

## New Castle County

### FY 2016 Recommended Operating Budget

#### Sources of Funds Summary

| SOURCES                   | General Fund  | Sewer Fund   | Light Fund  | Crossing Guard Fund | FY 2016 Recommended |
|---------------------------|---------------|--------------|-------------|---------------------|---------------------|
| Real Estate Taxes         | \$112,133,000 | \$0          | \$0         | \$0                 | \$112,133,000       |
| Real Estate Transfer Tax  | 24,101,192    | 0            | 0           | 0                   | 24,101,192          |
| Sewer Charges and Fees    | 0             | 72,752,131   | 0           | 0                   | 72,752,131          |
| Use of Money & Property   | 8,449,239     | 1,555,000    | 0           | 0                   | 10,004,239          |
| Service Charges and Fees  | 21,782,841    | 0            | 0           | 0                   | 21,782,841          |
| Licenses & Permits        | 6,770,492     | 0            | 0           | 0                   | 6,770,492           |
| Intergovernmental Revenue | 6,085,249     | 0            | 0           | 0                   | 6,085,249           |
| Special Assessments       | 0             | 0            | 5,375,099   | 3,733,350           | 9,108,449           |
| Available Cash Balances   | 0             | 0            | 360,487     | 176,027             | 536,514             |
| Subtotal                  | 179,322,013   | 74,307,131   | 5,735,586   | 3,909,377           | 263,274,107         |
| Interfund Transfer        | -5,220,408    | -1,342,350   | 0           | 0                   | -6,562,758          |
| Sources of Funds          | \$174,101,605 | \$72,964,781 | \$5,735,586 | \$3,909,377         | \$256,711,349       |

# **Fiscal Year 2016 Revenue Assumptions**

## **Major Revenue Sources**

### **Property Taxes**

Property taxes were estimated based on the net assessed value of \$18,557,223,797 as of March 15, 2015, at 70.06 cents per \$100 and 99% collection rate. The resulting estimated property tax revenue for fiscal year 2016 is \$110,735,000. The average and median residential bills are based on a tax rate of 70.06 cents per \$100 of assessed value. The tax rate is unchanged from last year. The average unincorporated residential bill will be \$516 annually. The median residential bill is \$447.

### **Real Estate Transfer Tax**

The real estate transfer tax rate for fiscal year 2016 is 1.5% of the selling price of real estate sold. Taxes reflected in the budget are based on transactions in the unincorporated areas of the County. Revenue estimates for fiscal year 2016 are based on 90% of the total real estate transfer tax estimated to be received in fiscal year 2016.

### **Service Fees**

Service fees were estimated based on recent historical information and reflect the current level of real estate transfer activity. Many of the service fees are market sensitive to real estate transactions. Revenues from 911 land line fees are capped at the amount received when the State took over collections.

### **Licenses and Permits**

Licenses and permits were estimated based on recent activity, current revenues and projected Land Use fee increases. The estimate reflects the continuation of the current trend in the construction market.

### **Interest and Rents**

Interest income was estimated using cash flow projections and current interest rates in fiscal year 2015 which are expected to remain essentially unchanged in fiscal year 2016.

Rent received from the City of Wilmington at the City/County Building is reimbursed at 70% of operating costs of the facility.

### **Intergovernmental Revenues**

The State reimbursement for Emergency Medical Services was computed at 30% of the fiscal year 2016 paramedic budget, including applicable debt service and risk management costs.

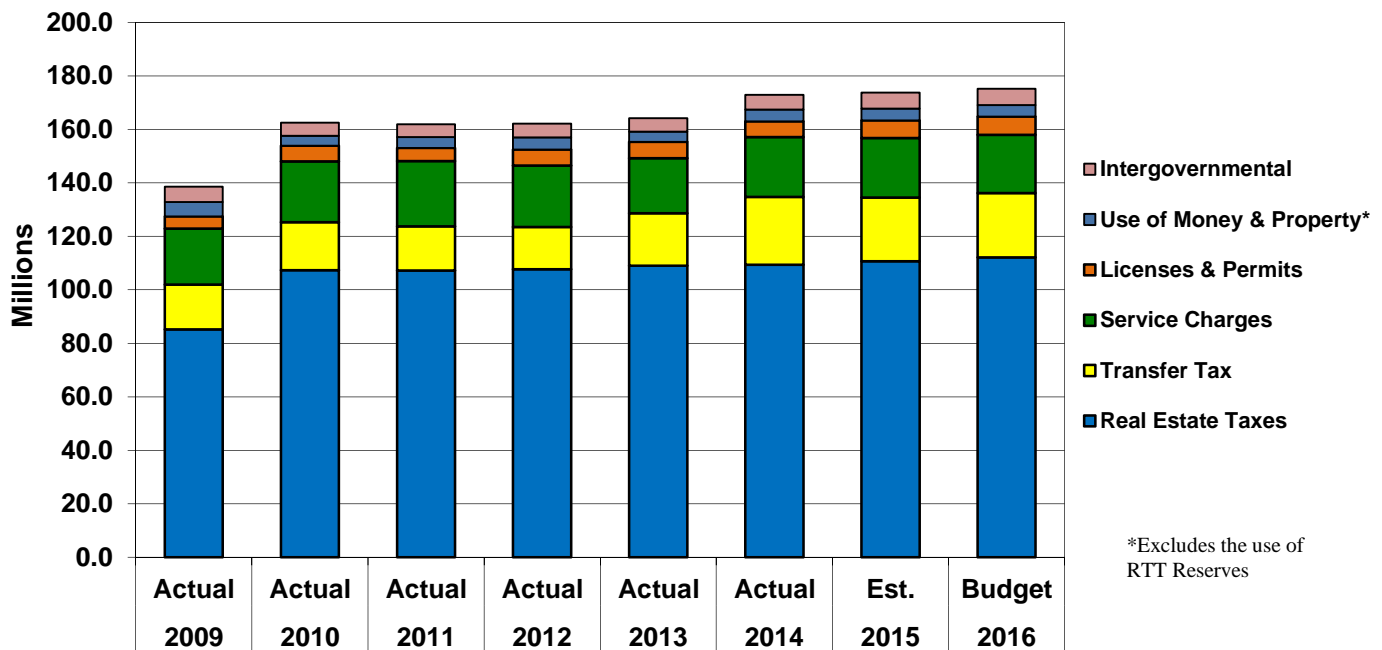
### **Sewer Fees**

Sewer Fees were based on the fiscal year 2015 residential billings (based on water usage) and commercial and industrial activity and a 96% fee collection rate. The average residential sewer bill will stay at \$293.

