

2013 – 2014 FISCAL YEAR

BONDED AND OTHER INDEBTEDNESS REPORT

I. Purpose

Section 8.3 of the Almont Village Charter requires the Village Manager to submit to the Village Council annually a report regarding bonded and other indebtedness of the Village. This document includes attachments from the Village's most recent audit as well as other statements which illustrate the Village's bonded and other indebtedness and details the level of debt that could be issued.

II. Attachments

The following documents have been attached from the Village's 2011-2012 audit by King & King, C.P.A.s which detail bonded and other indebtedness:

- Page (35) of the audit, which details bonded indebtedness issued for the 1996 water supply system improvement project and bonded indebtedness issued for the water tower project.
- Page (36) of the audit, which details bonded indebtedness issued for the 2002 waste water treatment plant improvement project [this page reflected both the Village portion and the County portion and will be adjusted during the next audit to account for the refinancing of this bond in 2011].
- Page (37) of the audit, which details bonded indebtedness for the East St. Clair lift station and alarm system upgrade project (**note:** the installment purchase contract for the municipal building addition was retired in 2011).
- Page (38) of the audit, which details installment purchase contract obligations for the Cherry Street Bridge project; installment purchase contract obligations for the Almont DDA Pocket Park; and loan obligations for the dump truck purchased in 2011.

In addition, the following documents have been attached relative to other indebtedness of the Village:

III. Maximum Debt Issuance Limitation [10% of SEV]

As permitted by State law, with limited exceptions, the Village can issue debt as long as the aggregate amount of such debt [not including interest] does not exceed 10% of the Village's SEV. The 2013-2014 SEV of the Village is currently calculated to be \$57,095,000; this means that 10% of this value would be \$5,709,500.

IV. Total Outstanding Principal

The total outstanding principal of all bonded and other indebtedness for the Village of Almont [on July 1, 2013] will be as follows:

• Water Supply System Improvement Bond	\$240,000
• Water Tower Project Drinking Water Bonds	\$1,692,694
• WWTP Improvement Project Bonds	\$1,090,000
• East St. Clair Lift Station Bonds	\$465,000
• Cherry Street Bridge Project	\$147,947
• 2012 International Dump Truck	\$38,749
• Almont DDA Pocket Park	\$42,028
• Fiber Optic Infrastructure Project	\$22,541
• Police Vehicle – Dodge Charger	\$29,000
• Police Vehicle – Chevy Tahoe	\$33,000 [Estimate]
TOTAL	\$3,800,959 [Estimate]

V. Total Debt Issuance Capacity

The total amount the Village can still issue in debt is estimated to be \$1,908,541. This amount would need to be professionally verified by Village Bond Counsel Terry Donnelly should the Village elect to issue any bonds during the 2013-2014 fiscal year.