

# *Debt Service*



# DEBT SERVICE

## MISSION

Debt Service provides funds sufficient to make annual principal and interest payments on general long-term debt obligations of the county issued for the purpose of paying for capital improvements.

## POLICY

The county's current and proposed general long-term obligations include general obligation bonds and notes. General obligation bonds and notes include debt issued for the purpose of paying the cost for acquisition of land, land improvements, construction and major reconditioning of parking lots, construction of new county buildings, remodeling or renovation of existing county buildings, construction and reconditioning of county roads and bridges, and major technology and equipment purchases. Bonds, including debt service and capital projects, are issued after the annual budget is submitted to the County Board and approved. The County Board's bonding criteria requires that a project cost at least \$250,000 or have a project life of 5 years or more.

The county's general obligation bonds also include refunding bonds, which are bonds issued to pay off existing debt to take advantage of more favorable interest rates or to restructure debt service payments.

The county issues long-term debt for terms ranging from five to twenty years. Generally, bonds for lower cost projects are issued for a term of five to ten years; bonds for road and bridge projects are issued for a period of fifteen to twenty years; and bonds for major cost projects are issued for a period of twenty years. Refunding bonds are issued for the term remaining from the issue date of the original bond. The county also structures proposed bond issues to avoid major fluctuations in annual debt service requirements that would impact future budgets.

All of the county's general obligation debt is issued by which the full faith, credit, and resources of the county are irrevocably pledged and an irrepealable property tax levy shall be collected to pay the principal and interest on the bonds as they become due.

By state statute, the county's debt obligations cannot exceed 5% of the equalized value of all property in the county. The county will have 94.88% of its legal debt limit available.

The county's Debt Service Fund accounts for principal, interest and debt issuance payments not otherwise paid from another fund. The airport, golf course, and NEW Zoo are Enterprise Funds and make the principal, interest and debt issuance payments from resources within each of their respective funds. The total annual principal, interest and debt issuance payments to be made from those Enterprise Funds are shown as offsetting revenue in the debt service budget.

## GENERAL DEBT SERVICE FUND

	2020 Actual	2021 Estimate	2021 Revised Budget	2022 Budget	Change from 2021 Revised Budget	
					\$	%
Interest on Investments	17,048	6,100	6,700	6,200	(500)	-7.46%
Other Financing Sources	7,506,126	-	-	-	-	0.00%
<b>Total Revenues</b>	<b>7,523,174</b>	<b>6,100</b>	<b>6,700</b>	<b>6,200</b>	<b>(500)</b>	<b>-7.46%</b>
Principal	11,397,948	10,270,948	10,375,948	9,885,948	(490,000)	-4.72%
Principal Refunded	7,390,000	-	-	-	-	0.00%
Interest Expense	2,598,693	2,093,920	1,990,593	1,837,610	(152,983)	-7.69%
Debt Issuance Expense	97,650	7,600	7,600	7,600	-	0.00%
Transfer Out	948,946	-	-	-	-	0.00%
Professional Services	5,000	3,500	7,000	-	(7,000)	-100.00%
<b>Total Debt Requirements</b>	<b>22,438,237</b>	<b>12,375,968</b>	<b>12,381,141</b>	<b>11,731,158</b>	<b>(649,983)</b>	<b>-5.25%</b>
Offsetting Revenue <sup>(a)</sup>	(1,960,328)	(1,968,790)	(1,968,790)	(1,503,470)	465,320	-23.63%
<b>Total Expenses</b>	<b>20,477,909</b>	<b>10,407,178</b>	<b>10,412,351</b>	<b>10,227,688</b>	<b>(184,663)</b>	<b>-1.77%</b>
Property Taxes	11,993,312	10,405,351	10,405,351	10,227,688	(177,663)	-1.71%
<b>Net Total Activity</b>	<b>(961,423)</b>	<b>4,273</b>	<b>(300)</b>	<b>6,200</b>		

(a) Offsetting revenue represents the total principal, interest, and debt issuance payments from the Airport and NEW Zoo.

## OUTSTANDING DEBT LIMIT

By Wisconsin Statute 67.03, the county's outstanding debt is limited to 5% of the equalized value of all property in the county.

