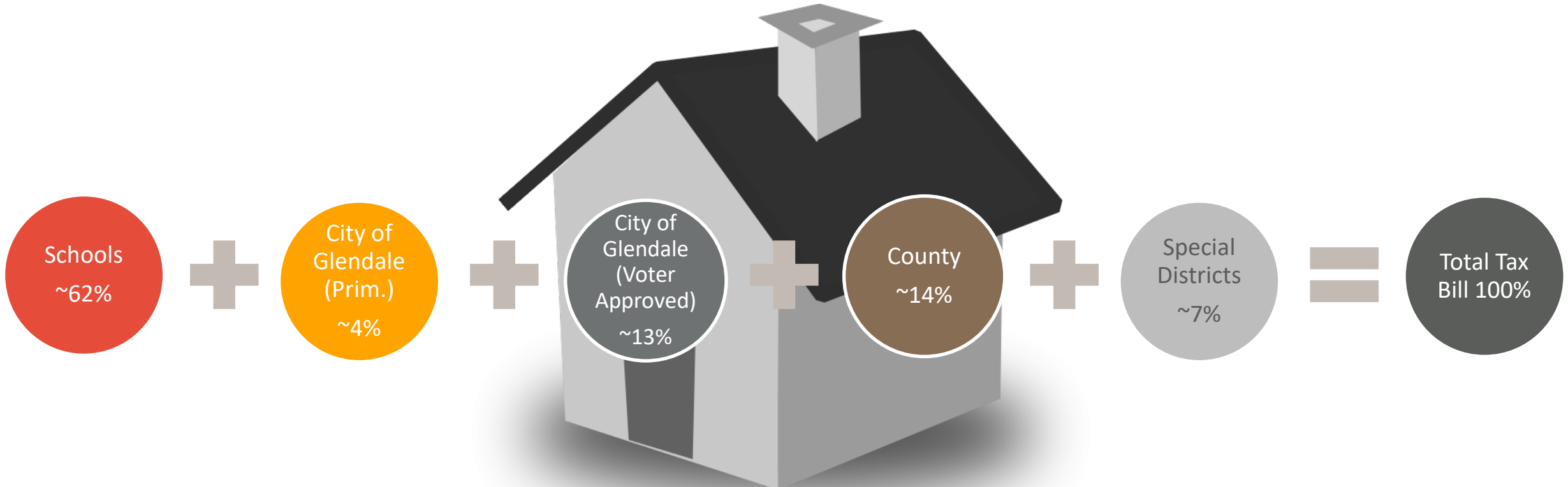
- Paid for using secondary property tax
 - Assumes a flat levy
- Must be authorized by voters
- Constitutional limits
 - Based on Net Assessed Full Cash Value
 - Outstanding G.O. debt may not exceed:
 - 20% for combined water, sewer, public safety, streets, transportation, open space, and parks
 - 6% for general municipal purposes
- 2021 legislation allows for repurposing bond authority



Property Tax

- Primary Levy Limit
 - Any general fund expense
 - Allowable 2% increase per year
- Secondary Levy Limit
 - Debt service on General Obligation (G.O.) bonds only
 - Currently flat levy
 - Assumes slight growth from new construction

Property Tax





Property Tax Bill Example (\$339k Home)

	2019		2020		Changes
Assessed Value	\$309,704		\$325,189		\$15,485
Full Cash Value	\$325,800		\$338,800		\$13,000
	Property Tax Levy Calculation				
	2019		2020		
	Rate	Levy	Rate	Levy	\$ Change
Schools/Education (62%)		\$2,045.00		\$2,095.24	\$50.24
Glendale Primary (4%)	\$0.41	\$128.34	\$0.40	\$130.60	\$2.26
Glendale Secondary (13%)	\$1.44	\$447.24	\$1.40	\$455.14	\$7.90
County (14%)		\$433.86		\$455.56	\$21.70
Special Districts (7%)		\$222.24		\$223.84	\$1.60
Total		\$3,276.68		\$3,360.38	\$83.70



