Le Sueur County, MN

Tuesday, November 25, 2014

Board Meeting

Item 5

10:00 a.m. Public Hearing on proposed 2015-2019 CIP

Staff Contact:

Le Sueur County

2015 to 2019

CAPITAL IMPROVEMENT PLAN

Amended November 25, 2014

2015 – 2019 CAPITAL IMPROVEMENT PLAN

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Approved October 4, 2005
Amended October 10, 2006
Amended October 2, 2007
Amended August 5, 2008
Amended June 14, 2011
Amended November, 25 2014

INTRODUCTION

The Le Sueur County Capital Improvement Plan is a multi-year guide to the construction and / or improvement of county roads and facilities and the acquisition of capital equipment. Through the process of preparing and updating a Capital Improvement Plan, the county meets the needs for orderly maintenance of the physical assets of the county. This CIP is intended to serve as a planning tool and is structured to present meaningful long-range perspective of the county's long-range capital needs.

Minnesota Statutes Chapter 373.40 authorizes counties to adopt a Capital Improvement Plan (CIP.) The law requires that a Capital Improvements Plan be prepared that must cover a five year period beginning with the date of the Plan adoption. The CIP must cover:

1) The estimated schedule, timing and details of the specific capital improvements.
2) Estimated cost of the capital improvements identified.
3) The need for the improvements.
4) The sources of revenue needed to pay for the improvements.

Approval of the CIP and annual amendments must be approved by the County Board by a three-fifths vote after a noticed public hearing. MN Laws 2005, Chapter 1, Article 3, Sections 101-102 have eliminated DEED's role in the CIP process. Therefore, the final step in the CIP planning process will be for the County to obtain Board approval of the plan on a three-fifths vote. Upon approval by the Board, CIP bonds may be issued.

A County may issue general obligation bonds for improvements included in an approved Plan if the following conditions are satisfied:

1. The County must publish notice of and conduct a public hearing on the issuance of the bonds. The bonds are subject to referendum voter approval only if a petition requesting a vote signed by five percent of the votes cast in the last general election is received within 30 days of the hearing.

2. The maximum annual debt service payment on all outstanding CIP bonds does not exceed 0.12 percent of the taxable market value of the County, excluding market value included in TIF districts.

3. The issuance of bonds must be approved by at least three-fifths of the members of the County Board.

The Le Sueur County Capital Improvement Plan has been created in accordance with the guidelines of Minnesota Statutes, Section 373.40. The CIP covers public improvements and building projects, with a useful life of five years or greater, currently anticipated to be undertaken by the county during the next five years. While cost estimates and proposed funding sources are identified for each general improvement area, the CIP is not intended to provide a complete financing plan for each project. As the County prepares to undertake individual projects, the County Board will consider a specific finance program. The priority and scheduling of each project may also change over time.

Le Sueur County believes the Capital Improvement process is an important element of responsible fiscal management. Major capital expenses can be anticipated and coordinated so as to minimize potentially adverse financial impacts caused by the timing and magnitude of capital outlays. This coordination of capital projects is important to the county in achieving its goals of an adequate physical plant, equipment and sound fiscal management. In these financially difficult times, good planning is essential for the wise use of limited funding.

THE CAPITAL IMPROVEMENT PLANNING PROCESS

The Capital Improvement Planning process is as follows: The County Board authorizes the preparation of the CIP. The Administrator is instructed to assemble all known capital projects necessary over the next five-year period. The County Board then reviews the projects according to the project priority, fiscal impact and available funding. From this information, a preliminary capital improvement plan is prepared. A public hearing is held to solicit input from citizens and other governmental units. Changes may be made based on that input and a final project list is established.

The County Board then prepares the final plan and works with its financial advisor to prepare a general obligation bond sale and repayment schedule if necessary to the CIP. Once the proceeds from the bond sales become available, the individual's projects are implemented.

In subsequent years, the process is repeated as projects are completed and new needs arise. Capital Improvement planning always looks five years into the future.

The CIP will be revised and updated on an annual basis during the annual budget cycle. Changes to the priorities established in the plan should be expected. Changes can be caused by reductions in funding levels, grants or other aid, delays in construction, emergency needs or simply a change in community preferences.

CIP POLICY SUMMARY

In adopting the Capital Improvements Plan (CIP), the County finds:

1. The projects contained in the CIP are necessary to maintain the existing infrastructure of the County, to meet the anticipated service demands of the County and to properly provide for the safety and general well being of its residents.

