

FAYETTEVILLE SCHOOL DISTRICT NO. 1

45.65 Mill School Tax

The total rate proposed above includes the uniform rate of tax of 25.0 mills (the "Statewide Uniform Rate") to be collected on all taxable property in the State and remitted to the State Treasurer pursuant to Amendment No. 74 to the Arkansas Constitution to be used solely for maintenance and operation of schools in the State. As provided in Amendment No. 74, the Statewide Uniform Rate replaces a portion of the existing rate of tax levied by this School District and available for maintenance and operation of schools in this District. The total proposed school tax levy of 45.65 mills includes 25.0 mills specifically voted for general maintenance and operation and 20.65 mills voted for debt service previously voted as a continuing levy pledged for the retirement of existing bonded indebtedness. The entire 20.65 existing debt service mills now pledged for the retirement of existing bonded indebtedness, which debt service mills will continue after retirement of the bonds to which now pledged, will be a continuing debt service tax until the retirement of proposed bonds to be issued in the principal amount of \$173,000,000, and which will mature over a period of 30 years and will be issued for the purpose of refunding certain outstanding bonded indebtedness; purchasing land; erecting and equipping new school facilities; and making additions and improvements to existing facilities. The surplus revenues produced each year by the debt service millage may be used by the District for other school purposes.

The total proposed school tax levy of 45.65 mills represents the same rate presently being collected.

FOR tax

AGAINST tax