# Historical General Fund Revenue Base

2009 Actual to 2016 Recommended

The following tables summarize general fund revenues since 2009.

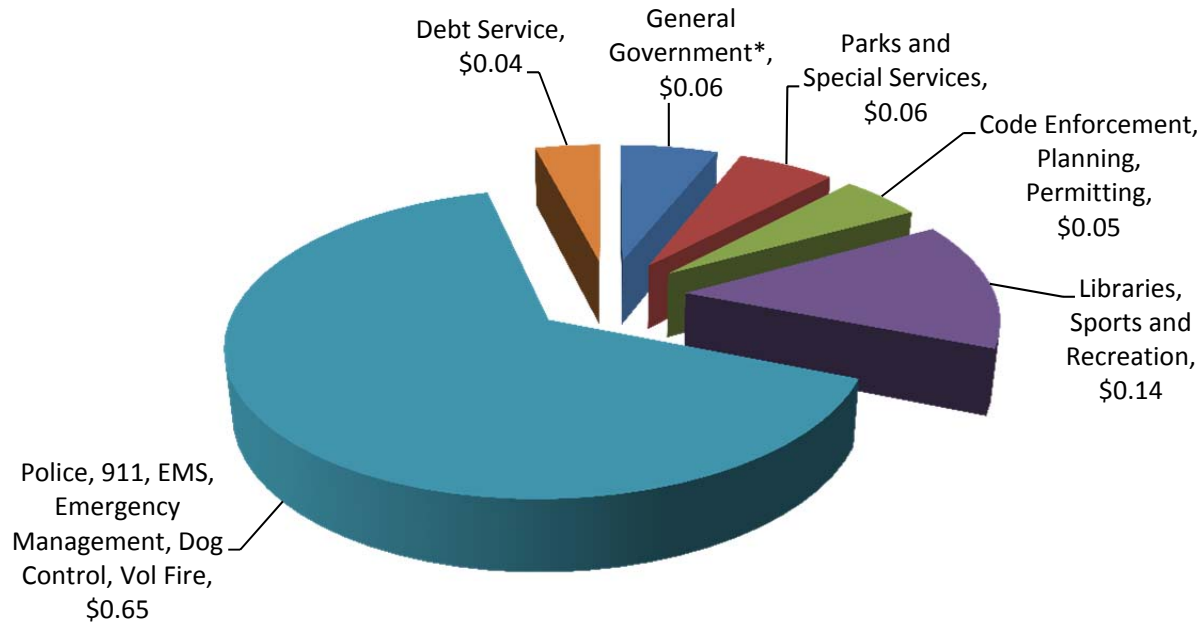


| (in Millions)            | 2009 Actual  | 2010 Actual  | 2011 Actual  | 2012 Actual  | 2013 Actual  | 2014 Actual  | 2015 Est.    | 2016 Budget  |
|--------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Real Estate Taxes        | 85.2         | 107.3        | 107.2        | 107.7        | 109.0        | 109.4        | 110.7        | 112.1        |
| Transfer Tax             | 16.8         | 18.0         | 16.5         | 15.8         | 19.7         | 25.3         | 23.8         | 24.1         |
| Service Charges          | 20.9         | 22.7         | 24.4         | 23.0         | 20.5         | 22.4         | 22.2         | 21.8         |
| Licenses & Permits       | 4.6          | 5.9          | 4.9          | 5.9          | 6.1          | 5.9          | 6.6          | 6.8          |
| Use of Money & Property* | 5.3          | 3.7          | 4.1          | 4.6          | 3.9          | 4.4          | 4.5          | 4.3          |
| Intergovernmental        | 5.8          | 4.9          | 4.8          | 5.1          | 5.0          | 5.5          | 5.9          | 6.1          |
| <b>Total</b>             | <b>138.6</b> | <b>162.5</b> | <b>161.9</b> | <b>162.1</b> | <b>164.2</b> | <b>172.9</b> | <b>173.7</b> | <b>175.2</b> |

| % of base                | 2009 Actual   | 2010 Actual   | 2011 Actual   | 2012 Actual   | 2013 Actual   | 2014 Actual   | 2015 Est.     | 2016 Budget   |
|--------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Real Estate Taxes        | 61.5%         | 66.0%         | 66.2%         | 66.4%         | 66.4%         | 63.3%         | 63.7%         | 64.0%         |
| Transfer Tax             | 12.1%         | 11.1%         | 10.2%         | 9.7%          | 12.0%         | 14.6%         | 13.7%         | 13.8%         |
| Service Charges          | 15.1%         | 14.0%         | 15.1%         | 14.2%         | 12.5%         | 13.0%         | 12.8%         | 12.4%         |
| Licenses & Permits       | 3.3%          | 3.6%          | 3.0%          | 3.6%          | 3.7%          | 3.4%          | 3.8%          | 3.9%          |
| Use of Money & Property* | 3.8%          | 2.3%          | 2.5%          | 2.8%          | 2.4%          | 2.5%          | 2.6%          | 2.5%          |
| Intergovernmental        | 4.2%          | 3.0%          | 3.0%          | 3.1%          | 3.0%          | 3.2%          | 3.4%          | 3.5%          |
| <b>Total</b>             | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> | <b>100.0%</b> |

