

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 ()**

III. Performance Objectives:

	Key Obj.	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
<i>Workload Indicators:</i>					

Significant Changes

Increase was the result of refunding transportation capital bonds and the addition of a bond for capital improvements, both principal payments were deferred until FY 21/22.

Debt Service Program

Personnel:	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
Full Time Equivalents	0.00	0.00	0.00	0.00
Funding Sources:	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
Capital 2010	5,170,648	0	0	0
Transportation 2010	7,394,950	0	0	0
Cash/Fund Balance Forward	0	5,463,311	12,695,599	13,148,398
AC_Debt Proceeds	182,100	0	0	0
Interest	267,935	9,706	44,795	49,723
Interfund Transfer	12,544,631	9,051,001	9,170,777	9,270,777
Intergovernmental	6,571,894	6,395,000	6,395,000	6,395,000
Total Program	32,132,158	20,919,018	28,306,171	28,863,898
Revenue by Fund:	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
Capital 2010	9,367,098	0	0	0
Transportation 2010	13,827,536	0	0	0
Public Facilities Rev Ref Bonds, Series 2014 (Ref 2005)	5,850,025	8,795,681	9,251,954	9,287,879
Public Facilities Rev Ref Note, Series 2015 (Ref CFT 2006)	2,135,869	3,837,161	3,823,749	3,854,773
Capital 2019	299,059	2,586,176	4,418,355	4,648,901
Promissory Note 2020B and 2020C	378,308	0	0	0
Promissory Revenue Note, Series 2020 C	274,263	5,700,000	10,812,113	11,072,345
Total Program	32,132,158	20,919,018	28,306,171	28,863,898

0090 Debt Service Program

Appropriations	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
Debt Service	24,030,161	8,660,745	15,430,284	15,437,161
Interfund Transfers	6,972,483	0	0	0
Reserves	0	12,258,273	12,875,887	13,426,737
Total Result Area	31,002,644	20,919,018	28,306,171	28,863,898

Revenue by Fund	Actual FY 19/20	Budget FY 20/21	Adopted FY 21/22	Plan FY 22/23
23300 Capital 2010	9,367,098	0	0	0
23400 Transportation 2010	13,827,536	0	0	0
23500 Public Facilities Rev Ref Bonds, Series 2014 (Ref 2005)	5,850,025	8,795,681	9,251,954	9,287,879
23700 Public Fac Rev Note, S2015(Ref CFT 2006)	2,135,869	3,837,161	3,823,749	3,854,773
23800 Promissory Note 2020A	299,059	2,586,176	4,418,355	4,648,901
23900 Promissory Note 2020B and 2020C	378,308	0	0	0
24000 Promissory Revenue Note, Series 2020 C	274,263	5,700,000	10,812,113	11,072,345
Total Result Area	32,132,158	20,919,018	28,306,171	28,863,898

Personnel				
Full Time Equivalents	0	0	0	0

SUMMARY OF SERVICES AND FACILITIES

Fiscal Year 2021/2022

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 ten years.

Promissory Note 2020 A (23800): On April 21, 2020, the Board adopted a resolution to secure a bank loan to fund financial system upgrade, four fire stations, the Northeast Government Center and the Tax Collectors Facility project, Northeast Regional Park improvements, and defibrillators. Annual debt service payments are to be made through April 2035. Interest is approximately 2.2%. The outstanding balance of this Promissory Note as of September 30, 2021 is \$27,062,000.

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 borrowed \$18,157,000. The outstanding balance as of September 30, 2021 is \$11,735,000. 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 FY 13/14, 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, 2021 is \$58,940,000. Annual debt service payments are to be made through December 2035. Interest is approximately from 3.0 % to 5.0%. The Revenue Sharing Money serves as both collateral and a source of funds for the issue.

Promissory Note 2020 C (24000): On May 19, 2020, the Board adopted a resolution authorizing the refunding of all the County's Series 2020 Capital Improvement Bonds and 2020 Transportation Bonds to Promissory Note B with option to execute tax exempt Promissory Note C after September 2, 2020. This refunding results in savings of principal and interest payments. The outstanding balance as of September 30, 2021 is \$41,955,000. Annual debt service payments

are to be made through December 2029. Interest is approximately 1.95%. Local Government Half-Cent Sales Tax and Second Local Option Gas tax serve as collateral for this debt.

Capital Improvement Revenue Refunding Bonds Series 2010 (23300): In FY 03/04, 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 FY 10/11, the Board approved a resolution authorizing the refinancing of the Capital Improvement Revenue Bonds Series 2004 (22900) bonds. The Local Government Half-Cent Sales Tax, served both as collateral for the issue and the County's source of funds to service the debt. As of May 19, 2020, this debt was refunded to Promissory Note 2020 B and 2020C.

Transportation Improvement Revenue Refunding Bonds Series 2010 (23400): In FY 03/04, 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 10/11, the Board approved a resolution authorizing the refinancing of the Transportation Improvement Revenue Bonds, Series 2004 (22800). 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 served as the County's source of funds to service this debt. As of May 19, 2020, this debt was refunded to Promissory Note 2020 B and 2020C.