2. The County has considered the costs of the projects and the available financial resources and has determined that these projects are within the financial ability of the County. Further, the County has determined that failure to undertake the CIP will result in a greater financial burden in the future.

3. The County has reviewed the alternatives for shared facilities with other units of governments. Le Sueur County will participate in shared facility options if such options are found to be efficient and cost effective.

4. The CIP is designed to make the most effective use of all financial resources available to the County, including current budgeted revenue, grants, fund reserves and borrowing. The County's goal is to maintain a reasonable balance among all available resources. The debt proposed in the CIP is within the statutory and financial capacity of the County. The County will structure all necessary debt in a manner that makes the best use of its financial resources and minimizes the impact on county residents. For those projects utilizing debt, borrowing is needed to provide the improvement in a timely manner and to spread the financial impacts over a period of years.

FINANCING THE CAPITAL IMPROVEMENT PLAN

Tax Levy
The tax levy funds are derived from the County property tax. The County Board determines the annual amount of the tax levy.

Capital Replacement / Building Fund
The County may establish a capital building fund for future financing.

General Obligation Bonds.
Minnesota Statutes, Chapter 475 allows general obligation bonds to be issued for building purposes in an amount up to the county's debt limit. This requires a vote of the public and must be approved by one vote more than 50% of those voting. The tax levy for debt service is spread on the basis of market value.

General Obligation Bonds

First under MS 475, with few exceptions, counties cannot incur debt in excess of 3% of the assessor's taxable market value for the county. In Le Sueur County, the 2014 TMV is $3,577,853,000. Therefore, the total amount of outstanding debt cannot exceed $107,335,590. The 2015 estimated EMV is $3,830,684,900. Outstanding debt cannot exceed $114,920,547.

G.O. Capital Improvement Bonds
Minnesota Statute Chapter 373.40 allows counties to issue general obligation bonds for purposes defined in the Capital Improvement Plan. The annual obligation of debt cannot exceed 0.0012 times the Estimated Market Value for interest and principle payments without a referendum vote.

The calculation of Le Sueur County's debt limit is as follows:

The maximum amount that can be levied on all of the County's CIP bonds is limited by the following formula:

	2013	*2014*	*2015(Estimated)*
Payable Market Value	*$3,550,839,300*	*$3,748,922,200*	*$3,830,684,900*
x 0.12%	*.0012*	*.0012*	*.0012*
CIP legal lending limit (interest and principle payment)	*$ 4,261,007**	*$ 4,498,707**	*$4,596,822**

** 2011 G.O. Capital Improvement Bond sale proceeds were used for ARMER 800 megahertz public safety communication system. By state statue, bond proceeds used for the purchase of ARMER 800 megahertz public safety communication equipment is not included in the CIP annual obligation of debt that cannot exceed 0.0012 times the Market Value for interest and principle payments.*

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G.O. State Aid Road Bonds
Counties may issue general obligation bonds pursuant to Minnesota Statutes, section 162.181 and Chapter 475 for the purpose of financing the costs of State-Aid highway construction projects within the County.

Bridge Bonding
The Minnesota Department of Transportation administers the Federal Bridge Replacement funds. The state has finance bridge replacements through a State-bonding program for bridges greater than 20-feet in length.

Capital Equipment Notes
Counties are given authority to issue general obligation capital notes by resolution of the County Board without a referendum. General obligation capital notes are subject to the County's debt limit.

G.O. County Jail Bonds
Counties may issue general obligation bonds for the creation of a county jail, sheriff's residence or both, pursuant to the provisions of MN Statutes, Chapters 641 and 475.

County State-Aid Highways Regular Construction
The purpose of the state-aid program is to provide resources, from the Highway Users Tax Distribution Fund, to assist local governments with the construction and maintenance of community-interest highways and streets on the state-aid system.

County State-Aid Highway Municipal Construction
The purpose of the state-aid program is to provide resources, from the Highway Users Tax Distribution Fund, to assist local governments with the construction and maintenance of community-interest highways and streets on the state-aid system to be used on state aid roads in cities whose population is under 5000.

CIP PROJECTS

2015 - 2019

The CIP is organized by year beginning with year 2015 projects.
These schedules are subject to change due to priority and financial conditions.

