

Debt Service Fund Summary

	FY15	FY16	FY16	FY17	FY18
	Actual	Budget	Estimate	Adopted	Adopted
Balance Forward	3,592,107	4,354,027	4,354,027	4,450,131	7,887,947
REVENUES					
Property Tax	761,249	1,864,694	1,878,594	1,989,954	1,989,954
Sales Tax	1,869,599	1,554,112	2,036,980	2,174,920	2,514,420
Special Assessments - Principal	731,673	250,000	250,000	250,000	250,000
Special Assessments - Interest	299,015	75,000	75,000	75,000	75,000
Bond Proceeds	997,522	11,500,000	2,100,000	10,000,000	0
Interest Income	5,716	7,002	7,911	11,087	10,009
Other	902,450	557,796	533,016	541,008	536,843
Total Revenue	5,567,224	15,808,604	6,881,501	15,041,969	5,376,226
EXPENDITURES					
Operating					
Debt Service - Bond Principal	2,655,000	2,947,400	2,900,000	2,780,000	3,123,200
Debt Service - Bond Interest	754,734	871,458	555,123	772,897	968,215
County Treasurer Fees	960,127	15,000	15,000	15,000	15,000
Debt Payment - PFD	298,476	298,677	298,677	300,056	300,056
Financial/Legal Fees	114,631	75,000	75,000	75,000	75,000
Total Expenditures	4,782,968	4,207,535	3,843,800	3,942,953	4,481,471
Other Financing Sources (Uses)					
Lottery Transfer	288,013	339,145	0	0	0
Trf From SID	804	0	0	0	0
Trf From EDF	0	0	0	0	0
CIP Transfer - Bond Proceeds	(311,153)	(11,500,000)	(40,000)	(5,500,000)	(5,000,000)
CIP Transfer - Sales Tax	0	(833,489)	(2,901,597)	(2,161,200)	(528,600)
EDP Transfer	0	0	0	0	0
Total Other Uses of Funds	(22,336)	(11,994,344)	(2,941,597)	(7,661,200)	(5,528,600)
Operating Cash Annual Inc/(Dec)	761,920	(393,275)	96,104	3,437,816	(4,633,845)
Prior Year Cash	3,592,107	4,354,027	4,354,027	4,450,131	7,887,947
End of Year Cash Total	4,354,027	3,960,752	4,450,131	7,887,947	3,254,102

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Debt Service Fund

The Debt Service Fund provides direct transfers of property tax, sales tax and bond proceeds to the Capital Fund for infrastructure projects. The primary sources of funding for the Debt Service Fund budget includes the revenue from a 0.14 property tax rate and one-half of one percent local option sales tax.

Concluding FY16 Financial Performance

On September 15, 2015, the City Council approved Ordinance No. 1264 authorizing the issuance of General Obligation Refunding Bonds in the amount of \$8,447,635 for the purpose of refunding the following outstanding issues:

- \$2,672,021 outstanding principle amount of General Obligation Refunding bonds, Series 2011A, dated June 29, 2011
- \$4,660,357 outstanding principle amount of General Obligation Refunding Bonds (Off-Street Parking Project), Series 2011B, Dated June 29, 2011
- \$1,115,257 outstanding principle amount of General Obligation Refund Bonds, Series 2011, issued by SID No. 195 of Sarpy, County, Nebraska, dated April 15, 2011.

The City also issued bonds in the amount of \$2,100,000 for the City Parking Lot Access Road in Southport West.

The City received an upgraded bond rating of Aa3, up from A1 by Moody's Investor in FY15. The Aa3 bond rating was affirmed at the time of the \$2.1 million issue.

Revenues (less bond proceeds) are estimated to total approximately \$4.8 million, which is slightly more (\$211,799) than revenues received in FY15. The year-end estimate is an approximate 11% increase over the FY16 budgeted amount (less bond proceeds) of \$4.3 million.

Expenditures for FY16 are projected to be nearly \$3.8 million, which is approximately 8.65% less than the budgeted amount of \$4.2 million. This is a \$363,735 decrease over FY16 budget and can primarily be attributed to the interest savings related to the bond refinance.

