

Nueces County, Texas

Fiscal Year Summary of Debt Service Requirements

The Debt Service Fund is used to account for the property tax revenues received which were specifically levied for the purpose of meeting debt service requirements.

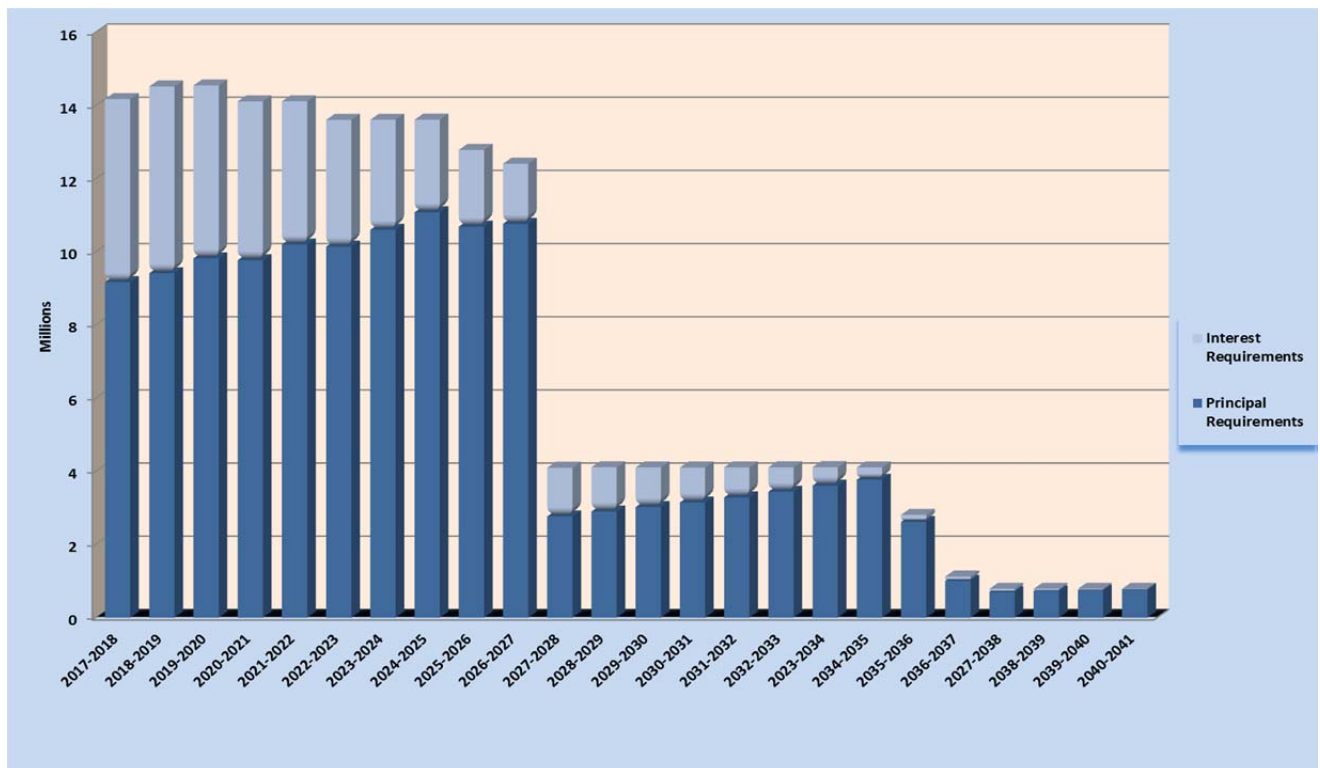
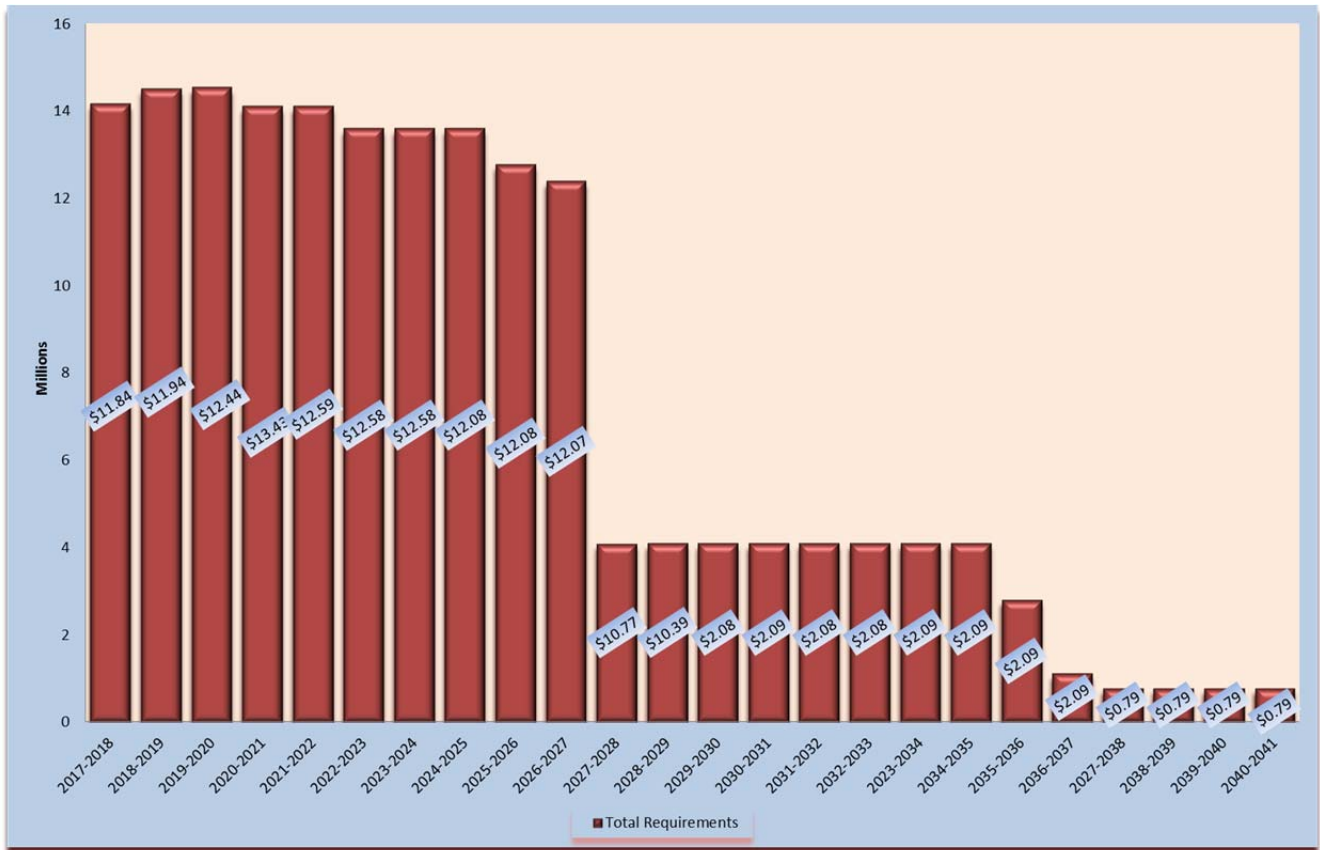
Bonds issued under the Government Code Chapter 1301 have a debt limit of 5 percent of assessed value of taxable property excluding railroad rolling stock. The total debt of Nueces County is \$177.46 million to be paid over the years until 2041.

