



**Debt Presentation**

**March 2022**

# **City of Ogdensburg**

**Presented by:**

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# Current Debt Obligations

<u>Description</u>	Balance Outstanding				
	<u>General Fund</u>	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Capital Fund</u>	<u>Total</u>
<b><u>2019 BAN</u></b> (Original \$2MM) <b>Renewed:</b> April 2021 for \$1,160,000 <b>Maturity:</b> April 2022* <b>Interest Rate:</b> 2.09% <b>Purpose:</b> Lake Ontario Flooding *Will renew \$590,000 at maturity	\$ -0-	\$ -0-	\$ -0-	\$1,160,000	\$1,160,000
<b><u>2020 BAN</u></b> <b>Renewed:</b> March 10, 2022 for \$415,489 <b>Maturity:</b> March 10, 2023 <b>Interest Rate:</b> 2.5% <b>Purpose:</b> REDI Project	\$415,849	\$ -0-	\$ -0-	\$ -0-	\$415,849
<b><u>2012 Bond</u></b> <b>Issued:</b> 2012 for \$2,505,000 <b>Maturity:</b> 2023 <b>Interest Rate:</b> 2.5% <b>Purpose:</b> Elizabeth Street Reconstruction, Caroline Street Sewer, Sewage Treatment Plant, Water Tower Painting, Mansion Avenue Transmission, New Park Recreation Area	\$42,075	\$75,735	\$382,190	\$ -0-	\$500,000

Current Debt (continued)	Balance Outstanding				
<u>Description</u>	<u>General Fund</u>	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Capital Fund</u>	<u>Total</u>
<u>2016 Bond</u> <b>Issued:</b> 2016 for \$1,685,000 <b>Maturity:</b> 2027 <b>Interest Rate:</b> 2.5% <b>Purpose:</b> Visitors Center, City Hall, Redevelopment of Property	\$960,000	\$ -0-	\$ -0-	\$ -0-	\$960,000
<u>2018 Bond</u> Issued: 2018 for \$438,000 Maturity: 2028 Interest Rate: 5.0% Purpose: Fire Fighting Vehicle, Library Improvements, Ice Surfacing Machine	\$330,000	\$ -0-	\$ -0-	\$ -0-	\$330,000
<u>2019 Bond</u> <b>Issued:</b> 2019 for \$1,179,000 <b>Maturity:</b> 2029 <b>Interest Rate:</b> 3.0% <b>Purpose:</b> Weir Modifications & Patterson Street Project	\$241,909	\$205,430	\$542,661	\$ -0-	\$990,000
<b>TOTAL DEBT</b>	<b>\$1,989,833</b>	<b>\$281,165</b>	<b>\$924,851</b>	<b>\$1,160,000</b>	<b>\$4,355,849</b>
<b>2022 Principal Payments</b>	\$237,917	\$60,693	\$251,390	\$570,000	<b>\$1,120,000</b>
<b>2023 Principal Payments</b>	\$653,766	\$60,693	\$251,390	\$590,000	<b>\$1,555,849</b>

# Future Debt Obligations



## REDI

\$3,188,027 of BANS approved, unissued  
Repayment is not supported by current grant awards



## NBRC

\$1,000,000 of BANS approved, unissued  
\$800,000 of repayment is not supported by current grant awards

**City of Ogdensburg has  
committed to**

**\$3,988,027**

**of future debt obligations  
as of March 2022**



# Sewer Fund Debt

- **\$20,000,000**
  - Short term financing becomes due May 11, 2022
  - Will re-finance debt as long term
    - 0% Interest
    - 30 year payoff
  - Annual payment of approximately \$667,000
    - Due June 2022
    - Considering early payment while in short-term borrowing status
  - Anticipate a budget amendment once the final payment figure is determined



# Sewer Fund Debt (continued)

- **\$12,693,207**
  - Short term financing issued July 2021
  - Will convert to long term in July 2024
    - Interest equal to 50% of the market rate
    - 30 year payoff
  - First principal payment due in 2023
    - Estimated to be approximately \$540,000, annually

**Total Anticipated Sewer Debt:  
\$32,693,207**



# Constitutional Debt Limit

- Outstanding debt must be less than 7% of the five year average assessed valuation

	Actual	Estimated		
	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Debt Limit	\$ 19,819,770	\$ 19,999,095	\$20,191,823	\$ 20,357,533
Outstanding	4,355,849	26,557,210	24,334,695	35,501,236
Exclusions	(281,165)	(19,553,806)	(18,826,447)	(30,289,125)
Net Indebtedness	\$ 4,074,684	\$ 7,003,404	\$ 5,508,248	\$ 5,212,111
% of Limit Exhausted	<b>21%</b>	<b>35%</b>	<b>27%</b>	<b>26%</b>



# Constitutional Tax Limit

- Tax levy must be less than 2% of the five year average assessed valuation

	Actual	Estimated		
	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<b>Tax Limit</b>	<b>\$ 5,662,792</b>	<b>\$ 5,745,088</b>	<b>\$ 5,831,835</b>	<b>\$ 5,911,179</b>
Tax Levy	4,569,314	4,583,021	4,674,682	4,721,429
Debt Exclusions	(429,826)	(858,182)	(280,090)	(285,361)
Capital Exclusions	(521,000)	(250,000)	(250,000)	(250,000)
Tax Levy Subject to Limit	\$ 3,618,488	\$ 3,474,839	\$ 4,144,592	\$ 4,168,068
<b>% of Limit Exhausted</b>	<b>63.9%</b>	<b>60.5%</b>	<b>71.0%</b>	<b>70.8%</b>
% of Limit Exhausted w/o Exclusions	81%	80%	80%	80%