

NURSING HOME DEBT SERVICE

Fund 074-010

This fund is for the repayment of \$19,925,000 in general obligation bonds issued in FY2003 for the purpose of financing the current Champaign County Nursing Home.

BUDGET HIGHLIGHTS

The FY2016 - FY2018 budgets reflect annual costs in the form of one annual principal payment and two semi-annual interest payments each year. As indicated below, the bonds funding this debt service will be retired in FY2022.

FINANCIAL

Fund 074 Dept 010			2016 Actual	2017 Original	2017 Projected	2018 Budget
311	33	CURR PROP TX-NURS HM BOND	\$1,433,062	\$1,440,575	\$1,442,772	\$1,440,463
313	33	RE BACKTAX-NURS HOME BOND	\$839	\$0	\$631	\$0
314	10	MOBILE HOME TAX	\$1,317	\$0	\$1,436	\$0
315	10	PAYMENT IN LIEU OF TAXES	\$1,003	\$0	\$879	\$0
		PROPERTY TAXES	\$1,436,221	\$1,440,575	\$1,445,718	\$1,440,463
361	10	INVESTMENT INTEREST	\$1,434	\$0	\$910	\$0
		MISCELLANEOUS	\$1,434	\$0	\$910	\$0
REVENUE TOTALS			\$1,437,655	\$1,440,575	\$1,446,628	\$1,440,463
581	1	GEN OBLIG BOND PRINCIPAL	\$1,085,000	\$1,145,000	\$1,145,000	\$1,205,000
582	2	INT & FEES-GEN OBLIG BONDS	\$351,488	\$295,575	\$295,575	\$235,463
		DEBT	\$1,436,488	\$1,440,575	\$1,440,575	\$1,440,463
EXPENDITURE TOTALS			\$1,436,488	\$1,440,575	\$1,440,575	\$1,440,463

FUND BALANCE

FY2016 Actual	FY2017 Projected	FY2018 Budgeted
\$428,191	\$434,244	\$434,244

The fund balance of a debt service fund is required to cover the ensuing fiscal year debt service payments. The indicated fund balance, when added to the property tax revenue to be received in each fiscal year, provides appropriate coverage for the debt service to be paid in that year.

DEBT SERVICE SCHEDULE

The County sold \$19,925,000 in General Obligation Bonds in February 2003. Pursuant to a voter approved referenda in November 2002, the debt will be repaid from property taxes over a twenty- year period.

In FY2005, the County approved the advance refunding of \$7,425,000 of bonds due 2013 through 2019 to achieve savings from lower interest rates. The final payment for the 2005A issue will be made in FY2018; however, principal payments for the 2011 issue will ensue in FY2019 resulting in no reduction in the total annual debt service payments. In FY2011, the remainder of the original 2003 bonds were refunded to achieve lower interest rates.

Bond Issue 2005A - Refunding 2003 Nursing Home Construction Bonds

Maturity Date	Principal	Interest Rate	Original Yield to Maturity
1/1/2019	\$1,205,000	5.25%	4.07%
Total	\$1,205,000		

Debt Service Payments

Fiscal Year	Principal	Interest	Total
FY 2018	\$1,205,000	\$63,263	\$1,268,263
TOTAL	\$1,205,000	\$63,263	\$1,268,263

Bond Issue 2011 - Refunding 2003 Nursing Home Construction Bonds

Maturity Date	Principal	Interest Rate	Original Yield to Maturity
1/1/2020	\$1,365,000	4.00%	3.00%
1/1/2021	\$1,415,000	4.00%	3.18%
1/1/2022	\$1,475,000	4.00%	3.40%
Total	\$4,255,000		

Debt Service Payments

Fiscal Year	Principal	Interest	Total
FY 2018	\$0	\$170,200	\$170,200
FY 2019	\$1,365,000	\$170,200	\$1,535,200
FY 2020	\$1,415,000	\$115,600	\$1,530,600
FY 2021	\$1,475,000	\$59,000	\$1,534,000
TOTAL	\$4,255,000	\$515,000	\$4,770,000

FY2018

Total Principal	\$1,205,000
Total Interest	\$ 233,463
Fees	<u>\$ 2,000</u>
Total Debt Service	\$1,440,463