Year **2015**

Project	Description	General Fund	G.O. Bonds	G.O. Capital Improvement Bonds (CIP)	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
HIGHWAY																
CSAH 3 - TH 21 to CSAH 26	Street Reconstruction									$2,500,000			$3,400,000			$5,900,000
CSAH 7 - 0.25 mi N of CSAH 12	Replace Bridge # 7297								$150,000			$150,000				$300,000
CSAH 11 - 1/4 mi N of CSAH 24	Repair Road Slide						$350,000									$350,000
CSAH 14 - Waterville to CSAH 6	Final Wearing Surface											$150,000				$150,000
CSAH 14 - Herbert St to W Limits	Bitumionous Overlay							$100,000								$100,000
CSAH 23 - UP RR to TH 112	Reconstruct and Surface						$47,100					$1,200,000			$4,187,900	$5,435,000
CSAH 28 - CSAH 28 to CSAH 11	Bit Rehab and Overlay			$2,000,000												$2,000,000
CSAH 28 at TH 169	Intersection Improvements						$110,000			$600,000					$2,140,000	$2,850,000
CSAH 32 - CSAH 11 to CSAH 28	Bit Rehab and Overlay			$1,875,000												$1,875,000
CSAH 33 - 0.5 mi S. CSAH 28	Replace Bridge 92723						$20,000		$120,000			$100,000				$240,000
CSAH 52 in Waterville	Replace Bridge 4458						$150,000		$150,000							$300,000
CR 104 - Cleveland to CSAH 18	Bituminous Overlay					$400,000										$400,000
CR 104 - CSAH 15 to CR 104	Reconstruct Road			$925,000												$925,000
CR 107 - CSAH 18 to CSAH 21	Bituminous Overlay					$400,000										$400,000
County Wide	Bituminous Seal Coat					$200,000	$300,000									$500,000
County Wide HSIP	Curve Sign Replacement						$9,948							$89,532		$99,480
County Wide HSIP	Intersection Lighting						$24,600							$221,400		$246,000
Replace Tandem Truck	Unit # 72					$275,000										$275,000
MAINTENANCE																
Second Floor Carpet		$35,000														$35,000
Facility Study		$30,000														$30,000
Replace Maintenance Vehicle		$20,000														$20,000
HUMAN SERVICES																
PARKS																
SHERIFF																
Replace Three Squad Cars		$90,000														$90,000
In Car Cameras		$35,000														$35,000
Montgomery Radio Shed		$100,000														$100,000
MIS																
Replacement of Equipment		$150,000														$150,000
Virtual Desktops and Servers		$135,000														$135,000
EMERGENCY MANAGEMENT																
Replace Vehicle		$35,000														$35,000
TOTALS		$630,000	$0	$4,800,000	$0	$1,275,000	$1,011,648	$100,000	$420,000	$3,100,000	$0	$1,600,000	$3,400,000	$310,932	$6,327,900	$22,975,480

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Year **2016**

Project	Description	General Fund	G.O. Bonds	G.O. Capital Improvement Bonds	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
HIGHWAY																
CSAH 3 - Waseca County to CSAH 14	Bit Rehab and Overlay						$450,000	$350,000								$800,000
CR 126 - CSAH 11 to CSAH 5	Bituminous Overlay					$500,000										$500,000
Le Sueur Maintenace Facility	Construct Shop			$750,000												$750,000
Replace Tandem Truck						$275,000										$275,000
Replace Three Pickup Trucks						$75,000										$75,000
MAINTENANCE																
Carpet First Floor		$45,000														$45,000
Carpet Jail		$35,000														$35,000
Facility Study		$10,000														$10,000
HUMAN SERVICES																
																$0
PARKS																
																$0
SHERIFF																
Replace Three Squad Cars		$90,000														$90,000
In Car Cameras		$35,000														$35,000
MIS																
SQL Licenses		$5,000														$5,000
Servers for LRMS		$12,000														$12,000
Replacement of Equipment		$150,000														$150,000
VETS SERVICES																
Computer															$5,000	$5,000
TOTALS		$382,000	$0	$750,000	$0	$850,000	$450,000	$350,000	$0	$0	$0	$0	$0	$0	$5,000	$2,787,000

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Year 2017

Project	Description	General Fund	G.O. Bonds	G.O. Capital Improvement Bonds	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
HIGHWAY																
CSAH 3 - TH 99 to TH 21	Bit Rehab and Overlay						$1,125,000									$1,125,000
CSAH 12 - CSAH 13 to CSAH 11	Bit Rehab and Overlay					$300,000	$300,000									$600,000
CSAH 61 - Waseca Co to TH 60	Bit Rehab and Overlay						$160,000									$160,000
CSAH 62 - Waseca Co to TH 60	Concrete Rehab						$75,000									$75,000
CR 131 - CSAH 6 to Waterville	Bituminous Overlay					$600,000										$600,000
County Wide	Bituminous Seal Coat					$200,000	$300,000									$500,000
Replace Tandem Truck						$275,000										$275,000
Replace Pickup Trucks						$75,000										$75,000
Replace Loader						$125,000										$125,000
MAINTENANCE																
Facility Study		$20,000														$20,000
Seal Coat Parking Lots		$10,000														$10,000
HUMAN SERVICES																
																$0
PARKS																
																$0
SHERIFF																
Replace Four Squad Cars		$120,000														$120,000
																$0
MIS																$0
Replacement of Equipment		$150,000														$150,000
																$0
																$0
TOTALS		$300,000	$0	$0	$0	$1,575,000	$1,960,000	$0	$0	$0	$0	$0	$0	$0	$0	$3,835,000

