

# City of Lee's Summit Debt Capacity Review

**Lee's Summit Bond Issuance History**

Bond Issue Description	Years to Maturity	Date of Final Payment	Bond Type	Original Principal Amount	Interest Rate	Notes
1985 Airport Certificates of Participation	3	6/6/1988	Certificate of Participation	\$924,154	10.125%	
1985 Municipal Bldg Authority	9	8/1/1994	Mortgage Lease Revenue Bonds	\$2,760,000	6.50% - 10.50%	
1985 Water	16	7/1/2001	Refunding & Improvement Revenue Bonds	\$20,785,000	5.50% - 9.00%	
1986 Water	16	7/1/2002				Redeemed
1987 Certificates of Participation (MBA)	15	8/1/2002	Certificates of Participation	\$4,515,000	6.00% - 8.50%	
1987 Parks COPS	11	8/1/1998				
1988 Airport	11	9/1/1999	Airport Refunding & Improvement Bonds	\$1,430,000	5.50% - 8.25%	
1988 Mo Industrial Development	9	8/15/1997	Industrial Development Bonds	\$1,500,000		
1989 Mo Industrial Development	30	8/15/2019	Revenue Bonds	\$787,800		
1989A Water Bonds	10	4/1/1999	General Obligation Water Bonds	\$12,701,500	6.70% - 7.60%	A portion refunded by 1996B Bonds
1989B Street Bonds	10	4/1/1999	General Obligation Street Bonds	\$3,500,000	6.70% - 7.20%	
1989C G. O. Refunding	10	4/1/1999	General Obligation Refunding Bonds	\$2,540,000	6.70% - 7.45%	A portion refunded by 1996B Bonds
1990B SRF Bonds	20	12/1/2010				
1991MBA Bonds Langsford Road	9	2/1/2000				
1991 MBA Park	9	2/1/2000	Revenue Bonds	\$5,100,000		
1991 North Industrial Park	14	2/1/2005				
1991 Recreation Center	14	2/1/2005				
1996A G. O. Bonds	10	4/1/2006	General Obligation Improvement Bonds	\$5,000,000	4.7658%	
1996B Refunding Bonds	10	4/1/2006	General Obligation Refunding Bonds	\$10,185,000	4.3159%	
1997 G. O. Bonds	9	4/1/2006	General Obligation Improvement Bonds	\$12,000,000	3.7500% - 4.7000%	
1998 Parks COPS	10	7/1/2008	Certificates of Participation	\$2,400,000	6.75%	
1999 G. O. Bonds	10	4/1/2009	General Obligation Improvement Bonds	\$3,000,000	4.400% - 4.800%	
2000 Airport	14	3/1/2014	Certificates of Participation	\$955,000	4.40% - 5.00%	Redeemed by Cash Payment
2001 Parks COPS	7	7/1/2008	Certificates of Participation	\$1,785,000	4.00%	
2002 G. O. Bonds	7	4/1/2009	General Obligation Bonds	\$5,800,000	3.000% - 4.000%	
2002 WW/SS Refunding Bonds	10	7/1/2012	Refunding Revenue Bonds	\$17,365,000	4.25% - 5.25%	
2002A WW/SS Bonds	10	7/1/2012	Revenue Bonds	\$13,500,000	3.000% - 5.000%	Redeemed by 2012 WW/SS Refunding Bds
2003 G. O. Bonds	10	4/1/2013	General Obligation Bonds	\$25,450,000	2.000% - 4.750%	Redeemed by 2013B G. O. Refunding Bonds
2004 WW/SS Special Obligation Bonds	9	4/1/2013	Special Obligation Bonds	\$5,955,000	2.93%	
2006 G. O. Bonds (Public Safety)	5	4/1/2011	General Obligation Bonds	\$11,475,000	3.500% - 3.750%	
2006 Parks COPS	8	10/1/2014	Certificates of Participation	\$17,095,000	6.75%	Redeemed by 2014 Lease/Finance Agreement
2008 G. O. Bonds (Stormwater/St Lights)	2	4/1/2010	General Obligation Bonds	\$5,000,000	3.000%	
2009 G. O. Bonds (St. Lights/FD #2)	2	4/1/2011	General Obligation Bonds	\$5,000,000	2.000% - 3.000%	
2010 G. O. Bonds (Stormwater/Sidewalks)	2	4/1/2012	General Obligation Bonds	\$5,000,000	0.300% - 0.650%	
2011 G. O. Bonds (Public Safety/Sidewalks)	6	4/1/2017	General Obligation Bonds	\$12,000,000	2.000% - 3.000%	
2012 WW/SS Refunding Bonds	9	7/1/2021	Refunding Revenue Bonds	\$7,940,000		
2013A G. O. Bonds	9	4/1/2022	General Obligation Bonds	\$24,360,000	2.000% - 3.000%	Redeemed by 2022A G.O. Refunding bonds
2013B G. O. Bonds	10	4/1/2023	General Obligation Refunding Bonds	\$13,740,000	3.000% - 4.000%	
2013C G. O. Bonds	8	4/1/2021	General Obligation Bonds	\$6,840,000	2.000% - 5.000%	
2014 Lease Purchase Agreement	4	6/27/2018	Lease Purchase Agreement	\$7,432,500	1.3491%	
2015A G. O. Bonds	4	4/1/2019	General Obligation Bonds	\$3,970,000	2.000% - 5.000%	
2016A G. O. Bonds	13	4/1/2029	General Obligation Bonds	\$14,075,000	1.750% - 5.000%	
2017A G. O. Bonds	9	4/1/2026	General Obligation Bonds	\$14,575,000	1.750% - 5.000%	
2018A GO Bonds	2	4/1/2020	General Obligation Bonds	\$3,658,000	2.740%	
2020A GO Bonds	3	4/1/2023	General Obligation Bonds	\$9,055,000	1.890%	
2021 GO Bonds	2	4/1/2023	General Obligation Bonds	\$5,000,000	0.830%	
2022A GO Refunding Bonds	3	4/1/2025	General Obligation Refunding Bonds	\$15,000,000	1.5999%	

