

DEBT SERVICE

58101, 58201

Program: Debt Service

General Program Description:

The City uses this account for debt payment on all general obligation debt, with the exception of debt issued for Sewer & Water Enterprise Fund purposes. Payments on general obligation debt issued for general government purposes are funded primarily by the property tax levy.

Budget Highlights:

In October 1997 the City Council authorized \$2.5 million in General Obligation bonds to provide funds to finance sewerage projects consisting of storm sewer improvements (Flood Control Project); street improvement projects; and the acquisition of a 75-foot ladder truck for the Brillion Fire Department. Due to low interest rates, in August of 2003 the City refinanced the 1997 borrowing, resulting in approximately \$67,500 savings for the life of the loan. Again in 2010, the City refinanced the 2003 borrowing, resulting in approximately \$17,073 savings for the life of the loan. The loan will be paid in full in 2012.

In June of 2005, the City Council authorized \$480,000 short term loan to provide funds to finance water and sewer utility projects. In June of 2010 the City Council refinanced the short term loan for \$288,000.

In June 2006 the City Council authorized \$1.7 million in General Obligation bonds to provide funds to finance street improvement projects, and property acquisition, demolition and environmental remediation for TID No. 2, downtown redevelopment.

In May of 2008 the City Council authorized \$3 million in General Obligation bonds to provide funds to finance public improvements and development incentives for TID No. 3 and TID No. 4.

In June of 2008 the City Council authorized \$1,130,700.00 borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2, and development incentive in TID No. 4. In August of 2008 the City drew \$176,978.99 from the borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2.

In June of 2008 the City Council authorized \$1,130,700.00 borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2, and development incentive in TID No. 4. In February of 2009 the City drew \$126,244.70 from the borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2.

In June of 2008 the City Council authorized \$1,130,700.00 borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2, and development incentive in TID No. 4. In July of 2009 the drew \$729,608.97 from the borrowing from the State of Wisconsin Trust Fund to finance public improvements in TID No. 2, and development incentive in TID No. 4.

In May of 2009 the City Council authorized \$705,000.00 borrowing from the State of Wisconsin Trust Fund to finance development incentives in TID No. 4. In May of 2010 the City drew \$700,500.00 from the borrowing from the State of Wisconsin Trust Fund to finance development incentives in TID No. 4.

In September of 2010 the City Council authorized \$195,000 in General Obligation notes to finance sanitary sewer capital improvements.

In August of 2011 the City Council authorized \$1,490,000 in General Obligation notes to finance sanitary sewer and water utility improvement and storm water improvements.

In August of 2011 the City Council authorized \$500,000 borrowing from the State of Wisconsin Trust Fund to finance development incentives in TID No. 3 (Shopko project). In September of 2011 the City drew \$406,100 from the borrowing from the State of Wisconsin Trust Fund to finance development incentive payment in TID No. 3 (Shopko).

Direct Debt:

Total general obligation debt outstanding:

- 2010 GO Notes - Refinancing of 1997 and 2003 Borrowing - Street Reconstruction, Fire Truck, Flood Control Project = \$335,000
- 2005 Short Term Borrowing – Water and Sewer Utility Projects = \$192,000
- 2006 GO Bond – 3 Year Street Project Borrowing – TID No. 2 = \$1,660,000
- 2008 GO Bond – TID No. 3 & TID No. 4 = \$2,850,000
- 2008 State of Wisconsin Trust Fund – TID No. 2 & TID No. 4 = \$152,012
- 2009 State of Wisconsin Trust Fund – TID No. 2 & TID No. 4 = \$115,419
- 2009 State of Wisconsin Trust Fund – TID No. 2 & TID No. 4 = \$659,583
- 2010 State of Wisconsin Trust Fund – TID No. 4 = \$640,500
- 2010 GO Notes – Sanitary Sewer Capital Improvements = \$160,000
- 2011 GO Notes – Water and Sewer Utility, Storm Water Projects = \$1,490,000
- 2011 State of Wisconsin Trust Fund – TID No. 3 = \$406,100

Debt Limit:

The constitutional general obligation debt limit for most Wisconsin municipalities, including cities, villages, and counties (Article XI, Section 3 of the Wisconsin Constitution and Section 67.03. Wisconsin Statutes) is 5% of current equalized value.

Equalized Value	\$191,234,600
Multiply by 5%	\$9,561,730
Statutory Debt Limit	\$9,561,730
Less: General Obligation Debt	\$8,660,614
Unused Debt Limit	\$ 901,116

City of Brillion
2012 Budget
General Fund Expenditures /Detail

Account Description		2008 Actual	2009 Actual	2010 Actual	2011 Adopted	2011 6/30/2011	2011 Est Yr End	2012 Adopted
Debt Principle								
611	Principle - Long Term Debt	\$ 240,000	\$ 260,000	\$ 931,111	\$ 326,750	\$ 327,250	\$ 327,250	\$ 401,750
612	Principle - Short Term Debt							
		\$ 240,000	\$ 260,000	\$ 931,111	\$ 326,750	\$ 327,250	\$ 327,250	\$ 401,750
		0.00%	-3.79%		14.65%			22.95%
58201 - Debt Interest								
621	Interest - Long Term Debt	\$ 93,422	\$ 86,942	\$ 78,810	\$ 54,125	\$ 29,629	\$ 54,125	\$ 83,085
622	Interest - Short Term Debt	\$ 2,817		\$ -		\$ -	\$ -	
690	Paying Agent Fees	\$ 500	\$ 500	\$ 250	\$ 500	\$ -	\$ 500	\$ 500
691	Service Charges	\$ -	\$ -	\$ 15,563	\$ -	\$ -	\$ -	
		\$ 96,739	\$ 87,442	\$ 94,623	\$ 54,625	\$ 29,629	\$ 54,625	\$ 83,585
		-19.12%	-62.67%		-32.49%			53.02%
TOTAL EXPENDITURES		\$ 2,729,618	\$ 2,763,041	\$ 3,437,678	\$ 2,788,221	\$ 1,494,998	\$ 2,714,140	\$ 2,819,130
		-1.32%	-8.03%		0.26%			1.11%

\$ 2,406,846	\$ 2,333,795
\$ 2,406,846	\$ 2,333,795
\$ 2,414,973	\$ 2,406,846
\$ (8,127)	\$ (73,051)
-0.336538%	-3.035133%
4.3	3.6

Expenditure Restraint Allowed by State