Equalized value of real and personal property <sup>(a)</sup>	26,708,662,500
Statutory limitation percentage	x 5%
Statutory debt limitation	<u>1,335,433,125</u>
Outstanding indebtedness	<u>68,367,592</u>
Available debt limit	<u><u>1,267,065,533</u></u>
Percentage of debt limit available	<u><u>94.88%</u></u>

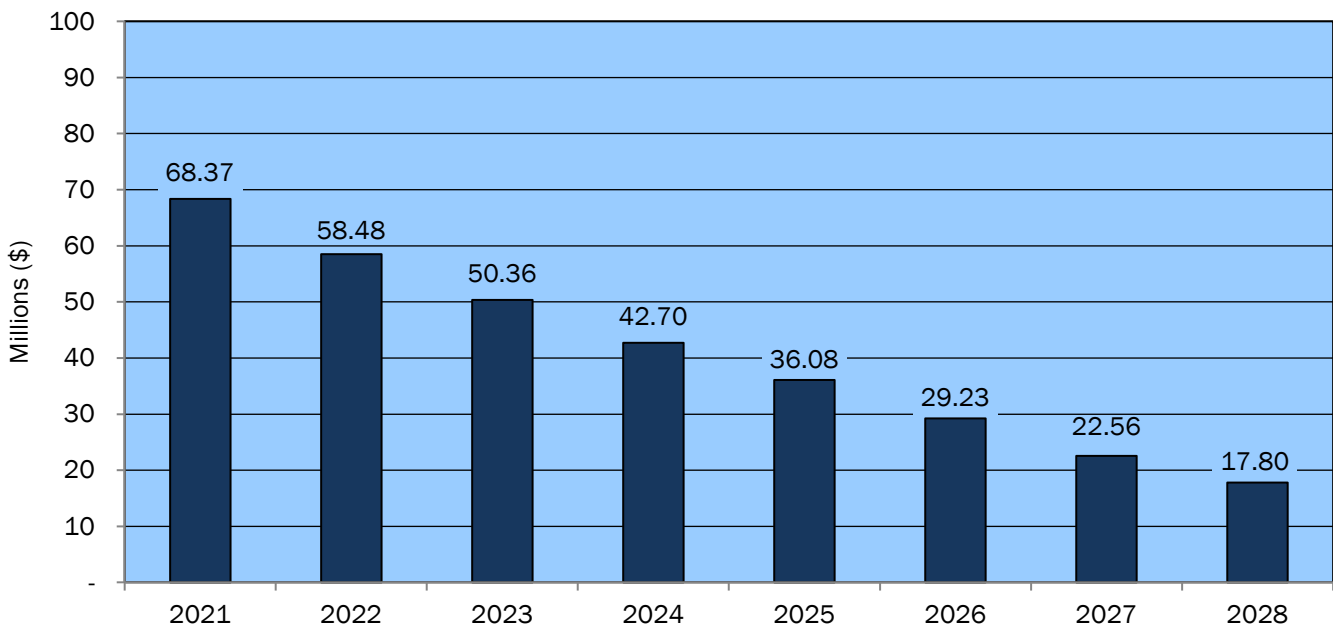
(a) Total county equalized value including tax incremental districts for budget year purposes.

## OUTSTANDING INDEBTEDNESS

Outstanding indebtedness is the outstanding principal on general obligation bonds for which the county has pledged its full faith, credit, and unlimited taxing power.

Character of Indebtedness	Date of Issue	Date of Maturity	True Interest Cost	Outstanding Debt
<b>General Obligation Bonds</b>				
Corporate Purpose Bonds 2012A	06/01/12	11/01/31	2.008114%	5,040,000
General Obligation Highway Bonds 2013A	06/05/13	11/01/32	2.246440%	4,710,000
General Obligation Airport Improvement Refunding Bonds 2013C	10/09/13	11/01/22	2.669842%	475,000
Taxable General Obligation Refunding Bonds 2013D	10/09/13	11/01/22	2.596900%	1,390,000
General Obligation Highway Bonds 2014A	07/11/14	11/01/33	2.711000%	3,860,000
General Obligation Airport Refunding Bonds 2014C	10/30/14	11/01/23	2.538468%	1,105,000
General Obligation Corporate Purpose Bonds 2015A	06/09/15	11/01/34	2.359600%	4,645,000
General Obligation Airport Improvement Refunding Bonds 2015C	10/07/15	11/01/24	2.414819%	1,265,000
General Obligation Corporate Purpose Bonds 2016A	06/30/16	11/01/35	1.899741%	5,445,000
General Obligation Corporate Purpose Refunding Bonds 2016C	11/09/16	11/01/22	1.657000%	670,000
General Obligation Corporate Purpose Bonds 2017A	07/12/17	11/01/36	2.587389%	7,795,000
General Obligation Corporate Purpose Refunding Bonds 2017B	11/09/17	11/01/27	1.776930%	12,445,000
General Obligation Corporate Purpose Refunding Bonds 2019	10/09/19	11/01/29	1.591000%	12,130,000
General Obligation Corporate Purpose Refunding Bonds 2020	11/18/20	11/01/30	0.880169%	6,305,000
<b>Total General Obligations as of December 31, 2021</b>				<b><u>67,280,000</u></b>
<b>Long-Term Notes</b>				
Promissory Notes Highway-Village of Howard	09/18/12	12/31/23		41,200
Promissory Notes Highway-Village of Bellevue	08/19/13	12/31/25		281,392
General Obligation Promissory Notes 2016B	11/09/16	11/01/24	1.318490%	765,000
<b>Total Long-Term Notes as of December 31, 2021</b>				<b><u>1,087,592</u></b>
<b>Total Outstanding Indebtedness as of December 31, 2021</b>				<b><u>68,367,592</u></b>