# Significant Factors in LS Debt Management Practices

- Debt Service Property Tax Levy portion of LS tax levy is not impacted by Hancock Amendment
- Debt levy is legally controlled by
  - 1) voter approval of debt issuance and
  - 2) calculated need for funds to pay debt service
- Item 2 above is mechanism that allows us to maintain our target debt levy

# Benefits of Managed Debt Levy Rate

- Avoids large swings in total LS levy rates
- As assessment rolls expand, allows for reallocation of levy from Debt to General Operating without large increases in total levy
- Allows for shorter maturity of debt issues keeping interest costs low
- Process appears to be viewed favorably by bond rating agencies
- Moody's Aaa rating saves money through lower interest rates

## Active General Obligation Bond Issues as of June 30, 2022

Bond Issue	Issue Date	Final Maturity Date	Par Amount	Net Bond Proceeds	Remaining Principal	Remaining Interest	Remaining Debt Service
2013B G.O. Bonds	2/21/2013	4/1/2023	\$ 13,740,000	\$ 15,601,896	\$ 1,540,000	\$ 61,600	\$ 1,601,600
2016A G.O. Bonds	2/18/2016	4/1/2029	14,075,000	14,517,509	4,500,000	426,000	4,926,000
2017A G.O. Bonds	8/30/2017	4/1/2026	14,575,000	15,274,555	8,200,000	473,000	8,673,000
2020A G.O. Bonds	1/22/2020	4/1/2023	9,055,000	9,069,336	1,055,000	19,940	1,074,940
2021A G.O. Bonds	1/26/2021	4/1/2023	5,000,000	5,000,000	3,275,000	27,182	3,302,182
2022A G.O. Bonds	3/29/2022	4/1/2025	15,000,000	15,090,000	15,000,000	626,533	15,626,533
<b>Total</b>			<b>\$ 71,445,000</b>	<b>\$ 74,553,296</b>	<b>\$ 33,570,000.00</b>	<b>\$ 1,634,255.00</b>	<b>\$ 35,204,255.00</b>