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Year 2018

Project	Description	General Fund	G.O. Bonds	G.O. Capital Improvement Bonds	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
HIGHWAY																
CSAH 10 - CSAH 3 to Rice County	Bit Rehab and Overlay						$800,000									$800,000
CSAH 26 - CSAH 5 to Montgomery	Bit Rehab and Overlay						$2,000,000									$2,000,000
CR 131 - TH 60 to Rice County	Bituminous Overlay					$750,000										$750,000
County Shop in Le Center	Replace County Shop			$7,000,000												$7,000,000
Replace Tandem Truck						$275,000										$275,000
Replace Tractor and Mower						$100,000										$100,000
MAINTENANCE																
																$0
																$0
HUMAN SERVICES																
																$0
PARKS																
																$0
SHERIFF																
Replace Three Squad Cars		$90,000														$90,000
																$0
																$0
MIS																
Replacement of Equipment		$150,000														$150,000
VETS SERVICES																$0
	Replace Van	$30,000														$30,000
TOTALS		$270,000	$0	$7,000,000	$0	$1,125,000	$2,800,000	$0	$0	$0	$0	$0	$0	$0	$0	$11,195,000

Year **2019**

Project	Description	General Fund	G.O. Bonds	G.O. Capital Improvement Bonds	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
HIGHWAY																
CSAH 13 - TH 60 to CSAH 16	Bit Rehab and Overlay						$1,000,000									$1,000,000
CSAH 14 - CSAH 11 to CSAH 6	Bit Rehab and Overlay						$1,000,000	$400,000								$1,400,000
CSAH 15 - TH 112 to CSAH 26	Bit Rehab and Overlay						$320,000							$1,280,000		$1,600,000
CR 103 - CR 105 to CR 104	Bituminous Overlay					$200,000										$200,000
CR 104 - CSAH 16 to CR 105	Bituminous Overlay					$700,000										$700,000
County Wide	Bituminous Seal Coat					$200,000	$300,000									$500,000
Replace Tandem Truck						$275,000										$275,000
																$0
MAINTENANCE																
																$0
																$0
HUMAN SERVICES																
																$0
PARKS																
																$0
SHERIFF																
Repalce Three Squad Cars		$90,000														$90,000
																$0
																$0
MIS																
Replacement of Equipment		$150,000														$150,000
																$0
																$0
TOTALS		$240,000	$0	$0	$0	$1,375,000	$2,620,000	$400,000	$0	$0	$0	$0	$0	$1,280,000	$0	$5,915,000

COUNTY DEBT AND OVERLAPPING DEBT

The total amount of requested projects under the 2015 – 2019 CIP is $46,707,480. See **Attachment A, Capital Improvement Funding Summary** for a breakdown of funding sources. If these projects are to be funded, that amount of money must be generated through the tax levy, sale of bonds or taken from county reserves. Some of the funding mechanisms have statutory limits including the G.O. CIP Bonds shown below.

Of the total CIP amount, $12,550,000 would be funded using Capital Improvement Program General Obligation bonds.

2015	$4,800,000
2016	$750,000
2017	$0
2018	$7,000,000
2019	$0

Assuming bonds are paid over 10 years at current market interest rates, the maximum combined annual principal and interest payments are show in Table 1, G.O. Capital Improvement Bonds. This is below the statutory limit of $4,596,822 to be used for principal and interest payments.

The County reserves the right to vary the term of any borrowing identified in this plan with the understanding that the maximum payment of all outstanding CIP Bonds cannot exceed the statutory limit.

In preparing this Capital Improvement Plan, the County must consider for each project, and the plan as a whole, several factors, including the level of overlapping debt of the County. Attached **Attachment B, County Auditors Report of Outstanding Indebtedness** provides detailed information about the County's overlapping debt status as of December 31, 2013.