## OUTSTANDING INDEBTEDNESS ON DECEMBER 31



**SCHEDULE OF CURRENT AND PROPOSED DEBT SERVICE  
REQUIREMENTS BY FUND**

Fiscal Year	Enterprise Funds			Debt Service Fund	Total Debt Requirements
	Airport	NEW Zoo	Total Enterprise		
2022					
Principal	1,360,000	44,000	1,404,000	8,481,948	9,885,948
Interest	90,100	7,470	97,570	1,740,040	1,837,610
2023					
Principal	980,000	47,000	1,027,000	7,093,948	8,120,948
Interest	44,550	6,460	51,010	1,532,047	1,583,057
2024					
Principal	505,000	48,000	553,000	7,112,348	7,665,348
Interest	15,150	5,320	20,470	1,353,250	1,373,720
2025					
Principal		50,000	50,000	6,570,348	6,620,348
Interest		4,160	4,160	1,171,334	1,175,494
2026					
Principal		50,000	50,000	6,795,000	6,845,000
Interest		2,940	2,940	1,002,154	1,005,094
2027					
Principal		52,000	52,000	6,623,000	6,675,000
Interest		1,720	1,720	819,443	821,163
2028					
Principal		11,000	11,000	4,749,000	4,760,000
Interest		440	440	639,590	640,030
2029					
Principal				4,250,000	4,250,000
Interest				495,474	495,474
2030					
Principal				3,450,000	3,450,000
Interest				372,018	372,018
2031					
Principal				2,735,000	2,735,000
Interest				281,194	281,194
2032					
Principal				2,235,000	2,235,000
Interest				209,478	209,478
2033					
Principal				1,800,000	1,800,000
Interest				145,053	145,053
2034					
Principal				1,460,000	1,460,000
Interest				93,525	93,525
2035					
Principal				1,145,000	1,145,000
Interest				53,025	53,025
2036					
Principal				720,000	720,000
Interest				21,600	21,600
Total Principal	<u>2,845,000</u>	<u>302,000</u>	<u>3,147,000</u>	<u>65,220,592</u>	<u>68,367,592</u>
Total Interest	<u>149,800</u>	<u>28,510</u>	<u>178,310</u>	<u>9,929,225</u>	<u>10,107,535</u>

**SCHEDULE OF CURRENT AND PROPOSED DEBT SERVICE  
REQUIREMENTS BY ISSUE**

Fiscal Year	G.O.Bond 2012A	G.O.Bond 2013A	G.O.Bond 2013C	G.O.Bond 2013D	G.O.Bond 2014A	G.O.Bond 2014C
<b>2022</b>						
Principal	445,000	380,000	475,000	1,390,000	275,000	545,000
Interest	110,254	118,088	19,000	44,480	110,577	33,150
<b>2023</b>						
Principal	460,000	390,000			280,000	560,000
Interest	101,351	110,487			105,078	16,800
<b>2024</b>						
Principal	470,000	395,000			290,000	
Interest	92,153	102,687			98,778	
<b>2025</b>						
Principal	485,000	405,000			295,000	
Interest	82,752	92,811			91,528	
<b>2026</b>						
Principal	495,000	415,000			305,000	
Interest	73,052	82,687			84,152	
<b>2027</b>						
Principal	510,000	425,000			310,000	
Interest	62,659	72,312			75,765	
<b>2028</b>						
Principal	520,000	435,000			320,000	
Interest	51,436	61,688			66,466	
<b>2029</b>						
Principal	535,000	445,000			335,000	
Interest	39,745	50,813			56,865	
<b>2030</b>						
Principal	550,000	460,000			345,000	
Interest	27,164	39,688			46,815	
<b>2031</b>						
Principal	570,000	475,000			355,000	
Interest	13,960	27,613			36,465	
<b>2032</b>						
Principal		485,000			370,000	
Interest		14,550			24,750	
<b>2033</b>						
Principal					380,000	
Interest					12,540	
<b>2034</b>						
Principal						
Interest						
<b>2035</b>						
Principal						
Interest						
<b>2036</b>						
Principal						
Interest						
<b>Total Principal</b>	<b>5,040,000</b>	<b>4,710,000</b>	<b>475,000</b>	<b>1,390,000</b>	<b>3,860,000</b>	<b>1,105,000</b>
<b>Total Interest</b>	<b>654,526</b>	<b>773,424</b>	<b>19,000</b>	<b>44,480</b>	<b>809,779</b>	<b>49,950</b>