Fund Balance — The difference in estimated revenues and expenditures, combined with the beginning fund balance, contribute to an estimated ending fund balance of \$4.5 million. This is a 12% increase over the FY16 budget. Factors contributing to the fund balance increase include the positive sales tax variance over budget and reduced bond interest.

FY17 Budget

Revenues for the proposed FY17 budget are estimated at \$15.1 million, which reflects \$10 million in bond proceeds for public infrastructure. Once adjusted for bond proceeds, the FY17 proposed budget is approximately \$5.1 million which reflects a \$733,365 increase in revenue, approximately 17%, over the FY16 budget. This is primarily a result of increased sales and use tax revenue projections.

Expenditures for FY17 are projected to be \$3.9 million, which is a slight decrease from the FY16 budgeted amount of \$4.2 million. This relates to the timing of projects. A \$10 million bond issue is planned for public infrastructure in the vicinity of 120th & Eastport Parkway.

Fund Balance — After expenditures and transfers to the other funds, the budget projects an ending fund balance of nearly \$8.0 million, which is an increase of \$4.0 million from the FY16 budget. The increase in the fund balance is primarily related to the timing of projects and subsequent transfers to the Capital Fund.

FY18 Budget

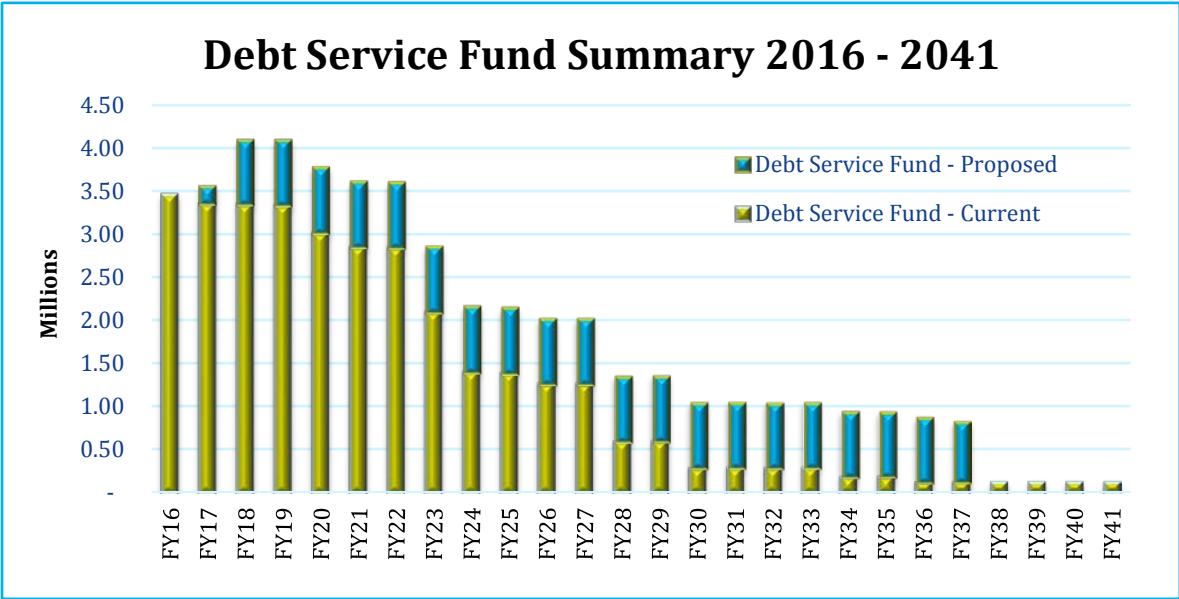
Revenues for FY18 are estimated at \$5.4 million, which reflects a 6.6% increase over FY17 when adjusted for bond proceeds.

Expenditures planned in FY18 are anticipated to be approximately \$4.5 million, reflecting an increase of \$538,518 from FY17 as a result of anticipated bond principal and interest payments related to new city projects.