CONTINUATION OF THE CAPITAL IMPROVEMENT PLAN

The County Board will use the process outlined on page 2 of this plan and will review the CIP annually. The Board will review proposed projects and may add or delete projects based on priority decisions. While following the CIP process on an annual basis, the Board can continue to provide necessary improvements while keeping debt based spending within reasonable limitations.

Table 1

Estimated G.O. Capital Improvement Bonds

Annual Debt Service Payments

Year	Total Bond Amount	Term (years)	Interest Rate	2015	2016	2017	2018	2019	2020
2014	$0								
2015	$4,800,000	10	2.03%			$535,206	$535,206	$535,206	$535,206
2016	$750,000	10	2.50%				$85,694	$85,694	$85,694
2017	$0	10	2.50%					$0	$0
2018	$7,000,000	10	2.50%						$799,811
2019	$0	10	2.50%						
2020									
2021									
2022									
2023									
Estimated Total Annual D/S Payments				$0	$0	$535,206	$620,901	$620,901	$1,420,712

Attachment A   Capital Improvement Funding Summary 2015-2019

	General Fund	G.O. Bonds	G.O. Capital Improvement Program (CIP) Bonds	Capital Notes	Local Road and Bridge Fund	CSAH Regular Construction	CSAH Municipal Construction	Fund 29 State Bridge Bonds	Other Local Funds	Land Records Fund	CSAH General Obligation Bonds	CSAH -Munic General Obligation Bonds	Federal Highway Admin	Grants	Total
2015	$630,000	$0	$4,800,000	$0	$1,275,000	$1,011,648	$100,000	$420,000	$3,100,000	$0	$1,600,000	$3,400,000	$310,932	$6,327,900	$22,975,480
2016	$382,000	$0	$750,000	$0	$850,000	$450,000	$350,000	$0	$0	$0	$0	$0	$0	$5,000	$2,787,000
2017	$300,000	$0	$0	$0	$1,575,000	$1,960,000	$0	$0	$0	$0	$0	$0	$0	$0	$3,835,000
2018	$270,000	$0	$7,000,000	$0	$1,125,000	$2,800,000	$0	$0	$0	$0	$0	$0	$0	$0	$11,195,000
2019	$240,000	$0	$0	$0	$1,375,000	$2,620,000	$400,000	$0	$0	$0	$0	$0	$1,280,000	$0	$5,915,000
Total	$1,822,000	$0	$12,550,000	$0	$6,200,000	$8,841,648	$850,000	$420,000	$3,100,000	$0	$1,600,000	$3,400,000	$1,590,932	$6,332,900	$46,707,480

County Auditors Report of Outstanding Indebtedness

COUNTY OF: Le Sueur

Name of Governmental Unit	Bonds: Outstanding Jan. 1, 2013	Bonds: Issued During the Year	Bonds: Paid During the Year	Bonds Outstanding December 31 2013: Total	Bonds Outstanding December 31 2013: General Obligation	Bonds Outstanding December 31 2013: G. O. Tax Increment	Bonds Outstanding December 31 2013: G. O. Special Assessment	Bonds Outstanding December 31 2013: G. O. Revenue	Bonds Outstanding December 31 2013: Revenue	Bonds Outstanding December 31 2013: Other (Identify)	Other Long-term Indebtedness (Identify)	State Aid and Tax Anticipation Certificates	Refunding (Included in Bonds Outstanding)
County													
Le Sueur	**15,825,000**	**0**	**2,000,000**	**13,825,000**	**11,470,000**					**2,355,000**		**2,355,000**	**180,000**
Cities													
Cleveland	2,082,000	0	107,000	1,975,000				1,975,000					
Elysian	2,376,123	0	222,521	2,153,602	670,000		465,000	1,018,602					
Heidelberg	0	0	0	0									
Kasota	0	0	0	0									
Kilkenny	70,000	0	20,000	50,000	50,000								
Le Center	12,534,469	0	874,040	11,660,429	4,143,795		1,412,810	6,103,824					
Le Sueur	35,270,359	1,020,000	2,981,374	33,308,985	4,375,000		10,415,266	15,627,000	855,000	2,036,719			7,090,000
Montgomery	21,410,410	0	3,740,762	17,669,648	5,524,000			12,092,294		53,354			
New Prague													
Waterville	8,861,000	2,604,000	3,330,000	8,135,000	1,759,832			6,305,168		70,000	70,000		2,060,000
Total of Cities	**82,604,361**	**3,624,000**	**11,275,697**	**74,952,664**	**16,522,627**	**0**	**12,293,076**	**43,121,888**	**855,000**	**2,160,073**	**70,000**	**0**	**9,150,000**
School District													
Cleveland #391	0	0	0	0									
WEM #2143	0	0	0	0									
LSH #2397	29,030,000	0	850,000	28,180,000	28,180,000								13,340,000
Tri City United #2905	44,105,953	9,999,000	1,250,000	52,854,953	52,854,953								8,430,000
Mankato #77													
St Peter #508													
Belle Plaine #716													
New Prague #721													
Total of Schools	**73,135,953**	**9,999,000**	**2,100,000**	**81,034,953**	**81,034,953**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**21,770,000**
Townships													
Washington Township	130,846	0	43,777	87,069			87,069						
Total of Townships	**130,846**	**0**	**43,777**	**87,069**	**0**	**0**	**87,069**	**0**	**0**	**0**	**0**	**0**	**0**
Special District													
Lake Washington San Sewer	5,312,545	2,530,000	1,550,220	6,292,325				6,292,325			5,652,325		640,000
Total of Spec Dist	**5,312,545**	**2,530,000**	**1,550,220**	**6,292,325**	**0**	**0**	**0**	**6,292,325**	**0**	**0**	**5,652,325**	**0**	**640,000**
GRAND TOTAL	**177,008,705**	**16,153,000**	**16,969,694**	**176,192,011**	**109,027,580**	**0**	**12,380,145**	**49,414,213**	**855,000**	**4,515,073**	**5,722,325**	**2,355,000**	**31,740,000**