POLK COUNTY - ADOPTED FY 2021/2022
(In Thousands)

Bond Issue	Prior Payments	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	Future Payments	Total
Public Facilities Revenue Refunding Note S2015 (23700);													
Series 2015 - 18,157,000													
Purpose: Construction and renovation of Public safety facilities													
Principal	6,422.00	1,790.00	1,855.00	1,921.00	1,987.00	2,053.00	2,129.00	-	-	-	-	-	18,157.00
Interest	1,884.12	231.98	192.97	152.57	110.76	67.53	22.78	-	-	-	-	-	2,662.71
Total	8,306.12	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	12,570.00	2,835.00	2,915.00	3,030.00	3,180.00	3,340.00	3,510.00	3,685.00	3,865.00	4,060.00	4,265.00	24,255.00	71,510.00
Interest	21,300.23	2,576.08	2,475.25	2,341.20	2,185.95	2,022.95	1,851.70	1,671.83	1,483.08	1,284.95	1,076.83	2,501.70	42,771.73
Total	33,870.23	5,411.08	5,390.25	5,371.20	5,365.95	5,362.95	5,361.70	5,356.83	5,348.08	5,344.95	5,341.83	26,756.70	114,281.73
Capital Improvement Revenue Refunding Bonds S2010 (23300)													
Series 2010													
Purpose: Jail acquisition													
Principal	19,743.73							-	-				19,743.73
Interest	9,758.31							-	-				9,758.31
Total	29,502.04							-	-			-	29,502.04
Transportation Improvement Refunding Revenue Bond S2010 (23400)													
Series 2010													
Purpose: Transportation related projects													
Principal	25,858.34												25,858.34
Interest	17,978.64												17,978.64
Total	43,836.98												43,836.98
*Promissory Note A (23800)													
Series 2019 - 27,062,000													
Purpose: Capital related projects													
Principal		1,672.10	1,708.88	1,746.48	1,784.90	1,824.17	1,864.30	1,905.31	1,947.23	1,990.07	2,033.85	8,584.70	27,062.00
Interest	648.29	576.97	539.78	501.77	462.93	423.23	382.65	341.19	298.81	255.50	211.24	390.71	5,033.05
Total	648.29	2,249.07	2,248.66	2,248.25	2,247.83	2,247.39	2,246.95	2,246.50	2,246.04	2,245.57	2,245.09	8,975.41	32,095.05
Promissory Note C (24000)													
Series 2020 - \$41,955,000													
Purpose: Capital and Transportation Improvement Projects													
Principal		4,970.00	5,070.00	5,165.00	5,265.00	5,375.00	5,480.00	3,475.00	3,545.00	3,610.00	-	-	41,955.00
Interest	611.32	769.67	671.78	571.98	470.29	366.55	260.72	173.40	104.96	35.20	-	-	4,035.86
Total	611.32	5,739.67	5,741.78	5,736.98	5,735.29	5,741.55	5,740.72	3,648.40	3,649.96	3,645.20	-	-	45,990.86
Debt Service Program Total	116,774.97	15,421.78	15,428.66	15,430.00	15,446.82	15,472.42	15,501.15	11,251.73	11,244.07	11,235.72	7,586.91	35,732.11	286,526.36

POLK COUNTY - ADOPTED FY 2021/2022
(In Thousands)

<u>Bond Issue</u>	<u>Prior Payments</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>2030</u>	<u>2031</u>	<u>Future Payments</u>	<u>Total</u>
Utility System Revenue Bonds													
Series 2010 - 46,360,000 (Refunded 2020)													
Purpose: Funded water and waste water capital improvement projects													
Principal	46,360.00												46,360.00
Interest	24,893.14												24,893.14
Total Fund	71,253.14	-	-	-	-	-	-	-	-	-	-	-	71,253.14
Utility System Revenue Refunding Bonds													
Series 2012 - 29,350,000 (Partially Refunded)													
Purpose: Funded water and waste water capital improvement projects													
Principal	6,325.00	3,320.00	3,490.00	3,660.00	3,845.00	4,035.00			4,675.00	-	-	-	29,350.00
Interest	2,433.00	1,057.76	891.75	717.25	534.25	342.00	140.25	140.25	140.25	-	-	-	6,396.76
Total	8,758.00	4,377.76	4,381.75	4,377.25	4,379.25	4,377.00	140.25	140.25	4,815.25	-	-	-	35,746.76
Utility System Revenue Refunding Bonds													
Series 2013 -\$8,465,000 (Partially Refunded)													
Purpose: Funded water and waste water capital improvement projects													
Principal	1,735.00	910.00	935.00	975.00	1,020.00	680.00	710.00	735.00	765.00	-	-	-	8,465.00
Interest	646.01	283.78	251.93	220.38	171.63	120.63	86.83	60.00	30.60	-	-	-	1,871.77
Total	2,381.01	1,193.78	1,186.93	1,195.38	1,191.63	800.63	796.83	795.00	795.60	-	-	-	10,336.77
Utility System Revenue Refunding Bonds													
Series 2014 A & C-\$29,720,000 (Partially Refunded)													
Purpose: Funded water and waste water capital improvement projects													
Principal		-	-	-		445.00	460.00	475.00	500.00	-	-	27,840.00	29,720.00
Interest	2,456.75	1,228.38	1,228.38	1,228.38	1,228.38	1,228.38	1,212.80	1,196.13	1,178.31	1,158.31	1,158.31	1,825.79	16,328.28
Total	2,456.75	1,228.38	1,228.38	1,228.38	1,228.38	1,673.38	1,672.80	1,671.13	1,678.31	1,158.31	1,158.31	29,665.79	46,048.28
Utility System Revenue and Revenue Refunding Bonds													
Series 2020-\$87,550,000													
Purpose: Funded water and waste water capital improvement projects													
Principal							4,055.00	4,265.00		5,915.00	-	73,315.00	87,550.00
Interest	5,932.39	3,820.50	3,820.50	3,820.50	3,820.50	3,820.50	3,820.50	3,617.75	3,404.50	3,404.50	3,108.75	26,153.20	68,544.09
Total	5,932.39	3,820.50	3,820.50	3,820.50	3,820.50	3,820.50	7,875.50	7,882.75	3,404.50	9,319.50	3,108.75	99,468.20	156,094.09
Utilities Fund Total	90,781.29	10,620.42	10,617.56	10,621.50	10,619.75	10,671.50	10,485.38	10,489.13	10,693.66	10,477.81	4,267.06	129,133.99	319,479.04