**SCHEDULE OF CURRENT AND PROPOSED DEBT SERVICE  
REQUIREMENTS BY ISSUE**

Fiscal Year	G.O.Bond 2015A	Promissory Notes Highway	Promissory Notes Highway	G.O.Bond 2015C	G.O.Bond 2016A	G.O.Note 2016B
<b>2022</b>						
Principal	510,000	20,600	70,348	340,000	360,000	250,000
Interest	122,537			37,950	112,626	12,125
<b>2023</b>						
Principal	520,000	20,600	70,348	420,000	365,000	255,000
Interest	112,337			27,750	105,428	8,376
<b>2024</b>						
Principal	535,000		70,348	505,000	375,000	260,000
Interest	99,337			15,150	98,127	4,550
<b>2025</b>						
Principal	270,000		70,348		350,000	
Interest	85,963				90,628	
<b>2026</b>						
Principal	280,000				355,000	
Interest	79,213				83,627	
<b>2027</b>						
Principal	285,000				365,000	
Interest	72,213				76,527	
<b>2028</b>						
Principal	295,000				375,000	
Interest	65,088				69,227	
<b>2029</b>						
Principal	300,000				380,000	
Interest	56,975				61,726	
<b>2030</b>						
Principal	310,000				390,000	
Interest	48,725				54,126	
<b>2031</b>						
Principal	320,000				400,000	
Interest	40,200				46,331	
<b>2032</b>						
Principal	330,000				415,000	
Interest	30,600				38,328	
<b>2033</b>						
Principal	340,000				425,000	
Interest	20,700				29,613	
<b>2034</b>						
Principal	350,000				440,000	
Interest	10,500				20,475	
<b>2035</b>						
Principal					450,000	
Interest					10,575	
<b>2036</b>						
Principal						
Interest						
<b>Total Principal</b>	<b>4,645,000</b>	<b>41,200</b>	<b>281,392</b>	<b>1,265,000</b>	<b>5,445,000</b>	<b>765,000</b>
<b>Total Interest</b>	<b>844,388</b>	<b>-</b>	<b>-</b>	<b>80,850</b>	<b>897,364</b>	<b>25,051</b>

**SCHEDULE OF CURRENT AND PROPOSED DEBT SERVICE  
REQUIREMENTS BY ISSUE**

Fiscal Year	G.O.Bond 2016C	G.O.Bond 2017A	G.O.Bond 2017B	G.O.Bond 2019	G.O.Bond 2020	Totals
<b>2022</b>						
Principal	670,000	235,000	2,050,000	1,230,000	640,000	9,885,948
Interest	20,100	206,000	248,900	485,170	156,653	1,837,610
<b>2023</b>						
Principal		245,000	2,075,000	1,815,000	645,000	8,120,948
Interest		201,300	207,900	436,000	150,250	1,583,057
<b>2024</b>						
Principal		250,000	2,100,000	1,760,000	655,000	7,665,348
Interest		195,788	166,400	363,400	137,350	1,373,720
<b>2025</b>						
Principal		260,000	2,120,000	1,695,000	670,000	6,620,348
Interest		190,162	124,400	293,000	124,250	1,175,494
<b>2026</b>						
Principal		530,000	2,150,000	1,630,000	685,000	6,845,000
Interest		184,313	82,000	225,200	110,850	1,005,094
<b>2027</b>						
Principal		545,000	1,950,000	1,575,000	710,000	6,675,000
Interest		172,387	39,000	160,000	90,300	821,163
<b>2028</b>						
Principal		565,000		1,515,000	735,000	4,760,000
Interest		160,125		97,000	69,000	640,030
<b>2029</b>						
Principal		580,000		910,000	765,000	4,250,000
Interest		146,000		36,400	46,950	495,474
<b>2030</b>						
Principal		595,000			800,000	3,450,000
Interest		131,500			24,000	372,018
<b>2031</b>						
Principal		615,000				2,735,000
Interest		116,625				281,194
<b>2032</b>						
Principal		635,000				2,235,000
Interest		101,250				209,478
<b>2033</b>						
Principal		655,000				1,800,000
Interest		82,200				145,053
<b>2034</b>						
Principal		670,000				1,460,000
Interest		62,550				93,525
<b>2035</b>						
Principal		695,000				1,145,000
Interest		42,450				53,025
<b>2036</b>						
Principal		720,000				720,000
Interest		21,600				21,600
<b>Total Principal</b>	<b>670,000</b>	<b>7,795,000</b>	<b>12,445,000</b>	<b>12,130,000</b>	<b>6,305,000</b>	<b>68,367,592</b>
<b>Total Interest</b>	<b>20,100</b>	<b>2,014,250</b>	<b>868,600</b>	<b>2,096,170</b>	<b>909,603</b>	<b>10,107,535</b>