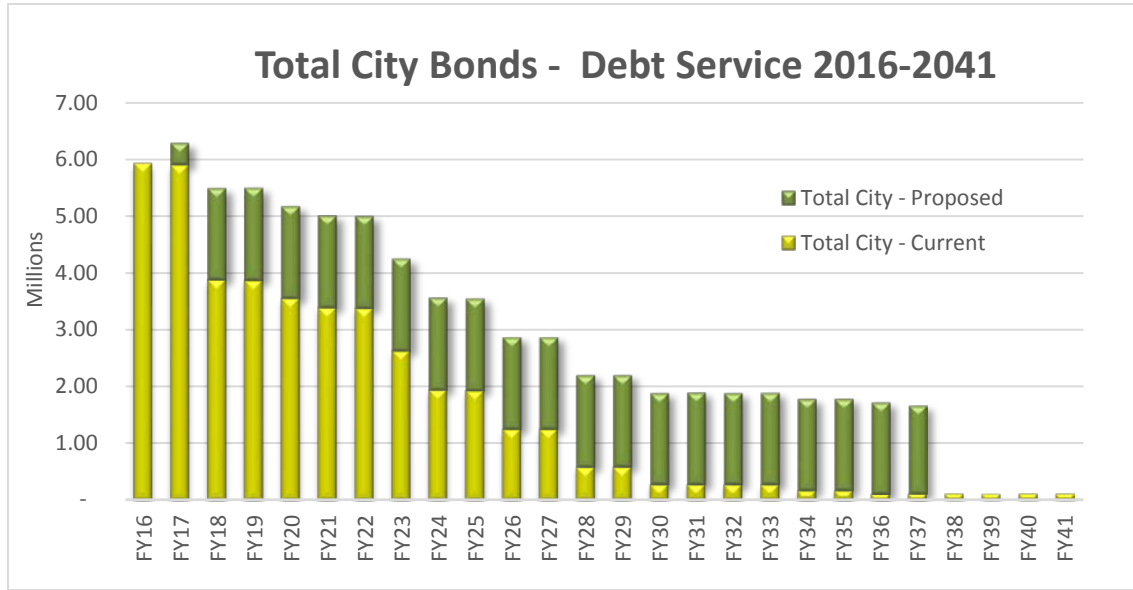
Fund Balance — After expenditures and transfers to the other funds, the budget projects an ending fund balance of \$3.3 million, which is a decrease of \$4.6 million or approximately 59% decrease from FY17. This can be attributed to the transfer of bond proceeds received in FY17 but not transferred to the Capital Fund until FY18.

Summary

A summary of the principle and interest payments that will be paid from the Debt Service fund from FY16 through FY41 is highlighted in the chart below. The trend shows that current debt obligations peaked in FY16. Debt for the Off-Street Parking Fund, Economic Development Fund, Sewer Fund and Redevelopment Funds are included in the second chart. The new debt shown is for the planned FY17 bond issue and the FY18 bond issue. As planning cycles continue in five year periods, it is anticipated that additional bond issues will be proposed.



The following chart includes all municipal debt (*Debt Service Fund, Economic Development Program Fund, Off-Street Parking Fund & Redevelopment Fund*) both current and anticipated debt for FY17 and FY18. The trend shows that the City’s overall debt obligations peak in FY17.



The following tables identify the City’s outstanding principal and interest payments.

Date	\$835,000 Public Safety Bonds Dated December 2014			\$6.475M General Obligation Bonds Dated December 2014		
	PRINCIPAL	COUPON	INTEREST	PRINCIPAL	COUPON	INTEREST
FY17	100,000	2.0000	14,093	965,000	2.0000	108,263
FY18	100,000	2.0000	12,093	985,000	2.0000	88,963
FY19	105,000	2.0000	10,043	995,000	2.0000	69,263
FY20	105,000	2.0000	7,943	690,000	1.7500	49,363
FY21	105,000	1.8500	5,921	540,000	2.0500	37,288
FY22	110,000	2.1500	3,768	550,000	2.2500	26,218
FY23	110,000	2.3500	1,293	565,000	2.4500	13,843
	<u>735,000</u>		<u>55,151</u>	<u>5,290,000</u>		<u>393,198</u>