\* Excludes use of RTT reserves

## County Tax Dollar Breakdown FY2016 Recommended



\*Executive Office, County Council, Law, HR, Admin Services, Finance, Ethics, Assessment

## FY 2016 County Real Property Tax Rates

| <u>Location</u>  | <u>2016 Tax Rate in Cents<br/>Per \$100 of Assessed Valuation</u> |
|--|---|
| Those portions of New Castle County not within any of the following incorporated | 70.06   |
| Arden  | 58.21   |
| Ardencroft   | 58.21   |
| Ardentown  | 58.21   |
| Bellefonte   | 69.66   |
| Delaware City  | 25.29   |
| Elsmere  | 31.93   |
| Middletown   | 25.29   |
| New Castle   | 25.29   |
| Newark   | 24.36   |
| Newport  | 28.38   |
| Odessa   | 36.40   |
| Townsend   | 36.16   |
| Wilmington   | 24.36   |
| <br><b><u>Average Unincorporated Bill</u></b>                                    |   |
| Annual   | \$516   |
| Monthly  | \$43.00   |

## Revenue Summary

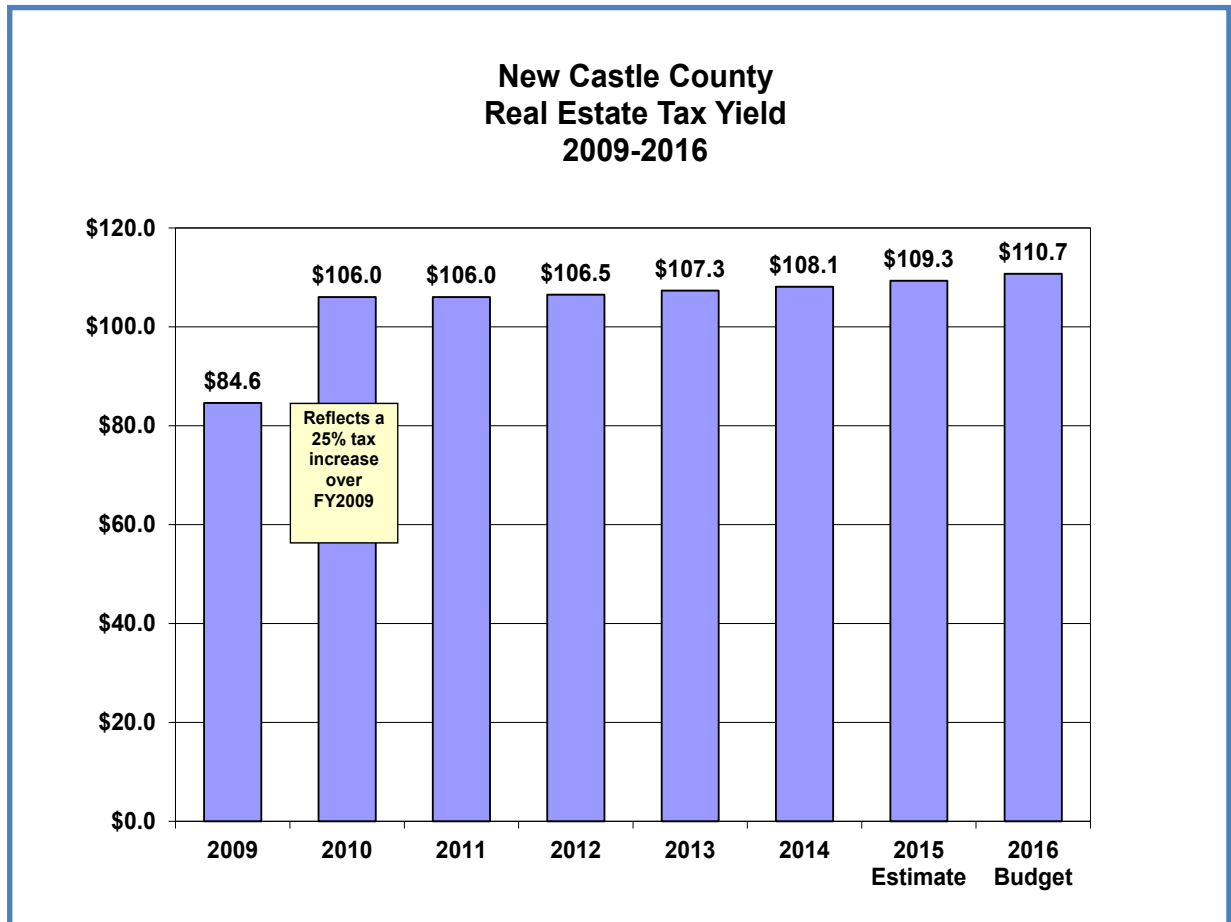
### √ Real Estate Taxes

**Fund: General**

Real Estate Taxes from the initial annual levy and quarterly additions are estimated to yield a total of \$110,735,000 which is \$1,585,000 more than the 2015 budget. Total revenues from taxes, including delinquencies, are estimated to be \$112,133,000 which is \$1,585,000 more than the 2015 budget. Real Estate Taxes provide the single largest source of funds (64.4%) to the General Fund.

| Category                      | FY 2014<br>Actual    | FY 2015<br>Estimate  | FY 2016<br>Recommended |
|-------------------------------|----------------------|----------------------|------------------------|
| Initial Annual Levy/Additions | \$108,132,031        | \$109,250,000        | \$110,735,000          |
| Prior Year/Penalties          | 1,259,211            | 1,398,000            | 1,398,000              |
| <b>Total</b>                  | <b>\$109,391,242</b> | <b>\$110,648,000</b> | <b>\$112,133,000</b>   |