POLK COUNTY - ADOPTED FY 2021/2022
(In Thousands)

Bond Issue	Prior Payments	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	Future Payments	Total
<u>Interlocal Agreements and Other Tourism Tax Debt</u>													
City of Lakeland - \$6,718,697 (County Portion)													
Purpose: Contribution towards Lakeland Center Renovations 2017													
Principal	1,565.78	415.11	425.03	435.19	445.59	456.24	467.14	478.31	489.74	501.44	513.43	525.70	6,718.70
Interest	638.75	120.67	110.42	99.92	89.18	78.18	66.91	55.38	43.56	31.47	19.09	6.41	1,359.94
Total	2,204.53	535.78	535.45	535.11	534.77	534.42	534.05	533.68	533.30	532.92	532.52	532.11	8,078.64
City of Lakeland - \$13,616,000													
Purpose: Contribution towards Joker Marchant Stadium Renovations 2016													
Principal	2,536.08	565.13	586.13	607.91	630.50	653.93	678.23	703.43	729.56	756.67	784.79	4,383.64	13,616.00
Interest	2,686.72	479.43	458.43	436.65	414.06	390.63	366.33	341.14	315.00	287.89	259.77	839.16	7,275.20
Total	5,222.80	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	5,222.80	20,891.20
City of Winter Haven - \$10,000,000													
Purpose: Contribution towards Arena and Conference Center 2017													
Principal	1,225.00	435.00	445.00	460.00	475.00	490.00	505.00	520.00	535.00	550.00	570.00	3,790.00	10,000.00
Interest	884.10	268.95	255.62	241.98	227.88	213.32	198.31	182.83	166.89	150.49	133.63	416.68	3,340.68
Total	2,109.10	703.95	700.62	701.98	702.88	703.32	703.31	702.83	701.89	700.49	703.63	4,206.68	13,340.68
City of Auburndale													
Purpose: Contribution towards soccer and baseball combined													
Principal	10,020.00	915.00	-									-	10,935.00
Interest	2,780.48	18.30	-									-	2,798.78
Total	12,800.48	933.30	-	-	-	-	-	-	-	-	-	-	13,733.78
City of Auburndale - \$4,500,000													
Purpose: Expansion of Lake Myrtle Sports Complex													
Principal	865.00	190.00	195.00	205.00	210.00	220.00	225.00	230.00	240.00	250.00	255.00	1,415.00	4,500.00
Interest	797.41	118.41	111.97	105.28	98.34	91.15	83.71	76.10	68.24	60.04	51.60	121.18	1,783.43
Total	1,662.41	308.41	306.97	310.28	308.34	311.15	308.71	306.10	308.24	310.04	306.60	1,536.18	6,283.43
City of Auburndale - \$4,000,000													
Purpose: Lake Myrtle Sports Complex Stadium+													
Principal	500.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	350.00	-	4,000.00
Interest		59.52	53.25	46.99	40.72	34.46	28.19	21.93	15.66	9.40	3.13	-	313.25
Total	500.00	409.52	403.25	396.99	390.72	384.46	378.19	371.93	365.66	359.40	353.13	-	4,313.25
Tourism Tax (106) Fund Total	24,499.32	3,935.52	2,990.85	2,988.92	2,981.27	2,977.91	2,968.82	2,959.10	2,953.65	2,947.41	2,940.44	11,497.77	66,640.98
Grand Total	232,055.59	29,977.72	29,037.07	29,040.42	29,047.85	29,121.83	28,955.35	24,699.96	24,891.39	24,660.93	14,794.42	176,363.87	672,646.38

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.

*Promissory Note A Fund 23800 estimate was adjusted to reflect actual principal and interest payments.

+Estimated schedule, final schedule is pending with the City of Auburndale securing the funding.

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