

## **DEBT SERVICE**

The Debt Service section provides a schedule of total current outstanding debt. In addition, a five year projection of debt service payments are provided by fund. Any projected new debt for future years is explained and included in the five year projections.

- State of Florida Statutes have no ceiling cap on debt for municipalities.
- City of Punta Gorda Charter, Article VI empowers the Council to issue debt with no stated limitations.
- City Financial Policies provide for prudent guidelines for issuance of debt but have no specific limitations. See Financial Policies in Section 3 – Process and Policies.

**City of Punta Gorda, FL**  
**Summary Schedule of October 1, 2015 Outstanding Debt**  
**As of September 30, 2016**

The City is not subject to state debt limits, nor is there a limit set by the City Charter. The City's financial policy on debt management stresses ensuring adequacy of infrastructure and capacity to support growth as reasons to incur debt. It also addresses not allowing debt terms to extend beyond the useful life, and not using debt for operations. As of September 30, 2016 the City has \$18.1 million in revenue notes. The detail of current outstanding debt is provided below.

New financing pending in FY 2016 is not included in schedules on this page.

It is included in schedule on the following page and in the individual funds under budgeted or proposed new financing.

	<b>Principal Outstanding Omits FY 2016 Pending Financing</b>
Debt Service Fund	
Note 13    2012 \$20,030,000 Revenue Note for refinancing the 2008 Herald Court Parking Garage Notes and the 2002 & 2006 CRA Notes used for various public works projects within the CRA district	\$    16,455,000
<b>Total Debt Service Fund Principal Outstanding</b>	<b>16,455,000</b>
Utilities Fund	
Note 7    2000 \$5,193,111 State Revolving Fund Note Deep well injection project at the Wastewater Treatment Plant	1,646,594
<b>Total Utility Funds Principal Outstanding</b>	<b>1,646,594</b>
<b>Grand Total All Funds</b>	<b>\$ 18,101,594</b>

**Principal and Interest Payment Schedule of Oct.1, 2015 Outstanding Debt**

Fiscal Yr Ending September 30	Debt Service Fund		Utilities Fund		Total
	Principal	Interest	Principal	Interest	
2017	950,000	388,314	307,704	52,869	1,698,887
2018	1,015,000	364,439	318,151	42,422	1,740,012
2019	1,085,000	338,924	328,952	31,621	1,784,497
2020	1,160,000	311,648	340,120	20,453	1,832,221
2021	1,235,000	282,548	351,667	8,905	1,878,120
2022-2028	11,010,000	996,908	-	-	12,006,908
Total	\$ 16,455,000	\$ 2,682,781	\$ 1,646,594	\$ 156,270	\$ 20,940,645

**City of Punta Gorda, FL**  
**Summary Schedule of October 1, 2015 Outstanding and FY 2016 Pending Debt**  
**Projected as of September 30, 2016**

	<b>Principal Outstanding CAFR 9/30/15</b>	<b>Principal Paid FY 2016</b>	<b>Pending Financing FY 2016</b>	<b>Principal Outstanding Est. 9/30/16</b>
Debt Service Fund				
Note 13 2012 Revenue Note	17,355,000	900,000		16,455,000
<b>Total Debt Service Fund</b>	<b>17,355,000</b>	<b>900,000</b>	<b>-</b>	<b>16,455,000</b>
Utilites Fund				
Note 7 2000 SRF Note	1,944,195	297,601		1,646,594
Note 10 2005 Revenue Note	573,860	573,860		-
Utility Note	30,678	30,678		-
Pending 2016 Revenue Note, Wastewater			1,677,000	1,677,000
<b>Total Utility Funds</b>	<b>2,548,733</b>	<b>902,139</b>	<b>1,677,000</b>	<b>3,323,594</b>
<b>Grand Total All Funds</b>	<b>\$ 19,903,733</b>	<b>\$ 1,802,139</b>	<b>\$ 1,677,000</b>	<b>\$ 19,778,594</b>

**City of Punta Gorda, FL  
Debt Service Fund  
FY 2017 through FY 2021**

The debt service fund current outstanding principal is \$16.5 million.

The Community Redevelopment Agency (CRA) through a lease agreement with the City, provides the funds for the debt service requirements on the 2012 revenue note. The original principal of \$20 million was funding for the \$14.3 million Herald Court Centre parking structure including ground floor retail/office space and refinancing of \$5.7 million of previous CRA capital projects. In 2012, the life of the CRA district was extended until 2030 to cover the full funding of this debt service. See Page 7.24 for discussion of tax incremental financing (TIF) for the CRA.

Fund Debt Svc. Fund	Account Number	Principal O/S 9/30/2016	FY 2017 DUE	FY 2018 DUE	FY 2019 DUE	FY 2020 DUE	FY 2021 DUE
2012 Note 13	201-0000-583-71-11	\$ 16,455,000	\$ 950,000	\$ 1,015,000	\$ 1,085,000	\$ 1,160,000	\$ 1,235,000
Revenue Note	201-0000-583-72-11	Herald Ct Pkg & CRA projects	\$ 388,314	\$ 364,439	\$ 338,924	\$ 311,648	\$ 282,548
<b>Total Principal</b>		\$ 16,455,000	\$ 950,000	\$ 1,015,000	\$ 1,085,000	\$ 1,160,000	\$ 1,235,000
<b>Total Interest</b>			\$ 388,314	\$ 364,439	\$ 338,924	\$ 311,648	\$ 282,548
<b>Total Debt Service Requirement</b>			\$ 1,338,314	\$ 1,379,439	\$ 1,423,924	\$ 1,471,648	\$ 1,517,548