Le Sueur County, Minnesota

$9,975,000 General Obligation Bonds, Series 2015
Issue Summary
Assumes Current Market BQ AA Rates plus 25bp

Total Issue Sources And Uses

Dated 02/12/2015 | Delivered 02/12/2015

	State Aid	CIP	Issue Summary
Sources Of Funds			
Par Amount of Bonds	$5,090,000.00	$4,885,000.00	$9,975,000.00
Total Sources	**$5,090,000.00**	**$4,885,000.00**	**$9,975,000.00**
Uses Of Funds			
Total Underwriter's Discount (1.000%)	50,900.00	48,850.00	99,750.00
Costs of Issuance	36,739.85	35,260.15	72,000.00
Deposit to Project Construction Fund	5,000,000.00	4,800,000.00	9,800,000.00
Rounding Amount	2,360.15	889.85	3,250.00
Total Uses	**$5,090,000.00**	**$4,885,000.00**	**$9,975,000.00**

Series 2015 GO Bonds - #3 | Issue Summary | 11/13/2014 | 4:39 PM

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Le Sueur County, Minnesota

$9,975,000 General Obligation Bonds, Series 2015

Issue Summary

Assumes Current Market BQ AA Rates plus 25bp

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	105% Overlevy	Fiscal Total
02/12/2015	-	-	-	-	-	-
02/01/2016	-	-	172,490.83	172,490.83	181,115.37	181,115.37
08/01/2016	-	-	88,963.75	88,963.75	93,411.94	-
02/01/2017	940,000.00	0.800%	88,963.75	1,028,963.75	1,080,411.94	1,173,823.88
08/01/2017	-	-	85,203.75	85,203.75	89,463.94	-
02/01/2018	945,000.00	0.950%	85,203.75	1,030,203.75	1,081,713.94	1,171,177.88
08/01/2018	-	-	80,715.00	80,715.00	84,750.75	-
02/01/2019	950,000.00	1.200%	80,715.00	1,030,715.00	1,082,250.75	1,167,001.50
08/01/2019	-	-	75,015.00	75,015.00	78,765.75	-
02/01/2020	965,000.00	1.450%	75,015.00	1,040,015.00	1,092,015.75	1,170,781.50
08/01/2020	-	-	68,018.75	68,018.75	71,419.69	-
02/01/2021	980,000.00	1.650%	68,018.75	1,048,018.75	1,100,419.69	1,171,839.38
08/01/2021	-	-	59,933.75	59,933.75	62,930.44	-
02/01/2022	1,000,000.00	1.900%	59,933.75	1,059,933.75	1,112,930.44	1,175,860.88
08/01/2022	-	-	50,433.75	50,433.75	52,955.44	-
02/01/2023	1,015,000.00	2.150%	50,433.75	1,065,433.75	1,118,705.44	1,171,660.88
08/01/2023	-	-	39,522.50	39,522.50	41,498.63	-
02/01/2024	1,035,000.00	2.350%	39,522.50	1,074,522.50	1,128,248.63	1,169,747.25
08/01/2024	-	-	27,361.25	27,361.25	28,729.31	-
02/01/2025	1,060,000.00	2.450%	27,361.25	1,087,361.25	1,141,729.31	1,170,458.63
08/01/2025	-	-	14,376.25	14,376.25	15,095.06	-
02/01/2026	1,085,000.00	2.650%	14,376.25	1,099,376.25	1,154,345.06	1,169,440.13
Total	**$9,975,000.00**	-	**$1,351,578.33**	**$11,326,578.33**	**$11,892,907.25**	-