The County has maintained a double A (AA/Aa) underlying bond rating since 1998. On October 17, 2017 and October 18, 2017, Standard & Poor's and Moody's reaffirmed the credit rating on the County's outstanding bonds at "AA+" and "Aa2).

The Debt Service Requirements details the principal and interest payments due on each issuance of debt outstanding. The schedule of debt service is the basis for determining the property tax debt service levy for repayment of debt.

Long Term debt is as follows:

Fiscal Year	Principal Requirements	Interest Requirements	Total Requirements
2017-2018	\$ 9,172,156.23	\$ 5,006,208.25	\$ 14,178,364.48
2018-2019	9,414,247.94	5,106,682.76	14,520,930.70
2019-2020	9,822,528.30	4,727,102.40	14,549,630.70
2020-2021	9,772,121.58	4,340,608.12	14,112,729.70
2021-2022	10,201,925.77	3,912,754.93	14,114,680.70
2022-2023	10,142,066.89	3,465,938.81	13,608,005.70
2023-2024	10,603,533.95	3,008,045.75	13,611,579.70
2024-2025	11,080,676.32	2,532,479.38	13,613,155.70
2025-2026	10,688,506.44	2,098,924.26	12,787,430.70
2026-2027	10,765,214.28	1,643,855.98	12,409,070.26
2027-2028	2,769,124.00	1,330,452.50	4,099,576.50
2028-2029	2,901,572.00	1,210,828.50	4,112,400.50
2029-2030	3,024,637.00	1,081,713.50	4,106,350.50
2030-2031	3,148,340.00	956,704.25	4,105,044.25
2031-2032	3,287,704.00	819,835.00	4,107,539.00
2032-2033	3,442,751.00	666,213.00	4,108,964.00
2033-2034	3,608,506.00	505,083.00	4,113,589.00
2034-2035	3,769,994.00	336,295.00	4,106,289.00
2035-2036	2,617,241.00	192,823.00	2,810,064.00
2036-2037	1,005,273.00	118,966.00	1,124,239.00
2027-2038	699,119.00	90,170.00	789,289.00
2038-2039	723,807.00	65,482.00	789,289.00
2039-2040	749,366.00	39,923.00	789,289.00
2040-2041	775,827.00	13,462.00	789,289.00
Totals	<u>\$ 134,186,238.70</u>	<u>\$ 43,270,551.39</u>	<u>\$ 177,456,790.09</u>



