Dorchester School District Two
Finance Committee
October 26, 2026
5:00 PM

Leading the Way
Every Student
Every Day



Board Members

Dr. Ashley Wimberly, Board Chair
Mrs. Kellie Bates, Vice Chair
Mr. Justin Farnsworth, Secretary
Mr. Evan Guthrie, Finance Committee Co-Chair
Ms. Bethanny King
Mr. Jim Lee. Finance Committee Chair
Ms. Cynthia Powell

Superintendent

Mr. Chad Daugherty

2026-2027

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REFERENDUM

PROPOSED EDUCATION CAPITAL IMPROVEMENTS (ECI) SALES AND USE TAX

10% used to provide **property tax relief** by ***reducing*** the existing **debt service millage levy** for that district's existing general obligation bond debt;

WORDING AS ADOPTED · RESOLUTION 26-07

Education Capital Improvements Sales and Use Tax Act Referendum for Dorchester County

Must a special one percent sales and use tax be imposed in Dorchester County for not more than fifteen (15) calendar years with the revenue of the tax, as allocated below, used to pay, directly or indirectly, the cost of the following education capital improvement projects in Dorchester County

ALLOCATION BETWEEN SCHOOL DISTRICTS

- 85% to Dorchester School District Two; and
- 15% to Dorchester School District Four

USE OF EACH DISTRICT'S ALLOCATION

- 10% used to provide property tax relief by reducing the existing debt service millage levy for that district's existing general obligation bond debt; and
- 90% to pay, directly or indirectly, the costs of that district's education capital improvement projects listed below

ESTIMATED PROCEEDS

PROPOSED EDUCATION CAPITAL IMPROVEMENTS (ECI) SALES AND USE TAX

Term* Year	Fiscal Year	School Year	Estimated County ECI Tax Revenue	85% DD2 Split	10% DD2 Tax Relief	90% DD2 ECI Capital	Cumulative ECI Revenue
1	2026	2026-27	8,315,000	7,067,750	706,775	6,360,975	6,360,975
2	2027	2027-28	34,605,000	29,414,250	2,941,425	26,472,825	32,833,800
3	2028	2028-29	36,004,000	30,603,400	3,060,340	27,543,060	60,376,860
4	2029	2029-30	37,457,000	31,838,450	3,183,845	28,654,605	89,031,465
5	2030	2030-31	38,971,000	33,125,350	3,312,535	29,812,815	118,844,280
6	2031	2031-32	40,545,000	34,463,250	3,446,325	31,016,925	149,861,205
7	2032	2032-33	42,183,000	35,855,550	3,585,555	32,269,995	182,131,200
8	2033	2033-34	43,887,000	37,303,950	3,730,395	33,573,555	215,704,755
9	2034	2034-35	45,660,000	38,811,000	3,881,100	34,929,900	250,634,655
10	2035	2035-36	47,504,000	40,378,400	4,037,840	36,340,560	286,975,215
11	2036	2036-37	49,423,000	42,009,550	4,200,955	37,808,595	324,783,810
12	2037	2037-38	51,421,000	43,707,850	4,370,785	39,337,065	364,120,875
13	2038	2038-39	53,498,000	45,473,300	4,547,330	40,925,970	405,046,845
14	2039	2039-40	55,659,000	47,310,150	4,731,015	42,579,135	447,625,980
15	2040	2040-41	57,908,000	49,221,800	4,922,180	44,299,620	491,925,600
16	2041	2041-42	45,185,000	38,407,250	3,840,725	34,566,525	526,492,125
		Total	688,225,000	584,991,250	**58,499,125**	**526,492,125**	
		Avg	43,014,063	36,561,953	**3,656,195**	**32,905,758**	

Notes:

