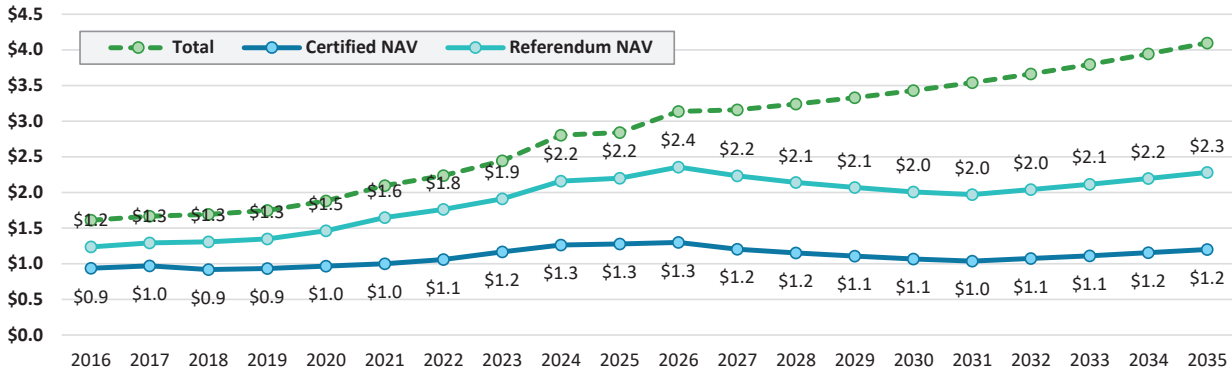


Net Assessed Value Outlook

Certified NAV Assessed Value Projection

Pay 2016 to 2035, Dollars in Billions



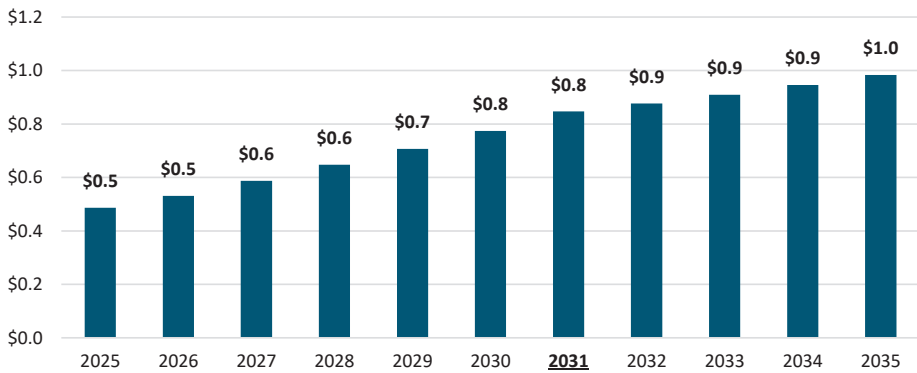
Actual Average NAV Annual Change – 10 Years
 Pay 2016 to Pay 2026
 3.3%

