

Debt Service Program

Program Number:	90
Result Area:	Growth/Infrastructure
Division:	Board of County Commissioners Division
Section:	N/A

I. Program Offer Description:

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II. Contribution to Result:

Please see attached Debt Service Details - "Debt Service Schedule" and "Summary of Debt Service"

This Program is:	Not Mandated (X)	Mandated: Federal ()	State ()	Local ()
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III. Performance Objectives:

	Key Obj.	Actual FY 17/18	Budget FY 18/19	Adopted FY 19/20	Plan FY 20/21
<i>Workload Indicators:</i>					

Significant Changes

FY20 Budget includes anticipated debt from a bank loan to cover several capital projects for Northeast Government Center, Tax Collectors Facility project, four fire stations, financial system upgrades, and another section of regional park in NE Four Corners Region.

Debt Service Program				
Personnel:	Actual FY 17/18	Budget FY 18/19	Adopted FY 19/20	Plan FY 20/21
Full Time Equivalents	0.00	0.00	0.00	0.00
Funding Sources:	Actual FY 17/18	Budget FY 18/19	Adopted FY 19/20	Plan FY 20/21
Const Tax Rev Improv & Refund Bds, S2006	309,560	0	0	0
Public Facilities Rev Bonds 2005	896	0	0	0
Cash/Fund Balance Forward	0	16,456,246	17,052,871	18,098,749
Interest	113,303	20,646	59,496	69,589
Interfund Transfer	7,101,051	7,332,232	10,333,691	10,333,930
Intergovernmental	7,175,000	7,175,000	7,175,000	7,175,000
Total Program	14,699,810	30,984,124	34,621,058	35,677,268
Revenue by Fund:	Actual FY 17/18	Budget FY 18/19	Adopted FY 19/20	Plan FY 20/21
Const Tax Rev Improv & Refund Bds, S2006	309,655	0	0	0
Public Facilities Rev Bonds 2005	896	0	0	0
Capital 2010	2,822,082	7,715,937	7,793,552	7,837,907
Transportation 2010	4,223,046	11,219,658	11,330,177	11,384,264
Public Facilities Rev Ref Bonds, Series 2014 (Ref 2005)	5,460,958	8,579,554	8,637,712	8,697,437
Public Facilities Rev Ref Note, Series 2015 (Ref CFT 2006)	1,883,173	3,468,975	3,821,104	3,946,167
Capital 2019	0	0	3,038,513	3,811,493
Total Program	14,699,810	30,984,124	34,621,058	35,677,268
Appropriations:	Actual FY 17/18	Budget FY 18/19	Adopted FY 19/20	Plan FY 20/21
Debt Service	14,095,012	14,172,927	16,509,616	16,507,990
Interfund Transfers	81,051	12,232	12,691	12,930
Reserves	0	16,798,965	18,098,751	19,156,348
Total Program	14,176,063	30,984,124	34,621,058	35,677,268

0090 Debt Service Program

Appropriations	Actual	Budget	Adopted	Plan
	FY 17/18	FY 18/19	FY 19/20	FY 20/21
Debt Service	14,095,012	14,172,927	16,509,616	16,507,990
Interfund Transfers	81,051	12,232	12,691	12,930
Reserves	0	16,798,965	18,098,751	19,156,348
Total Result Area	14,176,063	30,984,124	34,621,058	35,677,268

Revenue by Fund		Actual	Budget	Adopted	Plan
		FY 17/18	FY 18/19	FY 19/20	FY 20/21
21600	Const Tax Rev Improv & Refund Bds, S2006	309,655	0	0	0
23000	Public Facilities Rev Bonds 2005	896	0	0	0
23300	Capital 2010	2,822,082	7,715,937	7,793,552	7,837,907
23400	Transportation 2010	4,223,046	11,219,658	11,330,177	11,384,264
23500	Public Facilities Rev Ref Bonds, Series 2014 (Ref 2005)	5,460,958	8,579,554	8,637,712	8,697,437
23700	Public Fac Rev Note, S2015(Ref CFT 2006)	1,883,173	3,468,975	3,821,104	3,946,167
23800	Capital 2019	0	0	3,038,513	3,811,493
Total Result Area		14,699,810	30,984,124	34,621,058	35,677,268

Personnel		Actual	Budget	Adopted	Plan
Full Time Equivalents		0	0	0	0

SUMMARY OF SERVICES AND FACILITIES Fiscal Year 2019/2020

While there is no statutory limitation on the amount of debt that can be incurred by Florida counties, the relationship between debt and debt capacity is, perhaps, best demonstrated by bond ratings. Polk County's latest rating was Fitch AA and S&P's AA.