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Issuances in Detail

On May 12, 2010, the County approved LoanSTAR, a revolving loan mechanism up to a maximum of \$7,930,497 plus capitalized interest during construction from the State Energy Conservation Stimulus Program under the Comptroller of Public Accounts. Nueces County obtained debt of \$8,064,228 and the first payment due November 2012. The interest rate on the loan will be at 2.00 % for a payback period of 11.9 years with quarterly payments of \$156,289. The purpose of this program is to increase the energy efficiency of public sector buildings and facilities in order to create or retain jobs, reduce energy consumption, reduce greenhouse gas emissions, increase energy cost savings and install commercially-available renewable energy. The County is repaying this loan from the energy savings measures implemented through building and facility improvements.

On October 12, 2010, the County issued \$42,310,000 in General Obligation Refunding, Series 2010 due to installments of \$830,000 to \$ 5,265,000 through February 15, 2022 with interest ranging from 3.00% to 5.00%. The bonds were issued to refund certain outstanding obligations of the County and for the payments of the costs related to the bonds.

On March 26, 2012, the County issued \$26,005,000 in General Obligation Refunding, Series 2012 due in installments of \$84,000 to \$6,179,275 through February 15, 2026, with interest ranging from 3.00% to 5.00%. The bonds were issued to refund certain outstanding obligations of the County and for the payment of the costs related to the bonds.

On April 1, 2015, the County issued \$27,550,000 in General Obligation Refunding, Series 2015 due in installments of \$1,205,000 to \$7,645,000 through February 15, 2027, with interest ranging from 2.00% to 5.00%. The bonds were issued to refund certain outstanding obligations of the County (Refunded Obligations) and for the payment of the costs related to the bonds.

On April 1, 2015, the County issued \$18,070,000 Combination Tax and Revenue Certificates of Obligation, Series 2015 due in installments of \$555,000 to \$1,270,000 (average installment equals \$951,053) through February 15, 2035, with interest ranging from 2.00% to 5.00% with a net interest cost of 3.44% to the County. The proceeds will be used for providing funds for the payment of contractual obligations of the County constructing, repairing and improving County roads and bridges, the McKenzie County Jail Annex, County facilities to comply with the American Disabilities Act, the County Airport runway extension, the County park system and facilities. The proceeds will also be used to purchase material supplies land, for authorized needs related to the aforementioned improvements and to pay professional services related services.

On March 23, 2016, the County approved the resolution and order for a loan agreement with the State of Texas - State Infrastructure Bank (SIB) for \$12,000,000 for purposes of funding Nueces County's portion of the Texas Department of Transportation US 181 Harbor Bridge Project. The SIB loan is to be repaid over a period of no more than twenty-five (25) years at the rate of 3.47% per annum. The SIB agreement calls for four principal distributions of \$3,000,000 made on April 15, 2016; December 1, 2016 and 2018. Principal and interest payments from Nueces County to the SIB will begin on February 15, 2019.

On November 15, 2016, the County issued \$17,920,000 Combination Tax and Revenue Certificates of Obligation, Series 2016 due in installments of \$660,000 to \$1,640,000 (average installment equals \$995,556) through February 15, 2036, with interest ranging from 4.00% to 5.00% with a net interest cost of 3.89% to the County. The proceeds will be used for providing funds for the payment of contractual obligations incurred or to be incurred by the County, to-wit, acquiring, designing, constructing, renovating, repairing and improving various County facilities to comply with the American With Disabilities Act and other federal laws: upgrading and improving the County's Information Technology Systems; acquiring, designing, constructing, renovating, repairing, and improving various County facilities, County parks, County

airport runway and facilities; purchasing materials, supplies, equipment, machinery, landscaping, land and rights-of-way in the County for authorized needs and purposes related to the aforementioned capital improvements; constructing and improving to various roads, bridges and drainage facilities throughout the County; and paying professional, fiscal, engineering and legal fees incurred in connection therewith.

On November 15, 2017, the County issued \$4,900,000 Combination Tax and Revenue Certificates of Obligation, Series 2017 due in installments of \$130,000 to \$330,000 (average installment equals \$245,000) through February 15, 2037, with interest ranging from 2.50% to 4.00% with a net interest cost of 2.75% to the County. The proceeds will be used for providing funds for the payment of contractual obligations incurred or to be incurred by the County, to-wit, acquiring, designing, constructing, renovating, repairing and improving various County facilities to comply with the American With Disabilities Act and other federal laws: upgrading and improving the County's Information Technology Systems; acquisition of equipment for the conduct of elections in Nueces County; acquiring, designing, constructing, renovating, repairing, and improving various County parks system facilities, constructing and improving to various roads, bridges and drainage facilities throughout the County; purchase of materials, supplies, equipment, machinery, landscaping, land and rights-of-way in Nueces County for authorized needs and purposes related to the aforementioned capital improvements; and paying professional, fiscal, engineering and legal fees incurred in connection therewith.