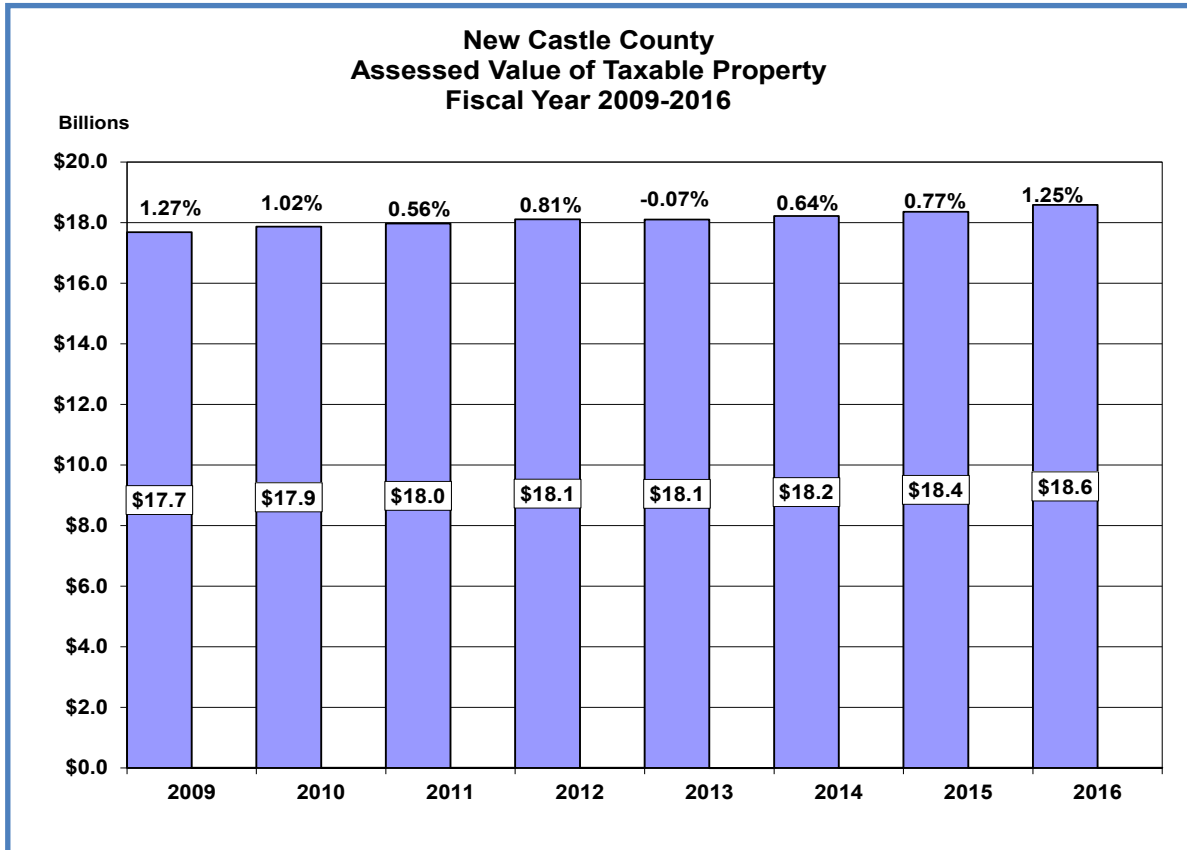
This chart presents the real estate tax yield for 2009-2016.



## Revenue Summary

### √ Real Estate Taxes (Continued)

The projected assessment base is estimated to increase by 1.25% for FY 2016. The following chart presents assessment information.



Assessed real property values partially or totally exempt from the real estate property tax total \$5.2 billion or 22.0% of the gross \$23.8 billion property assessments. The largest component of exempt property is the general exemptions category which is \$4.2 billion, or 80% of total exemptions granted of assessed property.