Figures based on DOR estimates

Year 1 is partial year

Year 16 is partial year

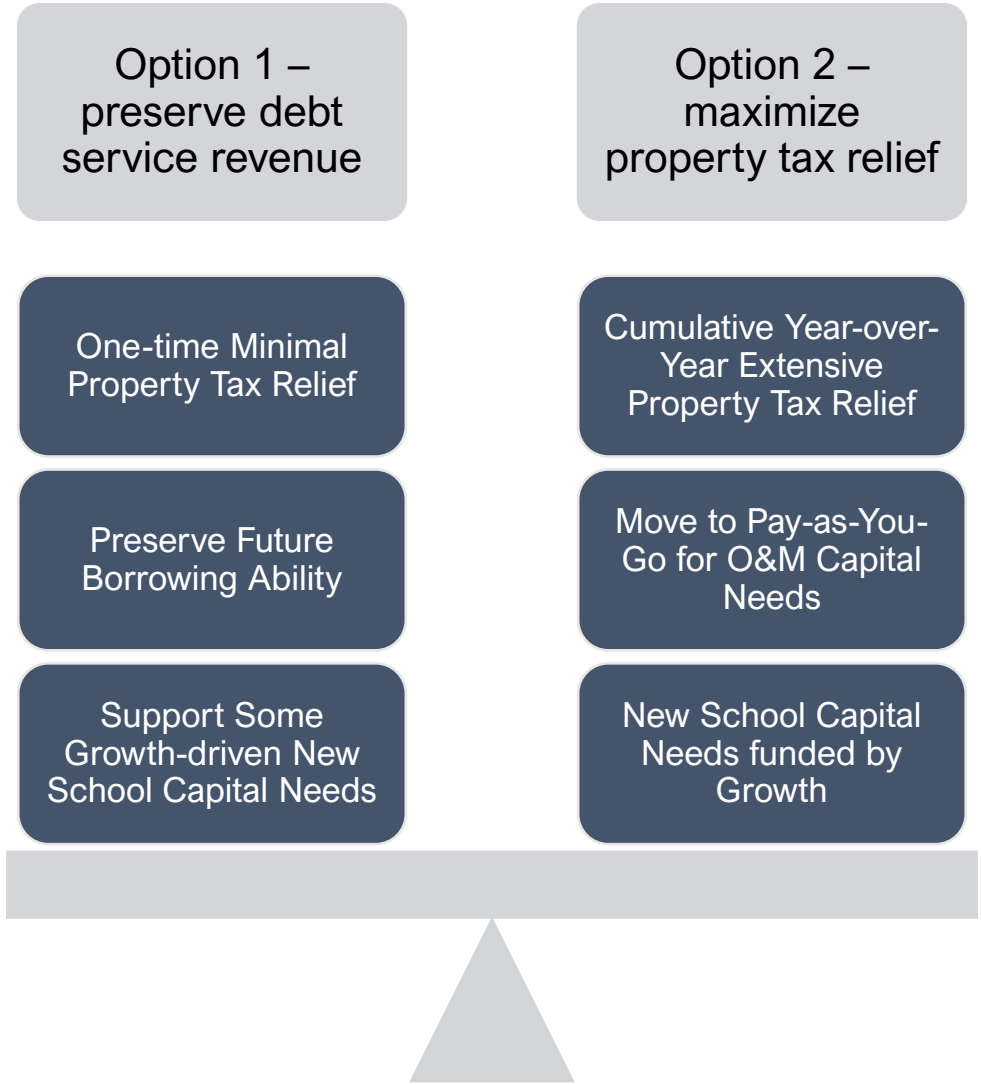
Potential Use of DD2 ECI Capital Revenue

Proposed Education Capital Improvements (ECI) Sales and Use Tax

- Establish and Maintain a Comprehensive Registry of DD2 Operations & Maintenance (O&M) and Near-term New School Capital Needs
  - Legacy Deferred Maintenance List (Roofs, HVAC, Drainage, Facilities Walk-throughs, etc.)
  - Reasonably Anticipated Long Term Future O&M Capital Needs
  - New School(s) (Delmar Highway)
- Formally Implement 15-Year Long Range Capital Program Based on DD2 ECI Capital Estimates
  - $350M: Prioritize Deferred O&M Capital Needs Within List of Projects Enumerated in ECI Referendum
  - $75M (est.): Other O&M Capital Needs as per Registry
  - $100M (est.): New School(s) (Delmar Highway)
- Reduce Dependency on Borrowing for Future O&M Capital Needs
- Transition from Reactive to More Proactive Stewardship of DD2 Capital Assets
- Increase Government Relations Efforts Regarding Funding for New Schools due to Summerville and Dorchester County Growth