\$8.24M General Obligation Refunding Bonds
Dated December 2015 DSF Portion

\$4.975M Fire Facility Refunding Bonds
Dated July 15, 2011

Date	PRINCIPAL	COUPON	INTEREST	PRINCIPAL	COUPON	INTEREST
FY17	335,000	0.5000	68,808	290,000	2.5000	121,915
FY18	335,000	2.0000	64,620	295,000	2.4000	114,750
FY19	340,000	2.0000	57,870	300,000	2.8000	107,010
FY20	345,000	1.5000	51,883	310,000	3.0500	98,083
FY21	355,000	2.0000	45,745	320,000	3.2500	88,155
FY22	360,000	2.0000	38,595	330,000	3.4500	77,263
FY23	370,000	2.0000	31,295	340,000	3.6000	65,450
FY24	375,000	2.0000	23,845	355,000	3.7500	52,674
FY25	380,000	2.2000	15,915	365,000	3.9000	38,900
FY26	250,000	2.2500	8,923	380,000	4.0500	24,088
FY27	260,000	2.3500	3,055	395,000	4.1500	8,196
	<u>3,705,000</u>		<u>410,554</u>	<u>3,680,000</u>		<u>796,484</u>

**\$790,000 Highway Allocation Bonds
Dated December 2014**

Date	PRINCIPAL	COUPON	INTEREST
FY17	50,000	2.0000	18,143
FY18	50,000	2.0000	17,143
FY19	50,000	2.0000	16,143
FY20	55,000	1.8500	15,134
FY21	55,000	1.8500	14,116
FY22	55,000	2.3500	12,961
FY23	55,000	2.3500	11,669
FY24	60,000	2.6500	10,228
FY25	55,000	2.6500	8,704
FY26	60,000	3.0000	7,075
FY27	65,000	3.0000	5,200
FY28	65,000	3.2500	3,169
FY29	65,000	3.2500	1,056
	<u>740,000</u>		<u>140,739</u>

**\$8.915M Refunding Bonds
Dated June 30, 2012**

**\$3.428M Facilities Corporation Bonds
Dated December 2014**

Date	PRINCIPAL	COUPON	INTEREST	PRINCIPAL	COUPON	INTEREST
FY17	685,000	0.0090	132,900	285,000	2.0000	53,495
FY18	700,000	0.0120	125,618	285,000	2.0000	47,795
FY19	705,000	0.0145	116,306	295,000	2.0000	41,995
FY20	715,000	0.0170	105,118	305,000	1.7500	36,376
FY21	730,000	0.0190	92,105	310,000	1.9500	30,685
FY22	740,000	0.0210	77,400	310,000	2.1500	24,330
FY23	280,000	0.0225	66,480	40,000	2.6000	20,478
FY24	285,000	0.0240	59,910	40,000	2.6000	19,438
FY25	290,000	0.0255	52,793	45,000	2.6000	18,333
FY26	305,000	0.0270	44,978	45,000	3.2500	17,016
FY27	310,000	0.0280	36,520	45,000	3.2500	15,554
FY28	320,000	0.0290	27,540	45,000	3.2500	14,091
FY29	330,000	0.0300	17,950	50,000	3.2500	12,548
FY30	95,000	0.0325	11,456	50,000	3.4500	10,873
FY31	100,000	0.0325	8,288	50,000	3.4500	9,148
FY32	100,000	0.0325	5,038	55,000	3.4500	7,336
FY33	105,000	0.0325	1,706	55,000	3.6500	5,384
FY34				60,000	3.6500	3,285
FY35				60,000	3.6500	1,095
	<u>6,795,000</u>		<u>982,104</u>	<u>2,430,000</u>		<u>389,253</u>