Significant Dates

Dated	2/12/2015
First Coupon Date	2/01/2016

Yield Statistics

Bond Year Dollars	$65,885.21
Average Life	6.605 Years
Average Coupon	2.0514139%
Net Interest Cost (NIC)	2.2028136%
True Interest Cost (TIC)	2.2010284%
Bond Yield for Arbitrage Purposes	2.0365863%
All Inclusive Cost (AIC)	2.3210792%

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Net Interest Cost	2.0514139%
Weighted Average Maturity	6.605 Years

Le Sueur County, Minnesota

$5,090,000 General Obligation Bonds, Series 2015
State Aid
Assumes Current Market BQ AA Rates plus 25bp

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	105% Overlevy	Fiscal Total
02/12/2015	-	-	-	-	-	-
02/01/2016	-	-	88,061.91	88,061.91	92,465.01	92,465.01
08/01/2016	-	-	45,418.75	45,418.75	47,689.69	-
02/01/2017	480,000.00	0.800%	45,418.75	525,418.75	551,689.69	599,379.38
08/01/2017	-	-	43,498.75	43,498.75	45,673.69	-
02/01/2018	480,000.00	0.950%	43,498.75	523,498.75	549,673.69	595,347.38
08/01/2018	-	-	41,218.75	41,218.75	43,279.69	-
02/01/2019	485,000.00	1.200%	41,218.75	526,218.75	552,529.69	595,809.38
08/01/2019	-	-	38,308.75	38,308.75	40,224.19	-
02/01/2020	490,000.00	1.450%	38,308.75	528,308.75	554,724.19	594,948.38
08/01/2020	-	-	34,756.25	34,756.25	36,494.06	-
02/01/2021	500,000.00	1.650%	34,756.25	534,756.25	561,494.06	597,988.13
08/01/2021	-	-	30,631.25	30,631.25	32,162.81	-
02/01/2022	510,000.00	1.900%	30,631.25	540,631.25	567,662.81	599,825.63
08/01/2022	-	-	25,786.25	25,786.25	27,075.56	-
02/01/2023	520,000.00	2.150%	25,786.25	545,786.25	573,075.56	600,151.13
08/01/2023	-	-	20,196.25	20,196.25	21,206.06	-
02/01/2024	530,000.00	2.350%	20,196.25	550,196.25	577,706.06	598,912.13
08/01/2024	-	-	13,968.75	13,968.75	14,667.19	-
02/01/2025	540,000.00	2.450%	13,968.75	553,968.75	581,667.19	596,334.38
08/01/2025	-	-	7,353.75	7,353.75	7,721.44	-
02/01/2026	555,000.00	2.650%	7,353.75	562,353.75	590,471.44	598,192.88
Total	**$5,090,000.00**	-	**$690,336.91**	**$5,780,336.91**	**$6,069,353.76**	-

Significant Dates

Dated	2/12/2015
First Coupon Date	2/01/2016

Yield Statistics

Bond Year Dollars	$33,639.47
Average Life	6.609 Years
Average Coupon	2.0521633%
Net Interest Cost (NIC)	2.2034737%
True Interest Cost (TIC)	2.2017011%
Bond Yield for Arbitrage Purposes	2.0365863%
All Inclusive Cost (AIC)	2.3216891%

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Net Interest Cost	2.0521633%
Weighted Average Maturity	6.609 Years

Series 2015 GO Bonds - #3 | State Aid | 11/13/2014 | 4:39 PM

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LEADERS IN PUBLIC FINANCE

Le Sueur County, Minnesota

$4,885,000 General Obligation Bonds, Series 2015
CIP
Assumes Current Market BQ AA Rates plus 25bp