Actual NAV Change – 1 Year
 Pay 2025 to Pay 2026
 1.6%

Projected Average NAV Annual Change – 5 Years
 Pay 2026 to Pay 2031
 -4.4%

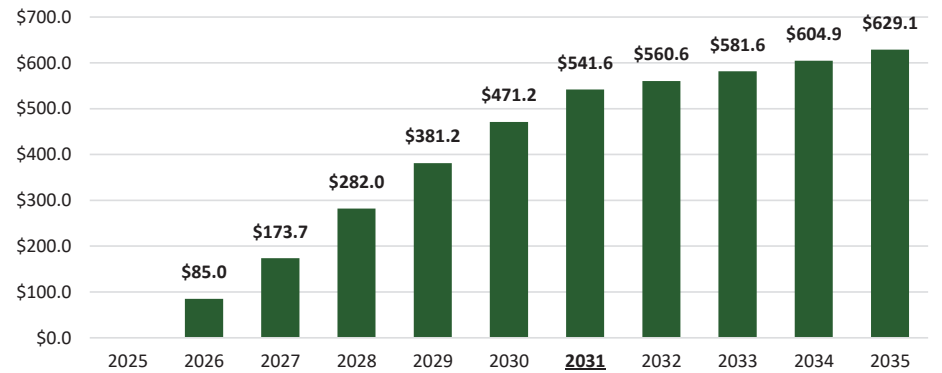
Total Homestead Deductions

Pay 2025 to 2035, Dollars in Billions



Total 2% Cap Tax Class Deductions

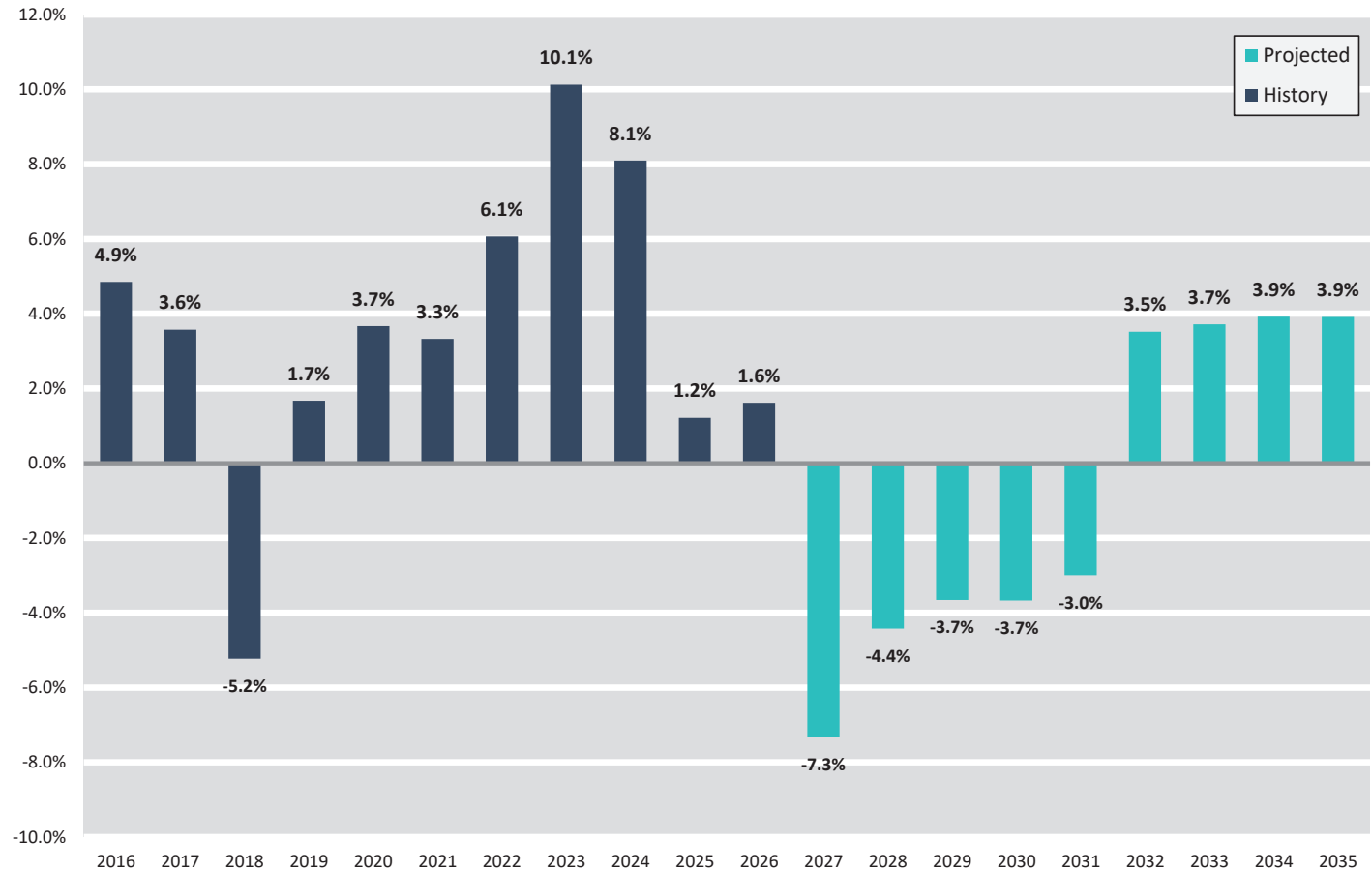
Pay 2025 to 2035, Dollars in Millions



Net Assessed Value Outlook

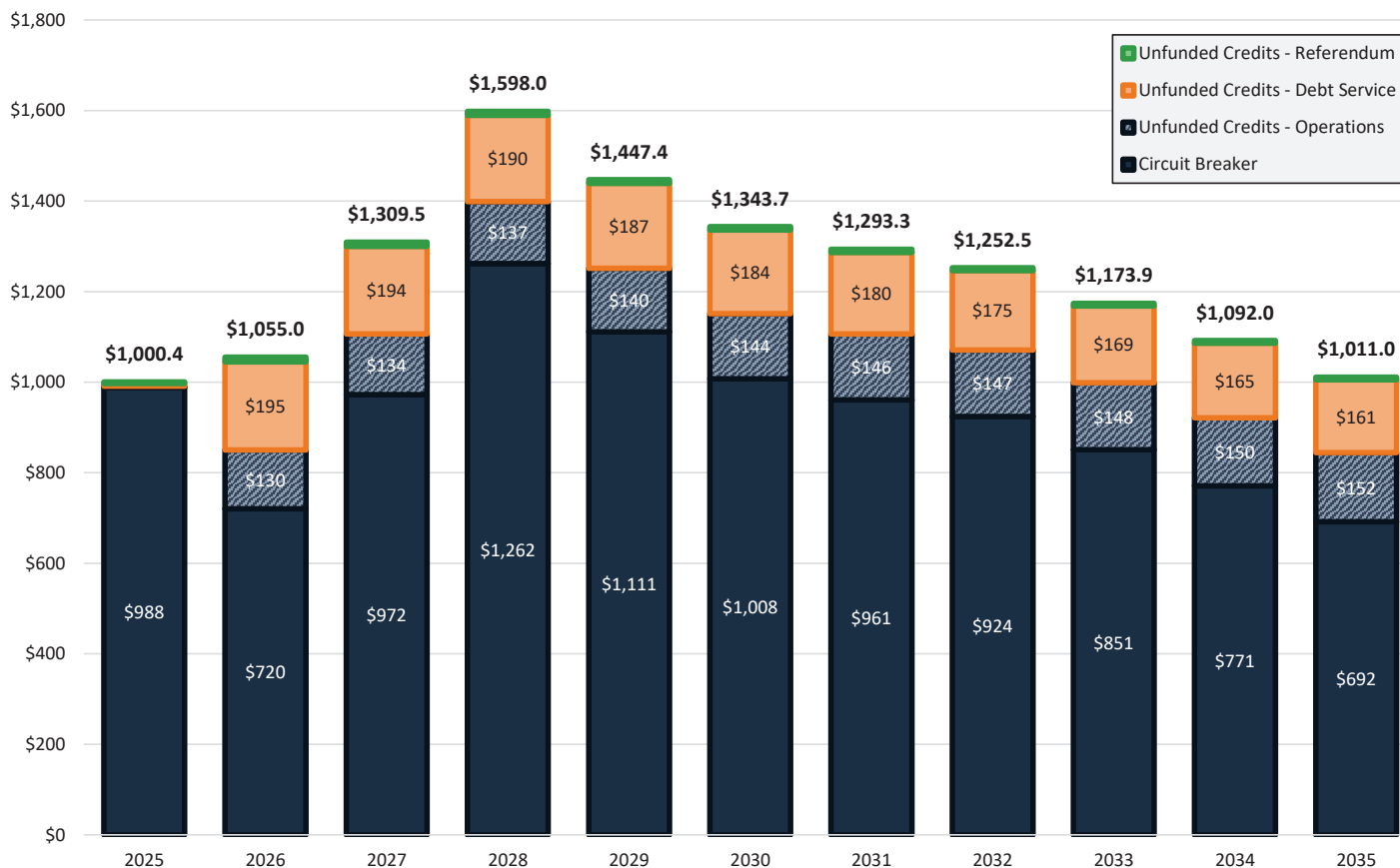
NAV Annual Projection

- SEA 1 -2025 contains provisions that change the tax base for local governmental units moving forward.
- The deductions contained in SEA 1 phase in over the period between 2026 and 2031 (pay year).
- In 2027, the de minimis business personal property exemption is increased to \$2M.
- Once SEA 1 is fully implemented, net assessed values are projected to increase by approximately 3.7% annually.



Unfunded Credits Projection

Fixed 2025 Levy Scenario, Dollars in Thousands



Circuit Breaker Loss:

- 1% Credit – Owner Occupied Residential (Homestead)
- 2% Credit – Other Residential, Agricultural Land
- 3% Credit – Commercial and Industrial Property, Business Personal Property