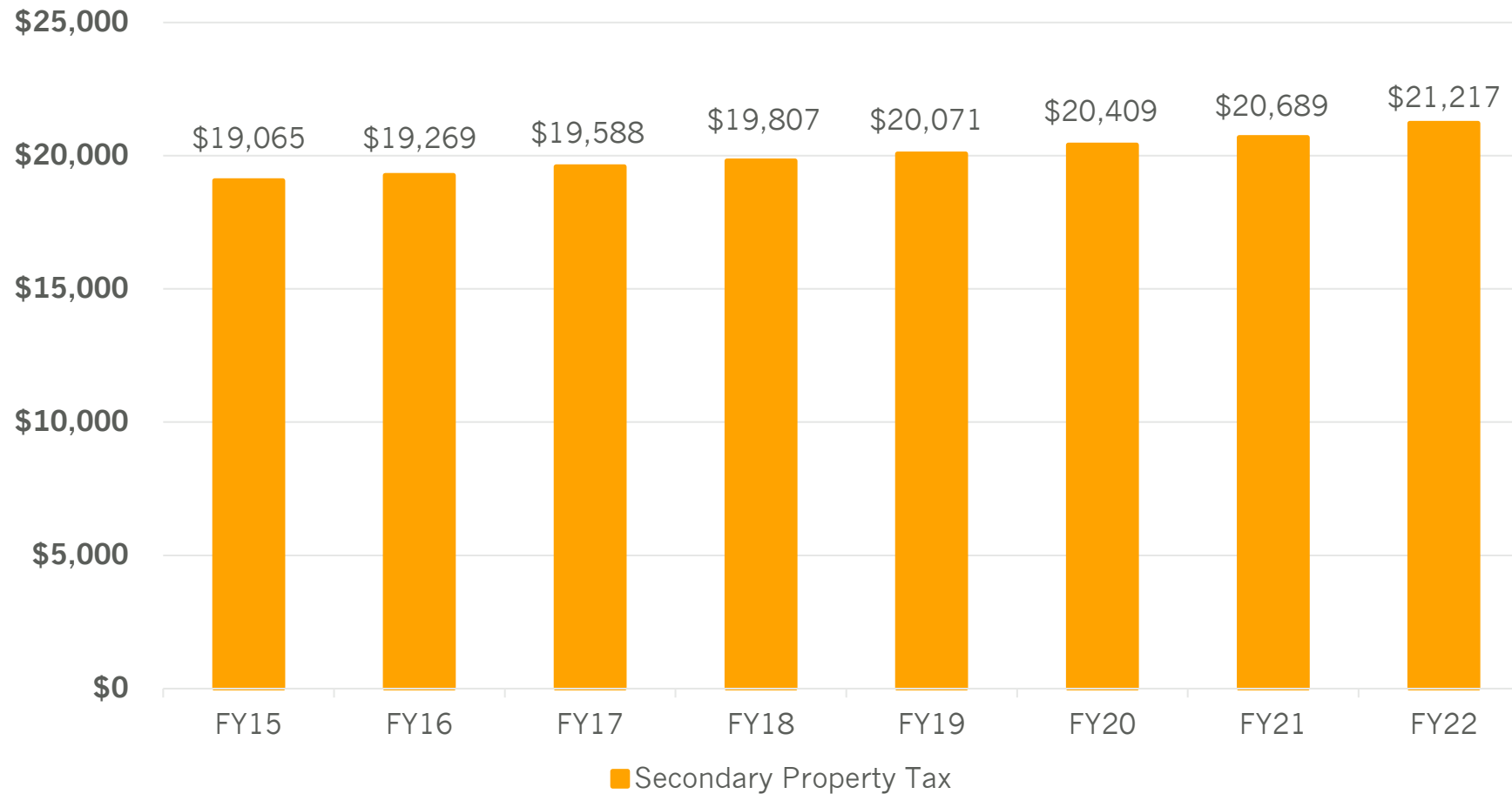
Debt Management Policy

- Adopted by City Council in October 2020
- The City Council will not authorize the issuance of new G.O. bonds if the levy amount required to pay the debt service on the existing G.O. bonds plus the new G.O. bonds exceeds the amount of the current year's tax levy plus an amount of up to 2% per year for new growth (i.e. new property added to the tax rolls)
- Existing G.O. Debt Service + New G.O. Debt Service \leq Current Levy + 2% Growth