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	105% Overlevy	Fiscal Total
02/12/2015	-	-	-	-	-	-
02/01/2016	-	-	84,428.92	84,428.92	88,650.37	88,650.37
08/01/2016	-	-	43,545.00	43,545.00	45,722.25	-
02/01/2017	460,000.00	0.800%	43,545.00	503,545.00	528,722.25	574,444.50
08/01/2017	-	-	41,705.00	41,705.00	43,790.25	-
02/01/2018	465,000.00	0.950%	41,705.00	506,705.00	532,040.25	575,830.50
08/01/2018	-	-	39,496.25	39,496.25	41,471.06	-
02/01/2019	465,000.00	1.200%	39,496.25	504,496.25	529,721.06	571,192.13
08/01/2019	-	-	36,706.25	36,706.25	38,541.56	-
02/01/2020	475,000.00	1.450%	36,706.25	511,706.25	537,291.56	575,833.13
08/01/2020	-	-	33,262.50	33,262.50	34,925.63	-
02/01/2021	480,000.00	1.650%	33,262.50	513,262.50	538,925.63	573,851.25
08/01/2021	-	-	29,302.50	29,302.50	30,767.63	-
02/01/2022	490,000.00	1.900%	29,302.50	519,302.50	545,267.63	576,035.25
08/01/2022	-	-	24,647.50	24,647.50	25,879.88	-
02/01/2023	495,000.00	2.150%	24,647.50	519,647.50	545,629.88	571,509.75
08/01/2023	-	-	19,326.25	19,326.25	20,292.56	-
02/01/2024	505,000.00	2.350%	19,326.25	524,326.25	550,542.56	570,835.13
08/01/2024	-	-	13,392.50	13,392.50	14,062.13	-
02/01/2025	520,000.00	2.450%	13,392.50	533,392.50	560,062.13	574,124.25
08/01/2025	-	-	7,022.50	7,022.50	7,373.63	-
02/01/2026	530,000.00	2.650%	7,022.50	537,022.50	563,873.63	571,247.25
Total	**$4,885,000.00**	-	**$661,241.42**	**$5,546,241.42**	**$5,823,553.49**	-

Significant Dates

Dated	2/12/2015
First Coupon Date	2/01/2016

Yield Statistics

Bond Year Dollars	$32,245.74
Average Life	6.601 Years
Average Coupon	2.0506321%
Net Interest Cost (NIC)	2.2021250%
True Interest Cost (TIC)	2.2003266%
Bond Yield for Arbitrage Purposes	2.0365863%
All Inclusive Cost (AIC)	2.3204429%

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Net Interest Cost	2.0506321%
Weighted Average Maturity	6.601 Years

Series 2015 GO Bonds - #3 | CIP | 11/13/2014 | 4:39 PM

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Le Sueur County, Minneota

General Obligation Capital Improvement Bonds Max Debt Calculation

	Aggregate Debt Service - Accrual Basis						
Calendar Year	Series 2005B	Series 2006A	Series 2007A	Series 2008A	*ARMER Series 2011A*	Projected Series 2015 CIP	Total P& I
2015	187,785.00	225,000.00	226,728.00	367,047.50	*336,672.50*		1,343,233.00
2016	187,441.25	223,500.00	225,425.00	367,797.50	*333,410.00*	127,882.92	1,465,456.67
2017	186,835.00	226,700.00	223,925.00	367,522.50	*334,165.00*	545,250.00	1,884,397.50
2018	185,963.75	224,600.00	227,125.00	366,522.50	*334,030.00*	546,201.25	1,884,442.50
2019	189,680.00	227,200.00	225,025.00	365,122.50	*338,000.00*	541,202.50	1,886,230.00
2020	187,980.00	224,500.00	227,625.00	368,222.50	*336,122.50*	544,968.75	1,889,418.75
2021	186,036.25	226,500.00	224,925.00	370,562.50	*338,356.25*	542,565.00	1,888,945.00
2022	188,746.25	228,100.00	226,925.00	367,072.50	***339,606.25***	543,950.00	**1,894,400.00**
2023		224,400.00	228,525.00	367,811.25		538,973.75	1,359,710.00
2024			229,612.50	367,740.00		537,718.75	1,135,071.25
2025						540,415.00	540,415.00
2026						537,022.50	537,022.50
2027							
2028							
2029							
2030							
2031							
	1,500,467.50	2,030,500.00	2,265,840.50	3,675,421.25	2,690,362.50	5,546,150.42	17,708,742.17

Calculation of CIP Debit Limit

2015 Estimated Taxable Market Value	$3,830,684,900
Times	0.12000%
Maximum Annual Debt Service Allowed	$4,596,822
Less Maximum Annual Debt Service on Existing and Proposed Debt	$1,894,400
Difference	$2,702,422
Plus Annual Debt Service for Series 2011A used for construction of ARMER 800 mhz	$339,606
Remaining Capacity for Annual Debt Service	$3,042,028