The following list provides information on the active long-term debt outstanding included in this program. The last section of this program details Polk County's Debt Service for the next 10 years.

Capital Debt, Series 2019 (23800): This FY20 Capital Debt fund was established to cover anticipated Principal and Interest payments in the amount of \$27,000,000 from the bank loan. The debt proceeds will help cover capital projects for the Northeast Government Center and Tax Collectors Facility project, four fire stations, financial systems upgrades, and another section of regional park in the Northeast Four Corners Region.

Public Facilities Revenue Refunding Rev Note, Series 2015 (23700): On November 3, 2015, the Board adopted a resolution to refinance a portion of the 2006 Constitutional Fuel Tax Revenue Refunding debt to take advantage of lower interest rates and we borrowed \$18,157,000. The outstanding balance as of September 30, 2019 is \$15,137,000. Annual debt service payments are to be made through December 2026. Coupon interest is approximately 2.14%. The Revenue Sharing Money serves as both collateral and a source of funds for the issue.

Public Facilities Revenue Refunding Bonds, Series 2014 (23500): In Fiscal Year 2013/2014, the Board approved a resolution authorizing the partial refinancing of the Public Facilities Revenue Bonds, Series 2005 (23000). The original debt proceeds were for the purpose of financing the planning, engineering, acquisition, construction, and expansion of certain jails, public safety, and operational facilities of the County. The outstanding balance of this \$71,510,000 bond issue as of September 30, 2019 is \$64,255,000. Annual debt service payments are to be made through December 2035. Interest ranges from 3.0 % to 5.0%. The Revenue Sharing Money serves as both collateral and a source of funds for the issue.

Capital Improvement Revenue Refunding Bonds Series 2010 (23300): In Fiscal Year 2003/2004, the Board approved a resolution authorizing the partial refinancing of the Capital Improvement Revenue Bonds Series 2000 (22500) bonds. The original debt proceeds were deposited in the South County Jail (12/99 Purchase) (32500) Fund for the purchase of a new jail located near Frostproof, Florida. In Fiscal Year 2010/2011, the Board approved a resolution authorizing the refinancing of the Capital Improvement Revenue Bonds Series 2004 (22900) bonds. The outstanding balance of this \$32,265,000 bond issue as of September 30, 2019 \$18,720,000. Annual debt service payments are to be made through December 2026. Interest ranges from 3.0% to 5.0% (steps). The Local Government Half-Cent Sales Tax, discussed in the Revenue section of this book, serves both as collateral for the issue and the County's source of funds to service the debt.

Transportation Improvement Revenue Refunding Bonds Series 2010 (23400): In Fiscal Year 2003/2004, the Board approved a resolution authorizing the partial refinancing of the Transportation Improvement Revenue Bonds, Series 2000 (22700). The original debt proceeds were deposited in the Road Projects (Long Term) (31700) Fund for road construction projects. In Fiscal Year 2010/2011, the Board approved a resolution authorizing the refinancing of the Transportation Improvement Revenue Bonds, Series 2004 (22800). The outstanding balance of this \$53,035,000 issue as of September 30, 2019 \$36,025,000. Annual debt service payments are to be made through December 2029. Interest ranges from 2.50% to 5.00% (steps). A portion of the Public Service Tax and Second Local Option Gas Tax serve as collateral for the issue. The Second Local Option Gas tax serves as the County's source of funds to service the debt.

POLK COUNTY - ADOPTED FY 19/20
Ten Year Debt Service Schedule
(In Thousands)

