

DEBT SERVICE

DEPARTMENT DESCRIPTION

Genesee County borrows money for major capital needs such as buildings, bridge and road projects and equipment purchasing. Borrowing is done either short term (5 years and under) or long term (over 5 years). Short term borrowing will usually be paid off in equal principle payments plus outstanding interest on one year notes. Long term debt is paid off on a scheduled basis through the issuance of bonds over the useful life of the project.

STRATEGIC FRAMEWORK

Mission:

To provide a means to fund the major capital construction and equipment needs of Genesee County.

Short-Term Debt Payments

	<u>Actual</u> <u>2021</u>	<u>Adopted</u> <u>2022</u>	<u>Current</u> <u>2023</u>	<u>Estimated</u> <u>2024</u>
Principal	0	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Subtotal				
Principal	0	0	0	0
Interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Short Term	0	0	0	0

Long Term Debt Payments

	<u>Actual</u> <u>2021</u>	<u>Adopted</u> <u>2022</u>	<u>Current</u> <u>2023</u>	<u>Current</u> <u>2024</u>
Sheriff's Administration Building				
Principal	200,000	210,000	210,000	220,000
Interest	46,200	40,200	33,900	27,600
GCC Athletic Fields/Gymnasium				
Principal	160,000	170,000	175,000	170,000
Interest	26,800	6,713	5,050	3,300
GCC Wellness & Event Center				
Principal	320,000	330,000	340,000	350,000
Interest	236,063	228,063	219,813	211,313
800 Mhz Improvements (2013)				
Principal	455,000	470,000	485,000	- 0 -
Interest	35,475	21,600	7,275	- 0 -
Airport Terminal Building				
Principal	215,000	205,000	205,000	210,000
Interest	98,206	80,910	79,313	77,263
Jail Construction				
Principal	- 0 -	- 0 -	900,000	1,730,000
Interest	- 0 -	- 0 -	3,154,331	2,058,938
Subtotal				
Principal	1,350,000	1,385,000	2,315,000	2,680,000
Interest	<u>442,744</u>	<u>377,486</u>	<u>3,499,682</u>	<u>2,378,414</u>
Total Long Term	\$1,792,744	\$1,762,486	\$5,814,682	\$5,058,414

Water Fund Long Term Debt Payments

	<u>Actual</u> <u>2021</u>	<u>Adopted</u> <u>2022</u>	<u>Current</u> <u>2023</u>	<u>Current</u> <u>2024</u>
Phase I Construction ⁴				
Principal	610,000	615,000	625,000	635,000
Interest	473,461	470,633	462,698	455,856
Phase II Construction (County)				
Principal	145,000	145,000	150,000	155,000
Interest	78,781	75,700	72,619	69,431
Phase II Construction (MCWA) ⁴				
Principal	240,000	300,000	315,000	330,000
Interest	716,350	702,850	687,475	671,350
WNY STAMP Water ¹				
Principal	290,000	295,000	305,000	315,000
Interest	95,206	89,356	83,166	76,381
Subtotal				
Principal	1,285,000	1,355,000	1,395,000	1,435,000
Interest	<u>1,363,798</u>	<u>1,338,539</u>	<u>1,305,958</u>	<u>1,273,018</u>
Total Water Debt Payments	\$2,648,798	\$2,693,539	\$2,700,958	\$2,708,018

¹ Genesee County bonded on behalf of Genesee County Economic Development Corporation (GCEDC) for water supply for WNY STAMP. GCEDC makes annual payments of \$448,500 beginning January 1, 2020.

⁴ Monroe County Water Authority incurred debt on behalf of the County for construction of Phase I of the countywide water system. The County Water Fund reimburses MCWA for this debt by revenue generated by the countywide water system. Debt was refinanced at a reduced interest rate in 2007 and again in 2015. In 2020, Monroe County Water Authority incurred debt on behalf of the County for construction of Phase II of the countywide water system.

Short and Long Term Debt Payments and Offsetting Revenue

	<u>Actual 2021</u>	<u>Adopted 2022</u>	<u>Current 2023</u>	<u>Current 2024</u>
Total Short Term Debt (Principal/Interest)	-0-	-0-	-0-	-0-
Total Long Term Debt (Principal/Interest)	1,792,744	1,762,486	5,814,682	5,058,414
Total Water Debt (Principal/Interest)	2,648,798	2,693,539	2,700,958	2,708,018
Total Payments (Principal/Interest)	\$4,441,542	\$4,456,025	\$8,515,640	\$7,766,432
<u>Less Offsetting Revenue</u>				
GCEDC Payment	(\$448,500)	(\$448,500)	(\$448,500)	(\$448,500)
Airport Deferred Revenue	(\$51,465)	(\$52,911)	(\$0)	(\$0)
Net Short/Long Term Debt Payments	3,941,577	3,954,614	8,067,140	7,317,932
Plus County Contribution To:				
Countywide Water Project	<u>515,000</u>	<u>515,000</u>	<u>515,000</u>	<u>515,000</u>
	<u>\$4,456,577</u>	<u>\$4,469,614</u>	<u>\$8,582,140</u>	<u>\$7,832,932</u>

	<u>Actual Jan. 2021</u>	<u>Current Jan. 2022</u>	<u>Current Jan. 2023</u>	<u>Current Jan. 2024</u>
Outstanding Debt - Beginning of Year				
<u>Short Term</u>				
	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Short Term	\$ 0	0	0	0
<u>Long Term</u>				
Sheriffs Administration Building ²	1,540,000	1,340,000	1,130,000	920,000
GCC Athletic Fields/Gymnasium	670,000	515,000	345,000	170,000
GCC Wellness & Events Center	7,950,000	7,630,000	7,300,000	6,960,000
800 MHz Improvements	1,410,000	955,000	485,000	- 0 -
Airport Terminal	3,560,000	3,105,000	2,900,000	2,695,000
GCEDC- STAMP Water	3,715,000	3,425,000	3,130,000	2,825,000
Water Phase II (County)	3,360,000	3,215,000	3,070,000	2,920,000
Jail Capital Project			70,000,000	69,100,000
Total Long Term	22,205,000	20,185,000	88,360,000	85,590,000
Total Outstanding Debt	<u>\$22,205,000</u>	<u>\$20,185,000</u>	<u>\$88,360,000</u>	<u>\$85,590,000</u>

² Debt on project was refinanced during 2017. County realized a reduction in premium and interest rate

