
From: Barnes, Randall <RBarnes@coj.net>
Sent: Tuesday, January 9, 2018 2:24 PM
To: David Moore; Greive, Patrick
Subject: RE: One other thing

I haven't seen that article/blog mentioning anything about the impact to schools. Do you have it handy?

Thanks for the heads up. This is good information to know. It is interesting that the State determines how much each School District should get.

Randall E. Barnes, CTP

Sr. Debt Manager
City of Jacksonville
rbarnes@coj.net
904.630.0872

From: David Moore [mailto:moored@pfm.com]
Sent: Tuesday, January 09, 2018 1:17 PM
To: Greive, Patrick
Cc: Barnes, Randall
Subject: One other thing

Joey,

I saw an article or blog or something talking about privatization of JEA. Obviously there is a lot of work to be done, and the RFP on the street relates to this.

One thing caught my attention that I want to make sure you and the team at the City are aware of.

There was some discussion about the increased assessed value generating more revenue to the school district (it appears that putting JEA assets on the tax roll would increase taxable assessed values by 10% (roughly \$5 billion?). There was reference to something like a \$30 million per year increase to the school district. I am 99% sure that this is not correct. I did a back of the napkin (I could be wrong), but the way school districts are funded, the State TELLS THEM, their millage levy. And, the State does that based on the State mandated local funding. So, if the State mandates local funding of \$300 million (I am just making this up for demonstration purposes) and the assessed value increases 10%, the State would just tell the District that the Required Local Effort millage levy would go down by 10%. I am over simplifying this AND the District would get some benefit (they would benefit from about 2 mills of the 7+ mills they levy). But, only to the tune of about \$8 to \$10 million, not \$30+ million.

Just wanted to let you know.

David Moore
Managing Director

PFM Financial Advisors LLC | Public Financial Management, Inc.
moored@pfm.com | **phone** 407.406.5751 | **mobile** 407.619.0063 | **web** pfm.com
300 S. Orange Ave., Suite 1170 | Orlando, FL 32801