Potential Implementation of Property Tax Relief

Proposed Education Capital Improvements (ECI) Sales and Use Tax



Potential Tax Relief Model – Option 1

Proposed Education Capital Improvements (ECI) Sales and Use Tax

Proposed 1% Education Capital Sales & Use Tax

Preserve Debt Service Revenue Model

DD2	Estimated					Debt Service	Equivalent	New	Debt Service
Fiscal Year	Gross ECI Revenue ($)	DD2 85% Share ($)	DD2 Tax Relief ($)	DD2 ECI Capital ($)	Millage	Mill Value	Millage Reduction	Millage	Revenue
2026-2027	$8,315,000	$7,067,750	$706,775	$6,360,975	65.00	$991,588.08	0	65.00	$ 64,453,225.20
2027-2028	$34,605,000	$29,414,250	$2,941,425	$26,472,825	65.00	$1,001,503.96	3.64	61.36	$ 61,452,283.03
2028-2029	$36,457,000	$30,988,450	$3,098,845	$27,889,605	61.36	$1,011,519.00	0	61.36	$ 62,066,805.87
2029-2030	$37,457,000	$31,838,450	$3,183,845	$28,654,605	61.36	$1,021,634.19	0	61.36	$ 62,687,473.92
2030-2031	$38,971,000	$33,125,350	$3,312,535	$29,812,815	61.36	$1,031,850.53	0	61.36	$ 63,314,348.66
2031-2032	$40,545,000	$34,463,250	$3,446,325	$31,016,925	61.36	$1,042,169.04	0	61.36	$ 63,947,492.15
2032-2033	$42,183,000	$35,855,550	$3,585,555	$32,269,995	61.36	$1,052,590.73	0	61.36	$ 64,586,967.07
2033-2034	$43,887,000	$37,303,950	$3,730,395	$33,573,555	61.36	$1,063,116.64	0	61.36	$ 65,232,836.74
2034-2035	$45,660,000	$38,811,000	$3,881,100	$34,929,900	61.36	$1,073,747.80	0	61.36	$ 65,885,165.11
2035-2036	$47,504,000	$40,378,400	$4,037,840	$36,340,560	61.36	$1,084,485.28	0	61.36	$ 66,544,016.76
2036-2037	$49,423,000	$42,009,550	$4,200,955	$37,808,595	61.36	$1,095,330.13	0	61.36	$ 67,209,456.93
2037-2038	$54,421,000	$46,257,850	$4,625,785	$41,632,065	61.36	$1,106,283.43	0	61.36	$ 67,881,551.50
2038-2039	$53,498,000	$45,473,300	$4,547,330	$40,925,970	61.36	$1,117,346.27	0	61.36	$ 68,560,367.01
2039-2040	$55,659,000	$47,310,150	$4,731,015	$42,579,135	61.36	$1,128,519.73	0	61.36	$ 69,245,970.68
2040-2041	$57,908,000	$49,221,800	$4,922,180	$44,299,620	61.36	$1,139,804.93	0	61.36	$ 69,938,430.39
2041-2042	$45,185,000	$38,407,250	$3,840,725	$34,566,525	61.36	$1,151,202.98	0	61.36	$ 70,637,814.69
Total	$691,678,000	$587,926,300	$58,792,630	$529,133,670					$ 1,053,644,205.72

Variables		**Assumptions and Considerations**
1.01	Estimated Mill Value Increases	School Improvement Fees to offset new growth
991588.08	Current Debt Service Mill Value	Outstanding debt service obligations can be fulfilled
		Capital needs can be satisfied via ECI capital generated annually
		Continue leveraging use of 8% debt to fund PM, O&M, and renovations/expansions