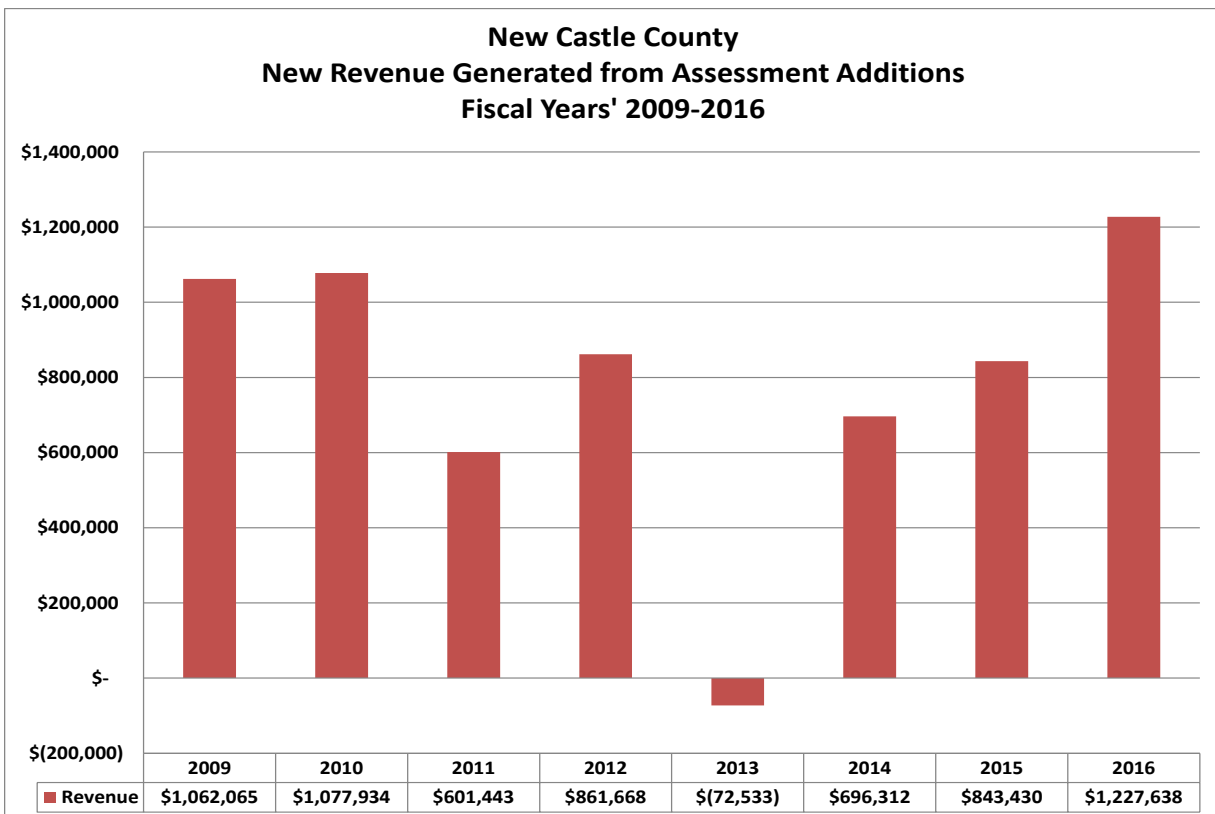
### Tax Lost from Exempt Property

|              | <u>Assessment</u>      | <u>Tax \$ Lost</u>  |
|--------------|------------------------|---------------------|
| General*     | \$4,190,250,259        | \$20,052,346        |
| Residential  | \$794,190,544          | \$4,945,019         |
| Farm         | \$138,258,875          | \$960,354           |
| Commercial   | \$33,469,695           | \$101,240           |
| Industrial   | \$56,606,200           | \$347,314           |
| Apartment    | \$1,543,860            | \$3,761             |
| Utility      | \$9,131,400            | \$59,069            |
| <b>Total</b> | <b>\$5,223,450,833</b> | <b>\$26,469,103</b> |

\*General exemptions include government, religious, health, educational, charitable, historical and miscellaneous (civics, volunteer fire, etc.).

**New Castle County  
Taxable Assessment Growth**

|                | <b>FY2015</b>           | <b>FY2016</b>           | <b>FY2016 vs.<br/>FY2015 % Growth</b> |
|----------------|-------------------------|-------------------------|---------------------------------------|
| Unincorporated | \$14,151,206,695        | \$14,310,560,881        | 1.13%                                 |
| Arden          | 16,148,100              | 16,283,000              | 0.84%                                 |
| Ardencroft     | 7,081,300               | 7,270,300               | 2.67%                                 |
| Ardentown      | 10,074,800              | 10,250,500              | 1.74%                                 |
| Bellefonte     | 27,968,750              | 28,778,350              | 2.89%                                 |
| Delaware City  | 37,944,900              | 39,424,450              | 3.90%                                 |
| Elsmere        | 109,283,242             | 110,298,475             | 0.93%                                 |
| Middletown     | 629,202,947             | 666,572,780             | 5.94%                                 |
| Newark         | 252,504,680             | 256,749,997             | 1.68%                                 |
| New Castle     | 803,807,091             | 826,821,806             | 2.86%                                 |
| Newport        | 54,520,086              | 54,608,986              | 0.16%                                 |
| Odessa         | 11,484,200              | 11,645,200              | 1.40%                                 |
| Townsend       | 55,092,800              | 58,266,500              | 5.76%                                 |
| Wilmington     | 2,191,692,405           | 2,159,692,572           | -1.46%                                |
| <b>Total</b>   | <b>\$18,358,011,996</b> | <b>\$18,557,223,797</b> | <b>1.09%</b>                          |