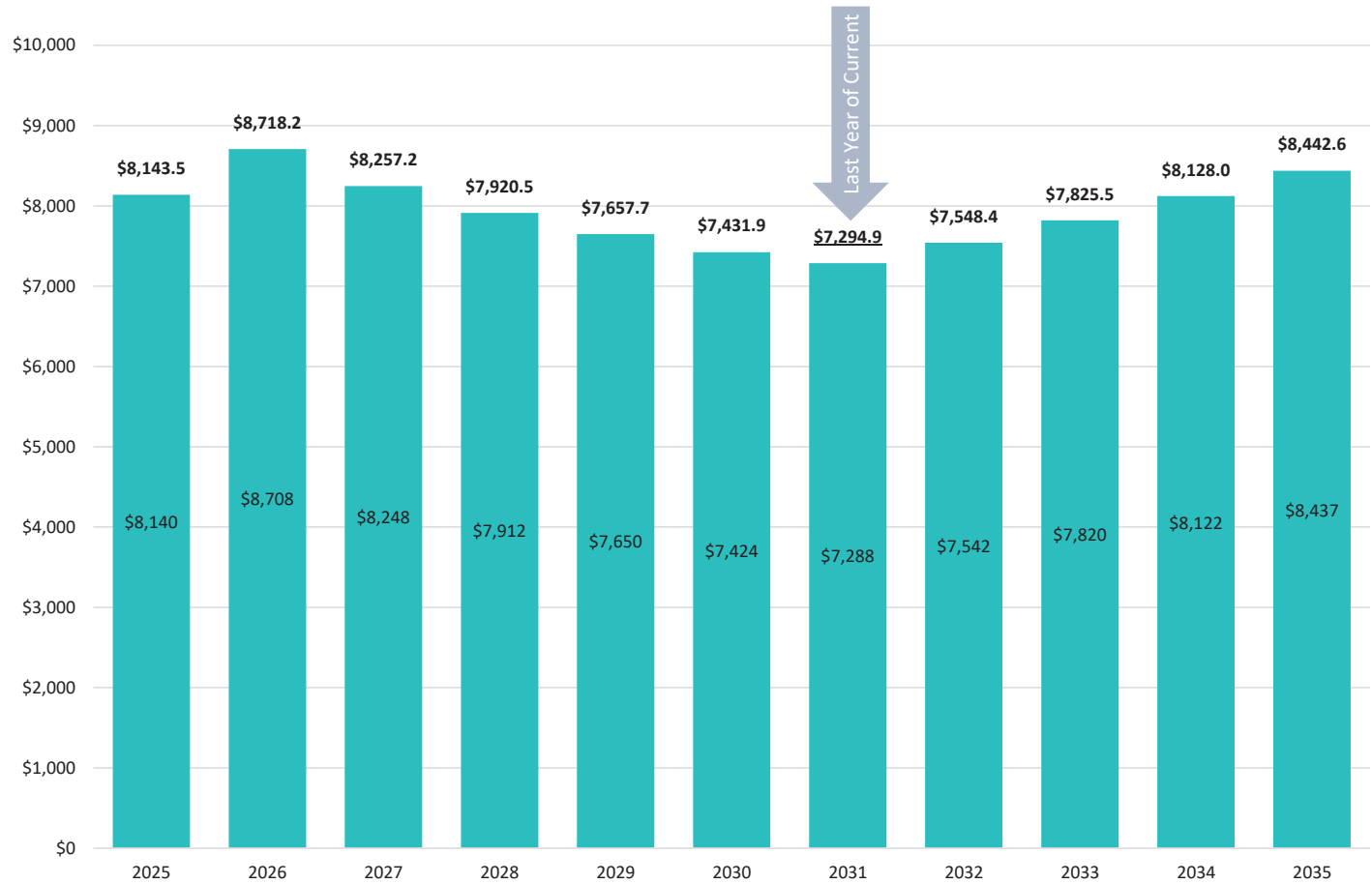
Homestead Residential Credit

- New credit for homestead residential properties equal to the lesser of 10% of the taxpayer liability or \$300. To be applied after Constitutional circuit breaker caps.
- *Debt Service Fund is not currently protected from the 10%/\$300 credit. This will potentially have impact on the Debt Service Fund cash balance.*
- *If the Debt Service Fund is protected in the future, the impact of the credits would then transfer to the Operations Fund reducing the Operations Fund net levy.*

Operating Referendum Projection

Dollars in Thousands

- The max Operating Referendum rate is **\$0.3700** per \$100 of assessed value approved by voters in November 2023.
- Because the tax base is expected to decrease due to SEA 1-2025 provisions, the same rate will produce **less revenue** in the future.
- A renewed operating referendum may be subject to revenue sharing to charter schools.
- 2025 Rate: \$0.3700
- 2026 Rate: \$0.3700