Potential Tax Relief Model – Option 2

Proposed Education Capital Improvements (ECI) Sales and Use Tax

Proposed 1% Education Capital Sales & Use Tax

Maximize Property Tax Relief Model

DD2	Estimated					Debt Service	Equivalent	New	Debt Service
Fiscal Year	Gross ECI Revenue ($)	DD2 85% Share ($)	DD2 Tax Relief ($)	DD2 ECI Capital ($)	Millage	Mill Value	Millage Reduction	Millage	Revenue
2026-2027	$8,315,000	$7,067,750	$706,775	$6,360,975	65.00	$991,588.08	0.71	64.29	$ 63,749,197.66
2027-2028	$34,605,000	$29,414,250	$2,941,425	$26,472,825	64.29	$1,001,503.96	2.94	61.35	$ 61,442,268.00
2028-2029	$36,457,000	$30,988,450	$3,098,845	$27,889,605	61.35	$1,011,519.00	3.06	58.29	$ 58,961,442.53
2029-2030	$37,457,000	$31,838,450	$3,183,845	$28,654,605	58.29	$1,021,634.19	3.12	55.17	$ 56,363,558.29
2030-2031	$38,971,000	$33,125,350	$3,312,535	$29,812,815	55.17	$1,031,850.53	3.21	51.96	$ 53,614,953.66
2031-2032	$40,545,000	$34,463,250	$3,446,325	$31,016,925	51.96	$1,042,169.04	3.31	48.65	$ 50,701,523.68
2032-2033	$42,183,000	$35,855,550	$3,585,555	$32,269,995	48.65	$1,052,590.73	3.41	45.24	$ 47,619,204.54
2033-2034	$43,887,000	$37,303,950	$3,730,395	$33,573,555	45.24	$1,063,116.64	3.51	41.73	$ 44,363,857.19
2034-2035	$45,660,000	$38,811,000	$3,881,100	$34,929,900	41.73	$1,073,747.80	3.61	38.12	$ 40,931,266.20
2035-2036	$47,504,000	$40,378,400	$4,037,840	$36,340,560	38.12	$1,084,485.28	3.72	34.40	$ 37,306,293.62
2036-2037	$49,423,000	$42,009,550	$4,200,955	$37,808,595	34.40	$1,095,330.13	3.84	30.56	$ 33,473,288.85
2037-2038	$54,421,000	$46,257,850	$4,625,785	$41,632,065	30.56	$1,106,283.43	4.18	26.38	$ 29,183,756.98
2038-2039	$53,498,000	$45,473,300	$4,547,330	$40,925,970	26.38	$1,117,346.27	4.07	22.31	$ 24,927,995.24
2039-2040	$55,659,000	$47,310,150	$4,731,015	$42,579,135	22.31	$1,128,519.73	4.19	18.12	$ 20,448,777.52
2040-2041	$57,908,000	$49,221,800	$4,922,180	$44,299,620	18.12	$1,139,804.93	4.32	13.80	$ 15,729,308.01
2041-2042	$45,185,000	$38,407,250	$3,840,725	$34,566,525	13.80	$1,151,202.98	3.34	10.46	$ 12,041,583.14
Total	$691,678,000	$587,926,300	$58,792,630	$529,133,670					$ 402,785,930.61

Variables		**Assumptions and Considerations**
1.01	Estimated Mill Value Increases	School Improvement Fees to offset new growth
991588.08	Current Debt Service Mill Value	Outstanding debt service obligations can be fulfilled
		Capital needs can be satisfied via ECI capital generated annually
		Reduce dependency on 8% debt to fund PM, O&M, and renovations/expansions

DORCHESTER SCHOOL DISTRICT TWO

ADULT/COMMUNITY EDUCATION

ALSTON-BAILEY ELEM

ALSTON MIDDLE

ASHLEY RIDGE HIGH

BEECH HILL ELEM

DUBOSE MIDDLE

EAST EDISTO MIDDLE

EAGLE NEST ELEM

ELEVATE ACADEMY

FT. DORCHESTER ELEM

FT. DORCHESTER HIGH

FLOWERTOWN ELEM

GREGG MIDDLE

JOSEPH R PYE ELEM

KNIGHTSVILLE ELEM

NEWINGTON ELEM

OAKBROOK ELEM

OAKBROOK MIDDLE

RISE ACADEMY

WE RISE TOGETHER, WE RISE ABOVE

ROLLINGS MIDDLE SCHOOL OF THE ARTS

RIVER OAKS MIDDLE

SUMMERVILLE ELEM

SAND HILL ELEM

SUMMERVILLE HIGH

DR. EUGENE SIRES ELEM

JAMES H SPANN EDUCATION CENTER

WINDSOR HILL ARTS INFUSED ELEM

WILLIAM REEVES, JR. ELEM

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