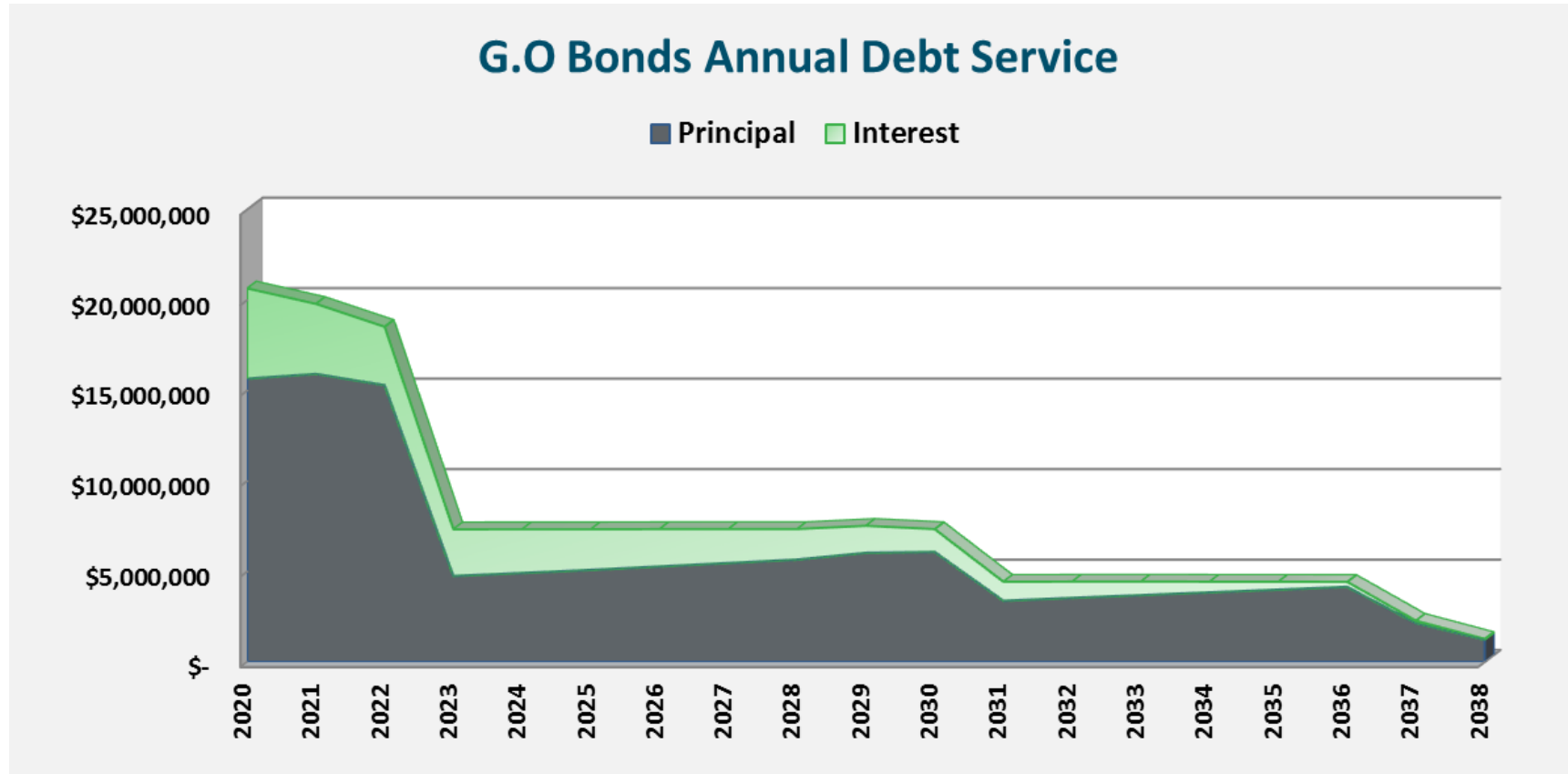
Secondary Property Tax History

Secondary Property Tax History (In Thousands)





G.O. Bond Debt Service Capacity





Questions?