<u>Bond Issue</u>	<u>Prior Payments</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>Future Payments</u>	<u>Total</u>
Public Facilities Revenue Refunding Note S2015 (23700);													
Series 2015 - 18,157,000													
Purpose: Construction and renovation of Public safety facilities													
Principal	3,020.00	1,672.00	1,730.00	1,790.00	1,855.00	1,921.00	1,987.00	2,053.00	2,129.00	-	-	-	18,157.00
Interest	1,308.44	306.04	269.64	231.98	192.97	152.57	110.76	67.53	22.78	-	-	-	2,662.71
Total	4,328.44	1,978.04	1,999.64	2,021.98	2,047.97	2,073.57	2,097.76	2,120.53	2,151.78	-	-	-	20,819.71
Public Facilities Revenue Refunding Bonds, S2014 (23500)													
Series 2014 - 71,510,000													
Purpose: Construction and renovation of Public safety facilities													
Principal	7,255.00	2,595.00	2,720.00	2,835.00	2,915.00	3,030.00	3,180.00	3,340.00	3,510.00	3,685.00	3,865.00	32,580.00	71,510.00
Interest	15,586.49	2,792.28	2,673.00	2,576.08	2,475.25	2,341.20	2,185.95	2,022.95	1,851.70	1,671.83	1,483.08	4,863.48	42,523.26
Total	22,841.49	5,387.28	5,393.00	5,411.08	5,390.25	5,371.20	5,365.95	5,362.95	5,361.70	5,356.83	5,348.08	37,443.48	114,033.26
Capital Improvement Revenue Refunding Bonds S2010 (23300)													
Series 2010 - 32,265,000													
Purpose: Jail acquisition													
Principal	13,545.00	2,025.00	2,110.00	2,215.00	2,290.00	2,370.00	2,455.00	2,580.00	2,675.00	-	-	-	32,265.00
Interest	9,378.71	714.00	616.00	528.56	452.49	369.46	265.13	155.38	53.50	-	-	-	12,533.21
Total	22,923.71	2,739.00	2,726.00	2,743.56	2,742.49	2,739.46	2,720.13	2,735.38	2,728.50	-	-	-	44,798.21
Transportation Improvement Refunding Revenue Bond S2010 (23400)													
Series 2010 - 53,035,000													
Purpose: Transportation related projects													
Principal	17,010.00	2,585.00	2,690.00	2,825.00	2,970.00	3,115.00	3,270.00	3,435.00	3,565.00	3,705.00	3,855.00	4,010.00	53,035.00
Interest	17,182.90	1,537.10	1,415.48	1,277.60	1,132.73	980.60	820.98	674.82	539.11	393.71	242.51	82.71	26,280.23
Total	34,192.90	4,122.10	4,105.48	4,102.60	4,102.73	4,095.60	4,090.98	4,109.82	4,104.11	4,098.71	4,097.51	4,092.71	79,315.23
*Capital, 2019 Debt (23800)													
Series 2019 - 27,000,000													
Purpose: Capital related projects													
Principal			1,457.08	1,500.79	1,545.81	1,592.18	1,639.95	1,689.15	1,739.82	1,792.02	1,845.78	12,297.43	27,100.00
Interest			813.00	769.29	724.27	677.89	630.13	580.93	530.25	478.06	424.30	1,323.02	6,951.12
Total			2,270.08	2,270.08	2,270.08	2,270.07	2,270.08	2,270.08	2,270.08	2,270.08	2,270.07	13,620.45	34,051.12
Debt Service Program Total	90,598.36	14,226.42	16,494.19	16,549.28	16,553.51	16,549.90	16,544.88	16,598.75	16,616.17	11,725.61	11,715.66	55,156.63	299,329.36

POLK COUNTY - ADOPTED FY 19/20
Ten Year Debt Service Schedule
(In Thousands)

Bond Issue	Prior Payments	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	Future Payments	Total	
Utility System Revenue Bonds														
Series 2010 - 46,360,000														
Purpose: Funded water and waste water capital improvement projects														
Principal	-	-	-	-	-	-	-	-	-	-	-	-	46,360.00	46,360.00
Interest	24,893.14	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,752.47	2,751.47	2,751.47	2,751.47	23,690.74	76,099.56
Total Fund	24,893.14	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,751.47	2,752.47	2,751.47	2,751.47	2,751.47	70,050.74	122,459.56
Utility System Revenue Bonds														
Series 2012 - 43,815,000 (Refunding of Series 2003)														
Purpose: Funded water and waste water capital improvement projects														
Principal	5,770.00	3,100.00	3,225.00	3,320.00	3,490.00	3,660.00	3,845.00	4,035.00	4,240.00	4,455.00	4,675.00	-	-	43,815.00
Interest	13,437.89	1,713.25	1,589.25	1,492.50	1,326.50	1,152.00	969.00	776.75	575.00	363.00	140.25	-	-	23,535.39
Total	19,207.89	4,813.25	4,814.25	4,812.50	4,816.50	4,812.00	4,814.00	4,811.75	4,815.00	4,818.00	4,815.25	-	-	67,350.39
Utility System Revenue Refunding Bonds														
Series 2013 - 53,630,000 (Refunding of 2004A bond)														
Purpose: Funded water and waste water capital improvement projects														
Principal	3,340.00	855.00	880.00	910.00	935.00	975.00	1,020.00	680.00	710.00	735.00	765.00	41,825.00	53,630.00	
Interest	14,285.51	2,416.72	2,391.07	2,364.67	2,332.82	2,301.26	2,252.51	2,201.51	2,167.51	2,140.89	2,111.49	25,654.59	62,620.54	
Total	17,625.51	3,271.72	3,271.07	3,274.67	3,267.82	3,276.26	3,272.51	2,881.51	2,877.51	2,875.89	2,876.49	67,479.59	116,250.54	
Utility System Revenue Refunding Bonds														
Series 2014 - 41,740,000 (Refunding Series A, B, and C)														
Purpose: Funded water and waste water capital improvement projects														
Principal	5,905.00	-	-	-	-	-	-	445.00	460.00	475.00	500.00	33,955.00	41,740.00	
Interest	8,718.07	1,534.13	1,534.13	1,534.13	1,534.13	1,534.13	1,534.13	1,534.13	1,518.55	1,501.88	1,484.06	4,448.16	28,409.60	
Total	14,623.07	1,534.13	1,534.13	1,534.13	1,534.13	1,534.13	1,534.13	1,979.13	1,978.55	1,976.88	1,984.06	38,403.16	70,149.60	
Utilities Fund Total	76,349.61	12,370.56	12,370.91	12,372.76	12,369.91	12,373.85	12,372.11	12,423.86	12,423.53	12,422.23	12,427.27	175,933.49	376,210.08	

