

Debt Capacity 2022



Property Tax Levy per \$100 Assessed Valuation

- General Operating \$.9119-Hancock restricted
- Parks Operating \$.1383-Hancock restricted
- Debt Service \$.3697-actual debt service

- Total \$1.4199 Total Levy

Voter approval required

- Debt Levy Reallocation ballot issue in April 2021- promise to voters to maintain debt levy at \$.3697 per \$100 assessed valuation in response to voter-approved increase in operating levy of \$.10.

- Operating levies tend to decline as Assessed Valuation grows because of Hancock restriction
- Debt levy stays the same-revenues grow as Assessed Valuation grows

**Total Assessed Value
by Calendar Year**

Increase/Decrease

2011	\$1,620,849,484		
2012	\$1,638,685,805	\$17,836,321.00	1.10%
2013	\$1,692,175,370	\$53,489,565.00	3.26%
2014	\$1,686,144,194	-\$6,031,176.00	-0.36%
2015	\$1,792,337,036	\$106,192,842.00	6.30%
2016	\$1,850,670,453	\$58,333,417.00	3.25%
2017	\$1,963,271,079	\$112,600,626.00	6.08%
2018	\$2,032,705,197	\$69,434,118.00	3.54%
2019	\$2,301,003,306	\$268,298,109.00	13.20%
2020	\$2,323,727,412	\$22,724,106.00	0.99%
2021	\$2,527,670,037	\$203,942,625.00	8.78%
2022	\$2,693,053,427	\$165,383,390.00	6.54%

Bonding Capacity is determined by

A. Property tax revenues dedicated to debt service

- At \$.3697 and current assessed valuation of \$2,693,053,427, revenues = approximately \$9.8 million annually
- Assuming continued growth in Assessed Valuation, annual revenues will grow

B. Structure of bonds issued

- We determine the timing and maturity of debt service payments within reason.
- Consider life span of asset; buildings could be 20-year maturity.

- Current debt service schedule filled thru April 2025
- All current GO Bonds pay off April 2029

General Obligation Bonds-Principal Debt Service Schedule

	2013B	2016A	2017A	2020	2021A	2022A	2022B	Total Principal
4/1/2023	\$1,540,000	\$600,000	\$1,900,000	\$1,055,000	\$3,275,000		\$1,000,000	\$9,370,000
4/1/2024		\$600,000	\$2,100,000			\$5,925,000	\$1,000,000	\$9,625,000
4/1/2025		\$600,000	\$2,300,000			\$9,165,000		\$12,065,000
4/1/2026		\$600,000	\$1,900,000				\$3,420,000	\$2,500,000
4/1/2027		\$600,000						\$600,000
4/1/2028		\$600,000						\$600,000
4/1/2029		\$900,000						\$900,000
4/1/2030								
	\$1,540,000	\$4,500,000	\$8,200,000	\$1,055,000	\$3,275,000	\$15,090,000	\$5,420,000	\$35,660,000

Debt Service Fund

*Estimated Annual Revenues	Debt Service Payments from Column U	Debt Service Payments by Fiscal Year	Balance
			\$9,600,000
\$9,800,000	\$9,798,111	\$9,798,111	\$9,601,889
	\$116,250		\$9,601,889
\$10,094,000	\$9,741,250	\$9,857,500	\$9,838,389
	\$78,750		\$9,838,389
\$10,396,820	\$12,143,750	\$12,222,500	\$8,012,709
	\$49,750		\$8,012,709
\$10,708,725	\$2,549,750	\$2,599,500	\$16,121,934
	\$24,750		\$16,121,934
\$11,029,986	\$624,750	\$649,500	\$26,502,420
	\$18,750		\$26,502,420
\$11,360,886	\$618,750	\$637,500	\$37,225,806
	\$11,250		\$37,225,806
\$11,701,713	\$911,250	\$922,500	\$48,005,018
	\$0		\$48,005,018
			\$48,005,018

Risk Assessment

- Drop in Assessed Values
- Jackson County makes detrimental changes
- Property owners fail to pay timely
- Voter concerns result in ballot failures

Action Calendar for 2023 No Tax Increase Ballot Initiative

December 6, 2022	Initial presentation to Mayor and Council (Capacity and Project listing)
December 13, 2022	Continued consideration by Mayor and Council
December 20, 2022	Continued consideration by Mayor and Council/draft ballot ordinance
January 10, 2023	1st Reading by City Council
January 17, 2023	2nd Reading by City Council
January 24, 2023	Final Certification Date
February 2023	Produce informational flyers
Feb-March 2023	Schedule visits to civic groups to share information
April 4, 2023	General Municipal Election

Next Step: Refine and select
priorities from Project List