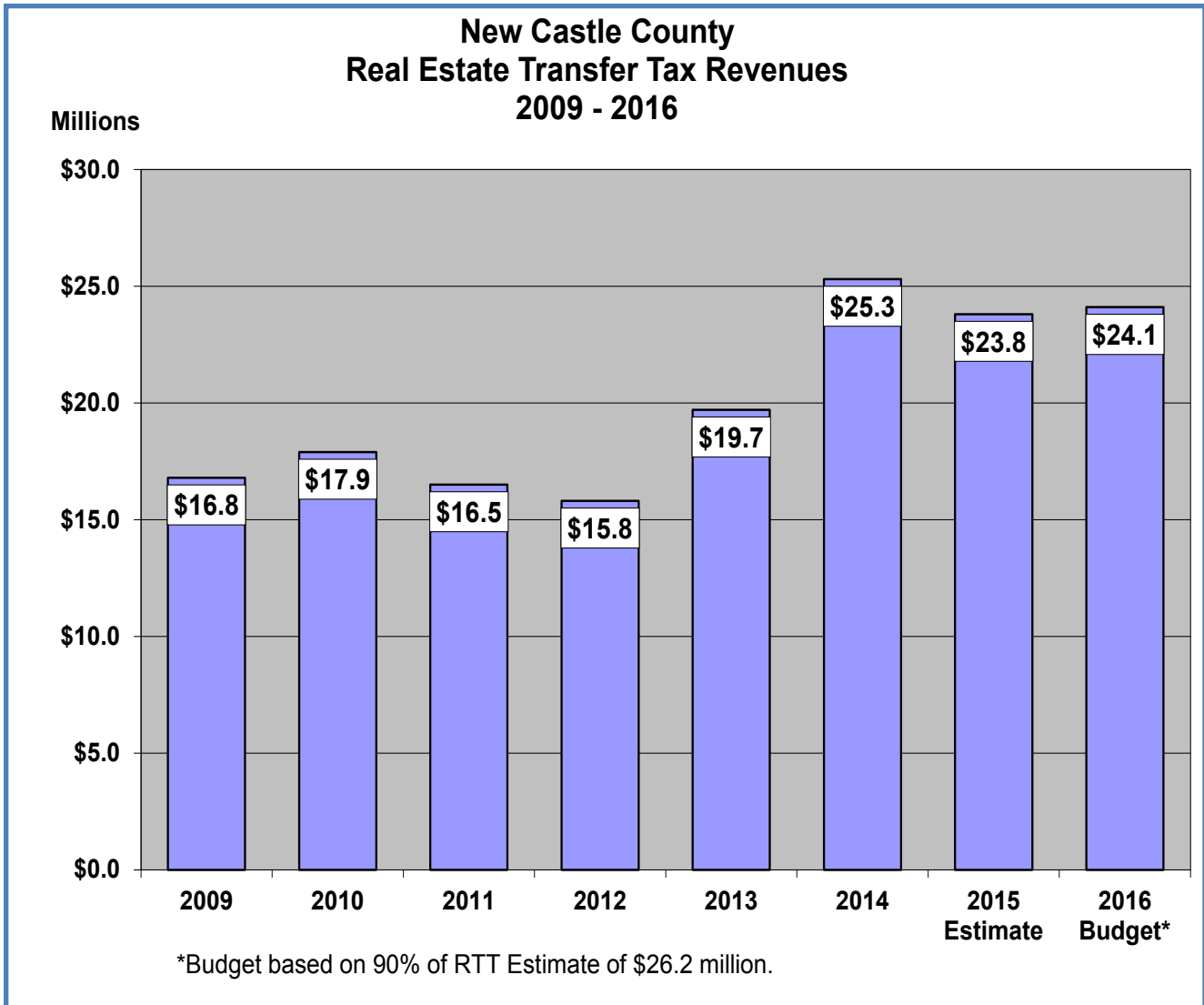


√ Real Estate Transfer Tax

Fund: General

The General Assembly of the State of Delaware passed House Bill 727 in 1991 giving New Castle County Government the power and authority to impose and collect a tax upon the transfer of real property situated within the unincorporated areas of the County. This authority was limited to one percent and exempts first-time home buyers (in addition to other State exemptions). The County enacted the one percent transfer tax by adopting Ordinance 91-030 effective April 10, 1991. In June 1998, the State transferred to the County a portion of the State’s real estate transfer tax (one-half percent) for a total County transfer tax of one and one-half percent. The County enacted enabling legislation in July 1998.

In November 2010, the County enacted Ordinance 10-117 capping the amount of transfer tax that can be used for budget estimates at 90% of the amount certified by the New Castle County Financial Advisory Council for the Fiscal Year. Any excess over the 90% must be used as specified in the legislation. In Fiscal Year 2016, the Real Estate Transfer Tax is budgeted at \$24,101,192 (90% of estimate). The chart below shows transfer tax activity for 2009 - 2016.