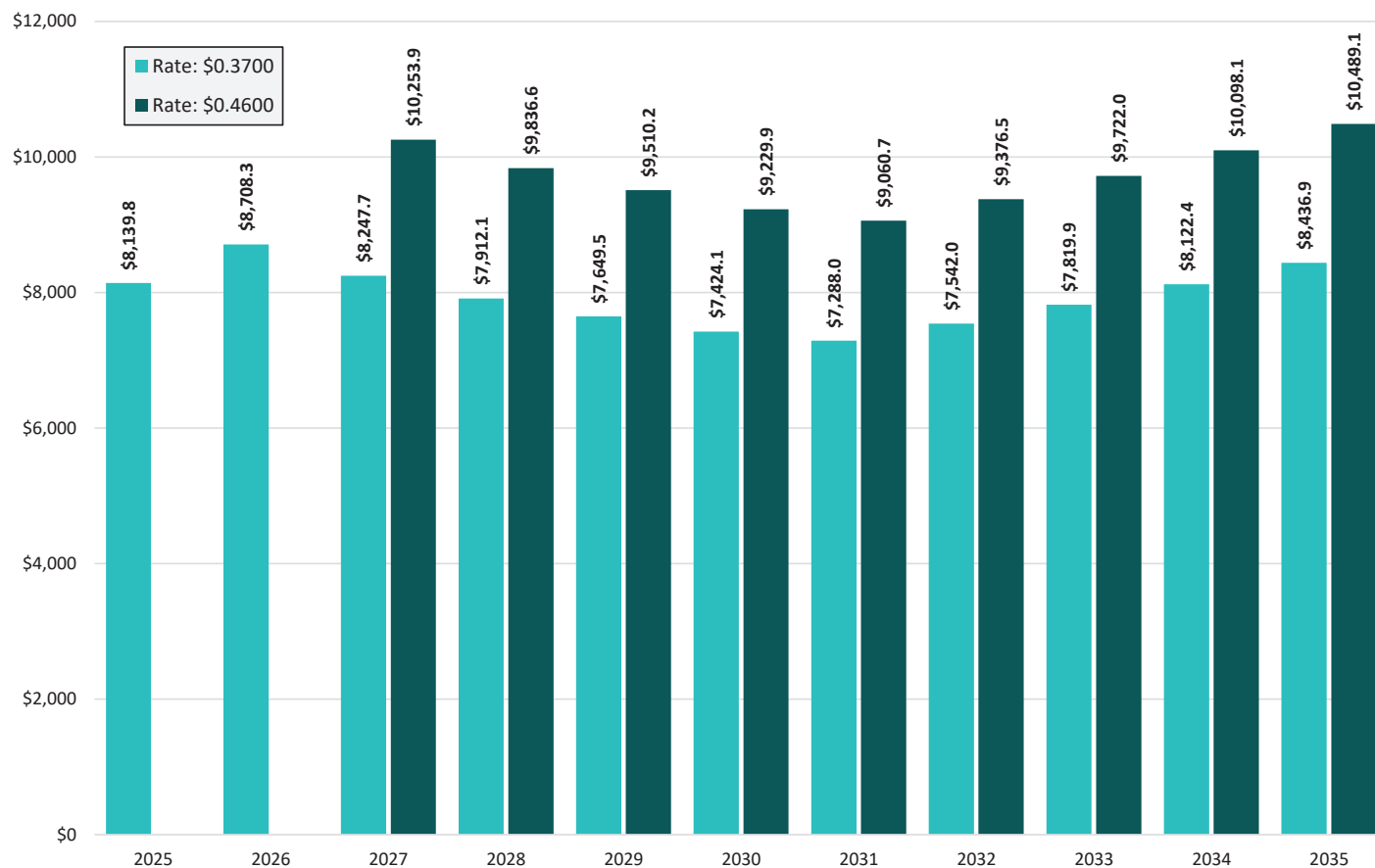


Modeled Scenarios

Operating Referendum Projection

Dollars in Thousands

- A **\$0.4600** Operating Referendum rate will annually produce approximately \$2M more than the current **\$0.3700** rate.