POLK COUNTY - ADOPTED FY 19/20
Ten Year Debt Service Schedule
(In Thousands)

Bond Issue	Prior Payments	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	Future Payments	Total
Interlocal Agreements and Other Tourism Tax Debt													
City of Lakeland - \$6,718,697 (County Portion)													
Purpose: Contribution towards Lakeland Center Renovations 2017													
Principal	764.40	395.96	405.42	415.11	425.03	435.19	445.59	456.24	467.14	478.31	489.74	1,540.57	6,718.70
Interest	367.62	140.45	130.68	120.67	110.42	99.92	89.18	78.18	66.91	55.38	43.56	56.97	1,359.94
Total	1,132.02	536.41	536.10	535.78	535.45	535.11	534.77	534.42	534.05	533.68	533.30	1,597.54	8,078.63
City of Lakeland - \$13,616,000													
Purpose: Contribution towards Joker Marchant Stadium Renovations 2016													
Principal	1,465.83	525.36	544.89	565.13	586.13	607.91	630.50	653.93	678.23	703.43	729.56	5,925.10	13,616.00
Interest	1,667.85	519.20	499.67	479.43	458.43	436.65	414.06	390.63	366.33	341.14	315.00	1,386.82	7,275.20
Total	3,133.68	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	1,044.56	7,311.92	20,891.20
City of Winter Haven - \$10,000,000													
Purpose: Contribution towards Arena and Conference Center 2017													
Principal	\$395.00	410.00	420.00	435.00	445.00	460.00	475.00	490.00	505.00	520.00	535.00	4,910.00	10,000.00
Interest	\$307.88	294.39	281.83	268.95	255.62	241.98	227.88	213.32	198.31	182.83	166.89	700.80	3,340.68
Total	702.88	704.39	701.83	703.95	700.62	701.98	702.88	703.32	703.31	702.83	701.89	5,610.80	13,340.68
City of Auburndale													
Purpose: Contribution towards soccer and baseball combined													
Principal	8,295.00	850.00	875.00	915.00	-	-	-	-	-	-	-	-	10,935.00
Interest	2,648.60	79.98	51.91	18.30	-	-	-	-	-	-	-	-	2,798.79
Total	10,943.60	929.98	926.91	933.30	-	-	-	-	-	-	-	-	13,733.79
City of Auburndale - \$4,500,000													
Purpose: Expansion of Lake Myrtle Sports Complex													
Principal	500.00	180.00	185.00	190.00	195.00	205.00	210.00	220.00	225.00	230.00	240.00	1,920.00	4,500.00
Interest	542.29	130.79	124.68	118.41	111.97	105.28	98.34	91.15	83.71	76.10	68.24	232.82	1,783.78
Total	1,042.29	310.79	309.68	308.41	306.97	310.28	308.34	311.15	308.71	306.10	308.24	2,152.82	6,283.78
Tourism Tax (106) Fund Total													
	16,954.47	3,526.13	3,519.08	3,526.00	2,587.60	2,591.93	2,590.55	2,593.45	2,590.63	2,587.17	2,587.99	16,673.08	62,328.07
Grand Total													
	183,902.43	30,123.10	32,384.18	32,448.04	31,511.02	31,515.68	31,507.54	31,616.05	31,630.33	26,735.01	26,730.92	247,763.20	737,867.51

This schedule excludes future debt obligations for transportation projects detailed in the Polk/Harden CRA Plan. Additionally, it excludes possible future debt obligations which may be requested as a part of the Road and Park Infrastructure Gap Reduction plan.

This schedule excludes debt service fund reserves and includes other types of liabilities from other funds - Notes Payable, Capitalized Lease Obligations, etc. However, it does not include loans between County Funds.

*Capital Debt Fund 23800 is an estimate of Principal and Interest payments, adjustments to schedule pending FY20 bank loan agreement.