## Revenue Summary

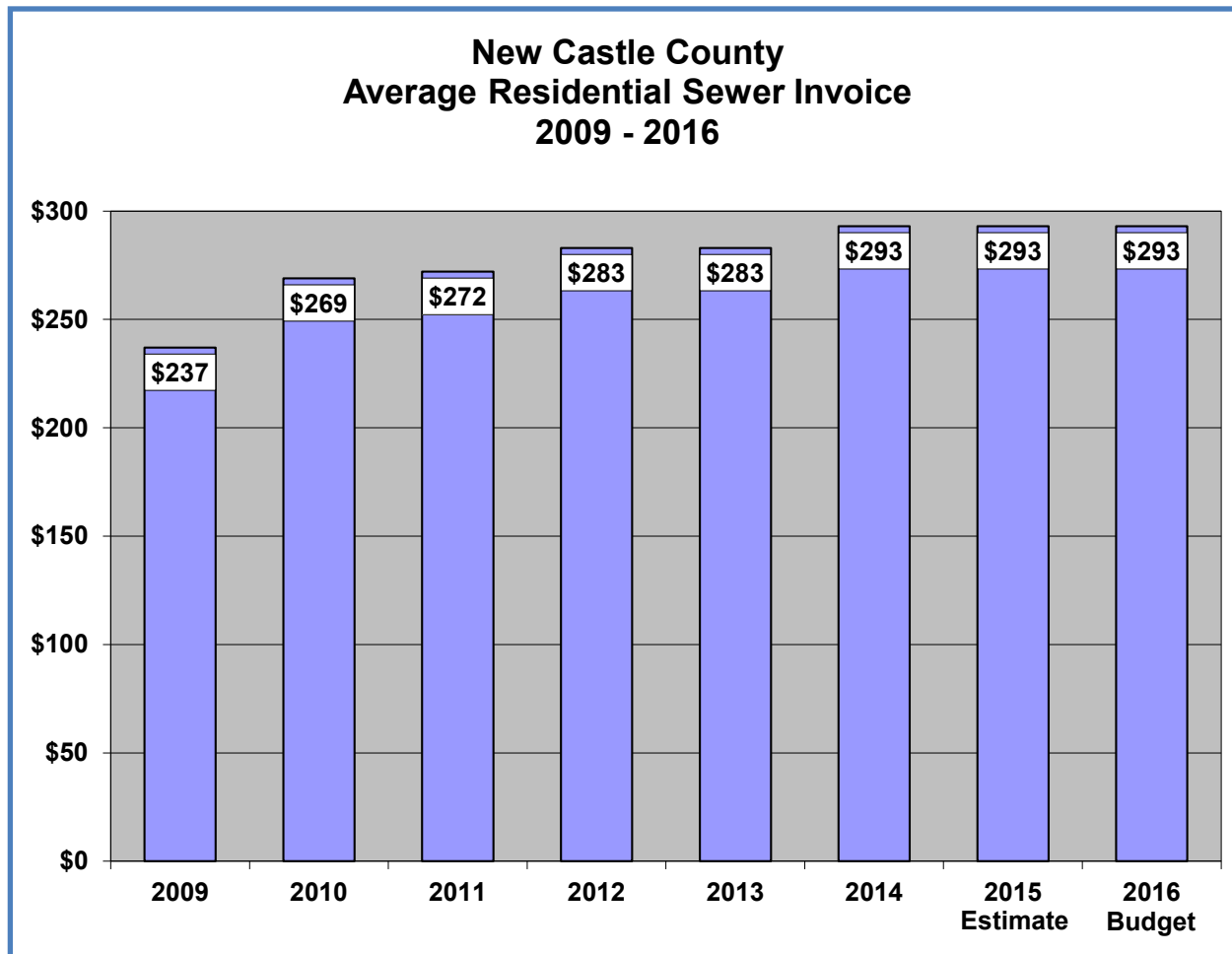
### √ Sewer Charges and Fees

Fund: Sewer

The Sewer Fund is an enterprise fund which self-supports wastewater and environmental services within New Castle County. Sewer Charges, both current and delinquent, (\$61,740,000), Other Fees (\$11,012,131) and Interest Earnings (\$1,555,000) are projected to yield \$74,307,131.

| Category                 | FY 2014<br>Actual   | FY 2015<br>Estimate | FY 2016<br>Recommended |
|--------------------------|---------------------|---------------------|------------------------|
| Sewer Service Current    | \$56,766,631        | \$58,350,000        | \$58,240,000           |
| Sewer Service Delinquent | 2,780,912           | 3,500,000           | 3,500,000              |
| Interest Earnings        | 1,123,322           | 898,300             | 1,555,000              |
| Other Service Charges    | 7,777,418           | 8,022,360           | 11,012,131             |
| Available Cash Balance   | 0                   | 1,337,448           | 0                      |
| <b>Total</b>             | <b>\$68,448,283</b> | <b>\$72,108,108</b> | <b>\$74,307,131</b>    |

The typical residential customer will be billed a composite flow rate of \$5.74033 per 1,000 gallons (average 51,042 gallons) which is estimated to be \$293 or 80 cents per day.



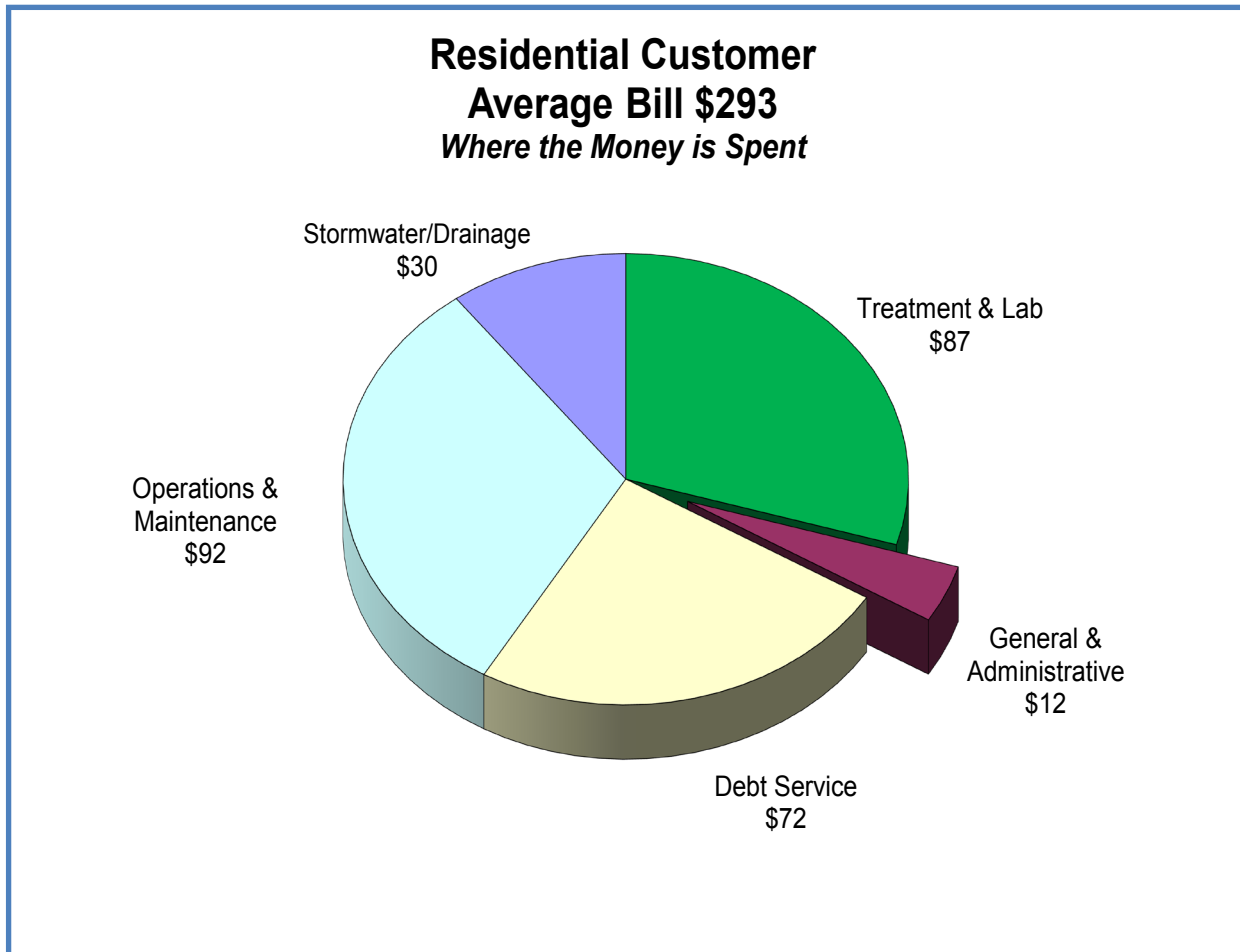
## Revenue Summary

### √ Sewer Charges and Fees (Continued)

Fund: Sewer

The amount estimated to be received from the Fiscal Year 2016 sewer billing from all users is \$58,240,000. In addition, delinquent collections are anticipated to total \$3,500,000. The display below shows a comparison of the number of accounts by type and the billing estimated for 2016.