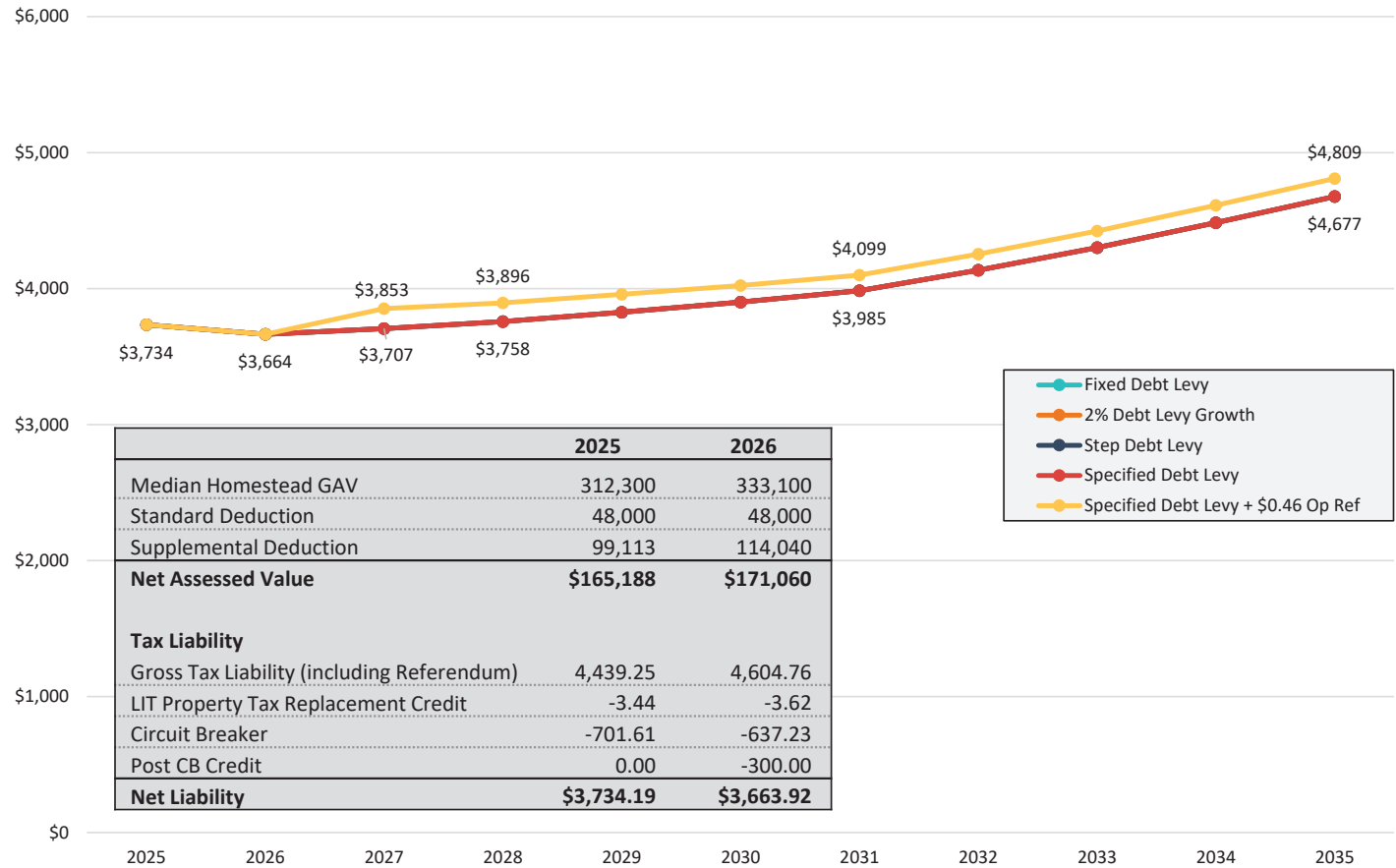


Modeled Scenarios

Tax Impact on Median Homestead Taxpayer

West Lafayette City – WLSC – B
84.7% of Tax Base

- All median homestead taxpayers are at the cap
- Due to the growth in Gross Assessed Value of the home, the overall Net Assessed Value of the home still increases
- The growth in NAV also increases the potential referendum liability for the homeowner
- The 10%/\$300 Homestead Credit will create a decrease in the median taxpayer liability in 2026. Moving forward as Gross Assessed Value increases, the taxpayer liability will increase as well



	2025	2026
Median Homestead GAV	312,300	333,100
Standard Deduction	48,000	48,000
Supplemental Deduction	99,113	114,040
Net Assessed Value	\$165,188	\$171,060
Tax Liability		
Gross Tax Liability (including Referendum)	4,439.25	4,604.76
LIT Property Tax Replacement Credit	-3.44	-3.62
Circuit Breaker	-701.61	-637.23
Post CB Credit	0.00	-300.00
Net Liability	\$3,734.19	\$3,663.92