## Active General Obligation Bond Issues as of June 30, 2022

Bond Issue	Authorizing Election	Named Projects	Project Proceeds Allocation	Remaining Unspent
2013B G.O. Bonds		Refunding Bond Issue of \$	15,601,896	
	<b>Total</b>	Series 2003 GO; No Projects	<b>15,601,896</b>	-
2016A G.O. Bonds	11/6/2007	Stormwater	109,920	-
	11/2/2010	Tudor Road	7,593,216	-
	4/8/2014	50 Highway/291 Intersec	6,814,373	-
	<b>Total</b>		<b>14,517,509</b>	-
2017A G.O. Bonds	11/8/2016	Fire Station No. 3	5,231,194	-
	11/8/2016	Fire Equipment 2016	1,052,448	-
	11/5/2002	Fire Equipment 2002	76,301	-
	11/8/2016	Police Radios	8,388,227	100
	11/8/2016	Interconnectivity	526,386	-
<b>Total</b>		<b>15,274,555</b>	<b>100</b>	
2020A G.O. Bonds	8/6/2019	Network Infrastructure	975,000	9,289
	8/6/2019	Body Cameras	-	170,966
	8/6/2019	Police/Court Renovation	5,500,000	89,653
	8/6/2019	Fire Apparatus	1,500,000	150,024
	8/6/2019	Fire Station No. 5	25,000	-
	8/6/2019	In-Car Cameras	-	-
<b>Total</b>		<b>8,000,000</b>	<b>419,932</b>	
2021A G.O. Bonds	8/6/2019	Fire Station No. 4	2,500,000	1,652,877
	8/6/2019	Fire Station No. 5	2,500,000	1,805,832
	<b>Total</b>		<b>5,000,000</b>	<b>3,458,709</b>
2022A G.O. Bonds		Refunding Bond Issue of \$	15,000,000	-
	<b>Total</b>	Series 2013A; No Projects	<b>15,000,000</b>	-
<b>Total</b>			<b>\$ 58,393,960</b>	<b>\$ 3,878,741</b>

**General Obligation Bonds Debt Service Schedule**

Payment Date	Schedule of Principal Payments							Schedule of Interest Payments						Total Debt Service by Date	
	2013B	2016A	2017A	2020A	2021A	2022A	Total Principal	2013B	2016A	2017A	2020A	2021A	2022A		Total Interest
10/1/2022								30,800	48,000	102,000	9,970	13,591	121,333	325,694.33	325,694.33
4/1/2023	1,540,000	600,000	1,900,000	1,055,000	3,275,000		8,370,000	30,800	48,000	102,000	9,970	13,591	120,000	324,361.00	8,694,361.00
10/1/2023									42,750	73,500			120,000	116,250.00	116,250.00
4/1/2024		600,000	2,100,000			5,925,000	8,625,000		42,750	73,500			120,000	116,250.00	8,741,250.00
10/1/2024									36,750	42,000			72,600	78,750.00	78,750.00
4/1/2025		600,000	2,300,000			9,075,000	11,975,000		36,750	42,000			72,600	78,750.00	12,053,750.00
10/1/2025									30,750	19,000				49,750.00	49,750.00
4/1/2026		600,000	1,900,000				2,500,000		30,750	19,000				49,750.00	2,549,750.00
10/1/2026									24,750					24,750.00	24,750.00
4/1/2027		600,000					600,000		24,750					24,750.00	624,750.00
10/1/2027									18,750					18,750.00	18,750.00
4/1/2028		600,000					600,000		18,750					18,750.00	618,750.00
10/1/2028									11,250					11,250.00	11,250.00
4/1/2029		900,000					900,000		11,250					11,250.00	911,250.00
10/1/2029															
4/1/2030															
<b>Total</b>	<b>1,540,000</b>	<b>4,500,000</b>	<b>8,200,000</b>	<b>1,055,000</b>	<b>3,275,000</b>	<b>15,000,000</b>	<b>33,570,000</b>	<b>61,600</b>	<b>426,000</b>	<b>473,000</b>	<b>19,940</b>	<b>27,182</b>		<b>1,249,055</b>	<b>34,819,055.33</b>

<b>Debt Service Fund</b>			
<b>*Estimated Annual Revenues</b>	<b>Debt Service Payments from Column U</b>	<b>Debt Service Payments by Fiscal Year</b>	<b>Balance</b>
			\$9,709,695
	\$325,694		\$9,384,001
\$9,200,000	\$8,694,361	\$9,020,055	\$9,889,640
	\$116,250		\$9,773,390
\$9,384,000	\$8,741,250	\$8,857,500	\$10,416,140
	\$78,750		\$10,337,390
\$9,571,680	\$12,053,750	\$12,132,500	\$7,855,320
	\$49,750		\$7,805,570
\$9,763,114	\$2,549,750	\$2,599,500	\$15,018,933
	\$24,750		\$14,994,183
\$9,958,376	\$624,750	\$649,500	\$24,327,809
	\$18,750		\$24,309,059
\$10,157,543	\$618,750	\$637,500	\$33,847,852
	\$11,250		\$33,836,602
\$10,360,694	\$911,250	\$922,500	\$43,286,047
	\$0		\$43,286,047



# Points to Keep in Mind

- City still has unissued \$5,420,000 voter-authorized bonds from 2019 Public Safety ballot
- Current debt service needs can maintain debt levy through early 2025
- Voter approval and bond issuance can occur at any time; bonds can be structured beyond 2025
- Large increases in assessed values from Jackson County can impact this process

Any questions?