City of Punta Gorda, FL  
Debt Service Fund  
Proforma Schedule of Revenues and Expenditures  
FY 2014 through FY 2021

	Actual FY 2014	Actual FY 2015	Budget FY 2016	Projected FY 2016	Budget FY 2017	Proforma FY 2018	Proforma FY 2019	Proforma FY 2020	Proforma FY 2021
<b>Revenues:</b>									
Lease Payment from CRA- Div 0949	1,282,466	1,282,054	1,310,790	1,310,790	1,338,313	1,379,439	1,423,924	1,471,648	1,517,548
Transfer from General Fund - ISS	1,274,659								
Prior Years Carryover-ISS	1,276,025	1,275,302	2	3	1				
<b>Total Revenues</b>	<b>3,833,150</b>	<b>2,557,356</b>	<b>1,310,792</b>	<b>1,310,793</b>	<b>1,338,314</b>	<b>1,379,439</b>	<b>1,423,924</b>	<b>1,471,648</b>	<b>1,517,548</b>
<b>Expenditures:</b>									
CRA Revenue Note-Series 2012 Principal	830,000	850,000	900,000	900,000	950,000	1,015,000	1,085,000	1,160,000	1,235,000
CRA Revenue Note-Series 2012 Interest	452,466	432,054	410,792	410,792	388,314	364,439	338,924	311,648	282,548
<b>Subtotal Debt Service</b>	<b>1,282,466</b>	<b>1,282,054</b>	<b>1,310,792</b>	<b>1,310,792</b>	<b>1,338,314</b>	<b>1,379,439</b>	<b>1,423,924</b>	<b>1,471,648</b>	<b>1,517,548</b>
<b>Reserve for ISS Debt Reduction</b>		1,275,302							
2009 ISS Revenue Note - Principal	1,216,295	1,255,216							
2009 ISS Revenue Note - Interest	59,087	20,083							
<b>Subtotal ISS Debt Service</b>	<b>1,275,382</b>	<b>1,275,299</b>							
<b>Total Expenditures</b>	<b>3,833,150</b>	<b>2,557,353</b>	<b>1,310,792</b>	<b>1,310,792</b>	<b>1,338,314</b>	<b>1,379,439</b>	<b>1,423,924</b>	<b>1,471,648</b>	<b>1,517,548</b>
<b>Projected Carryover - Ending</b>	<b>\$ 0</b>	<b>\$ 3</b>	<b>\$ 0</b>	<b>\$ 1</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>

November 2012 - Herald Court Parking Garage notes and 2002/2006 CRA revenue notes were refinanced to a 15 year note.

The CRA will make lease payments until debt is retired.

1% Sales Tax Revenue note was issued in FY 2009. Transfers from 1% Sales Tax revenues are made in the fiscal year prior to due date as current year revenues will not have been received for payment. Final debt payment made in FY 2015.

**City of Punta Gorda, FL  
Utilities Fund Debt Service  
FY 2017 through FY 2021**

The Utilities fund currently has two revenue issues outstanding for a total of \$2.5 million. The prior year capital project financing have been combined and are detailed below. The projected outstanding principal is \$3.3 million. The Capital Improvement Plan includes construction for a reverse osmosis (R.O.) water plant to provide a higher quality of water and an alternative water source. Identification of debt impact on increased user rates is shown in the Utilities proforma on page 9.02.

Fund Utility Funds	Account Number	Principal O/S 9/30/2016	FY 2017 DUE	FY 2018 DUE	FY 2019 DUE	FY 2020 DUE	FY 2021 DUE
2000-Note 7	419-0000-535.71-07	\$ 1,646,594	\$ 307,704	\$ 318,151	\$ 328,952	\$ 340,120	\$ 351,668
State Revolving	419-0000-535.72-07	Deepwell WW	\$ 52,869	\$ 42,422	\$ 31,621	\$ 20,453	\$ 8,905
<b>Subtotal Existing Principal</b>		<b>\$ 1,646,594</b>	<b>\$ 307,704</b>	<b>\$ 318,151</b>	<b>\$ 328,952</b>	<b>\$ 340,120</b>	<b>\$ 351,668</b>
<b>Subtotal Existing Interest</b>			<b>\$ 52,869</b>	<b>\$ 42,422</b>	<b>\$ 31,621</b>	<b>\$ 20,453</b>	<b>\$ 8,905</b>

**FY 2016 Budgeted Financing**

Prior Yr Proj Financing (Filtration Proj)							
P&I	\$ 1,677,000	\$ 202,000	\$ 202,000	\$ 202,000	\$ 202,000	\$ 202,000	\$ 202,000
\$1,677,000	3.5% int., 10 yr amort.						

<b>Total Est. Principal 9/30/16</b>	<b>\$ 3,323,594</b>						
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**FY 2015-FY 2017 Proposed New Financing (with capitalized interest and payments beginning in FY 2018)**

2015-2017 Financing (R.O. proj & financing costs) P&I			\$ 1,370,000	\$ 1,370,000	\$ 1,370,000	\$ 1,370,000	\$ 1,370,000
\$15,780,983	3.5% int., 15 yr amort.						

<b>Subtotal New Debt Service</b>		<b>\$ 202,000</b>	<b>\$ 1,572,000</b>	<b>\$ 1,572,000</b>	<b>\$ 1,572,000</b>	<b>\$ 1,572,000</b>	<b>\$ 1,572,000</b>
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<b>Total Debt Service Requirement</b>		<b>\$ 562,573</b>	<b>\$ 1,932,573</b>	<b>\$ 1,932,573</b>	<b>\$ 1,932,573</b>	<b>\$ 1,932,573</b>	<b>\$ 1,932,573</b>
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