\$2.1M Highway Allocation Bonds
Dated May 25, 2016

Date	PRINCIPAL	COUPON	INTEREST
FY17	70,000	1.0000	49,257
FY18	65,000	1.0000	51,919
FY19	65,000	1.0000	51,269
FY20	65,000	1.0000	50,619
FY21	65,000	1.0000	49,969
FY22	70,000	2.0000	49,319
FY23	70,000	2.0000	47,919
FY24	70,000	2.0000	46,519
FY25	70,000	2.0000	45,119
FY26	75,000	2.0000	43,719
FY27	75,000	3.0000	42,219
FY28	75,000	3.0000	39,969
FY29	80,000	3.0000	37,719
FY30	80,000	3.0000	35,319
FY31	85,000	3.0000	32,919
FY32	85,000	3.0000	30,369
FY33	90,000	3.0000	27,819
FY34	90,000	3.0000	25,119
FY35	95,000	3.0000	22,419
FY36	95,000	3.0000	19,569
FY37	100,000	3.1250	16,719
FY38	105,000	3.1250	13,594
FY39	105,000	3.1250	10,313
FY40	110,000	3.1250	7,031
FY41	115,000	3.1250	3,594
	<u>2,070,000</u>		<u>850,313</u>

Debt Service Fund - Summary Current Bonds

Date	PRINCIPAL	INTEREST
FY17	2,780,000	566,873
FY18	2,815,000	522,899
FY19	2,855,000	469,898
FY20	2,590,000	414,517
FY21	2,480,000	363,984
FY22	2,525,000	309,853
FY23	1,830,000	258,425
FY24	1,185,000	212,613
FY25	1,205,000	179,763
FY26	1,115,000	145,798
FY27	1,150,000	110,744
FY28	505,000	84,769
FY29	525,000	69,273
FY30	225,000	57,648
FY31	235,000	50,354
FY32	240,000	42,743
FY33	250,000	34,909
FY34	150,000	28,404
FY35	155,000	23,514
FY36	95,000	19,569
FY37	100,000	16,719
FY38	105,000	13,594
FY39	105,000	10,313
FY40	110,000	7,031
FY41	115,000	3,594
	<u>25,445,000</u>	<u>4,017,795</u>

Detail of 2011 Refunding Bond Series 2015

Date	2011 Series Debt Service Fund Portion (Two Bonds)			2011 Series Off Street Parking Portion		
	PRINCIPAL	COUPON	INTEREST	PRINCIPAL	COUPON	INTEREST
FY16			37,531			44,291
FY17	335,000	0.5000	68,808	475,000	0.5000	81,003
FY18	335,000	2.0000	64,620	470,000	2.0000	75,115
FY19	340,000	2.0000	57,870	485,000	2.0000	65,565
FY20	345,000	1.5000	51,883	495,000	1.5000	57,003
FY21	355,000	2.0000	45,745	500,000	2.0000	48,290
FY22	360,000	2.0000	38,595	510,000	2.0000	38,190
FY23	370,000	2.0000	31,295	520,000	2.0000	27,890
FY24	375,000	2.0000	23,845	535,000	2.0000	17,340
FY25	380,000	2.2000	15,915	545,000	2.0000	5,995
FY26	250,000	2.2500	8,923			
FY27	260,000	2.3500	3,055			
	<u>3,705,000</u>		<u>448,085</u>	<u>4,535,000</u>		<u>460,682</u>

Date	\$8.24M GO Refunding Bonds Series 2015 (DSF + OSP)		
	PRINCIPAL	COUPON	INTEREST
FY16		-	81,822
FY17	810,000	0.5000	149,811
FY18	805,000	2.0000	139,735
FY19	825,000	2.0000	123,435
FY20	840,000	1.5000	108,886
FY21	855,000	2.0000	94,035
FY22	870,000	2.0000	76,785
FY23	890,000	2.0000	59,185
FY24	910,000	2.0000	41,185
FY25	925,000	2.2000	21,910
FY26	250,000	2.2500	8,923
FY27	260,000	2.3500	3,055
	<u>8,240,000</u>		<u>908,767</u>