| <b>Gross Billing Estimate</b> |                      |                      |
|-------------------------------|----------------------|----------------------|
| <b>Fiscal 2016</b>            |                      |                      |
|                               | <b>No. of Accts.</b> | <b>Gross Billing</b> |
| <b>Residential</b>            | 117,597              | \$28,286,370         |
| <b>Industrial</b>             | 23                   | 8,566,647            |
| <b>Commercial</b>             | 3,627                | 11,159,186           |
| <b>Apartments</b>             | 222                  | 7,248,679            |
| <b>Contract</b>               | 5                    | 4,939,288            |
| <b>Gross Billing</b>          | <b>121,474</b>       | <b>\$60,200,170</b>  |
| <b>Allow for Delinquent</b>   |                      | <b>(\$1,960,170)</b> |
| <b>Net Billing</b>            |                      | <b>\$58,240,000</b>  |



## Revenue Summary

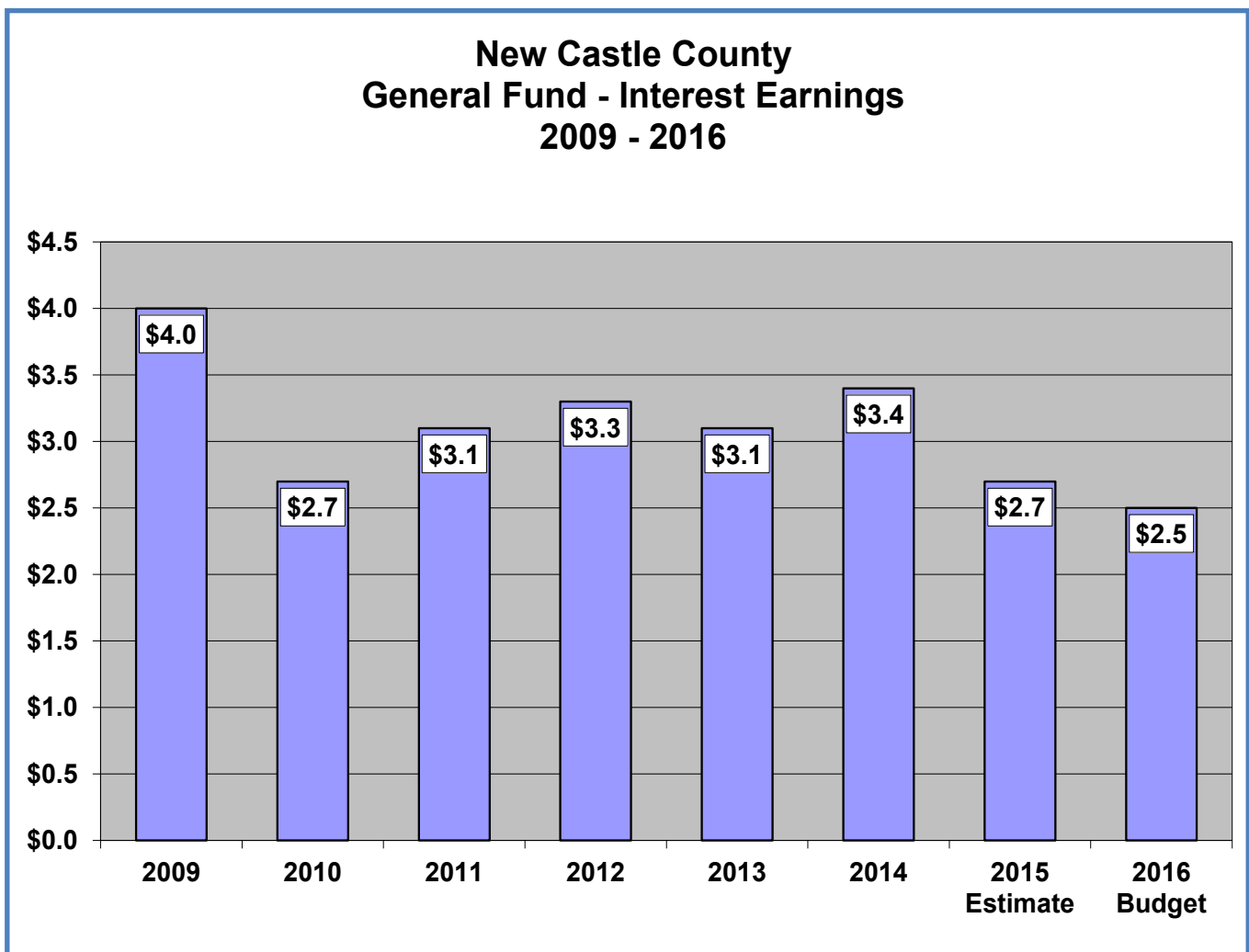
### √ Use of Money and Property

Fund: General

Use of Money and Property revenues (\$8,449,239) are primarily from interest earnings.

| Category                     | FY 2014<br>Actual  | FY 2015<br>Estimate | FY 2016<br>Recommended |
|------------------------------|--------------------|---------------------|------------------------|
| Interest Earnings            | \$3,429,236        | \$2,684,150         | \$2,500,660            |
| Impact Fees - Debt Service   | 0                  | 853,000             | 853,000                |
| RTT - Capital                | 2,600,000          | 4,475,014           | 4,155,750              |
| City of Wilmington C/C Bldg. | 611,875            | 535,376             | 529,869                |
| Rentals                      | 326,735            | 384,060             | 399,960                |
| <b>Total</b>                 | <b>\$6,967,846</b> | <b>\$8,931,600</b>  | <b>\$8,449,239</b>     |

The chart below presents General Fund - Interest Earnings for Fiscal Years 2009 - 2016.



## Revenue Summary

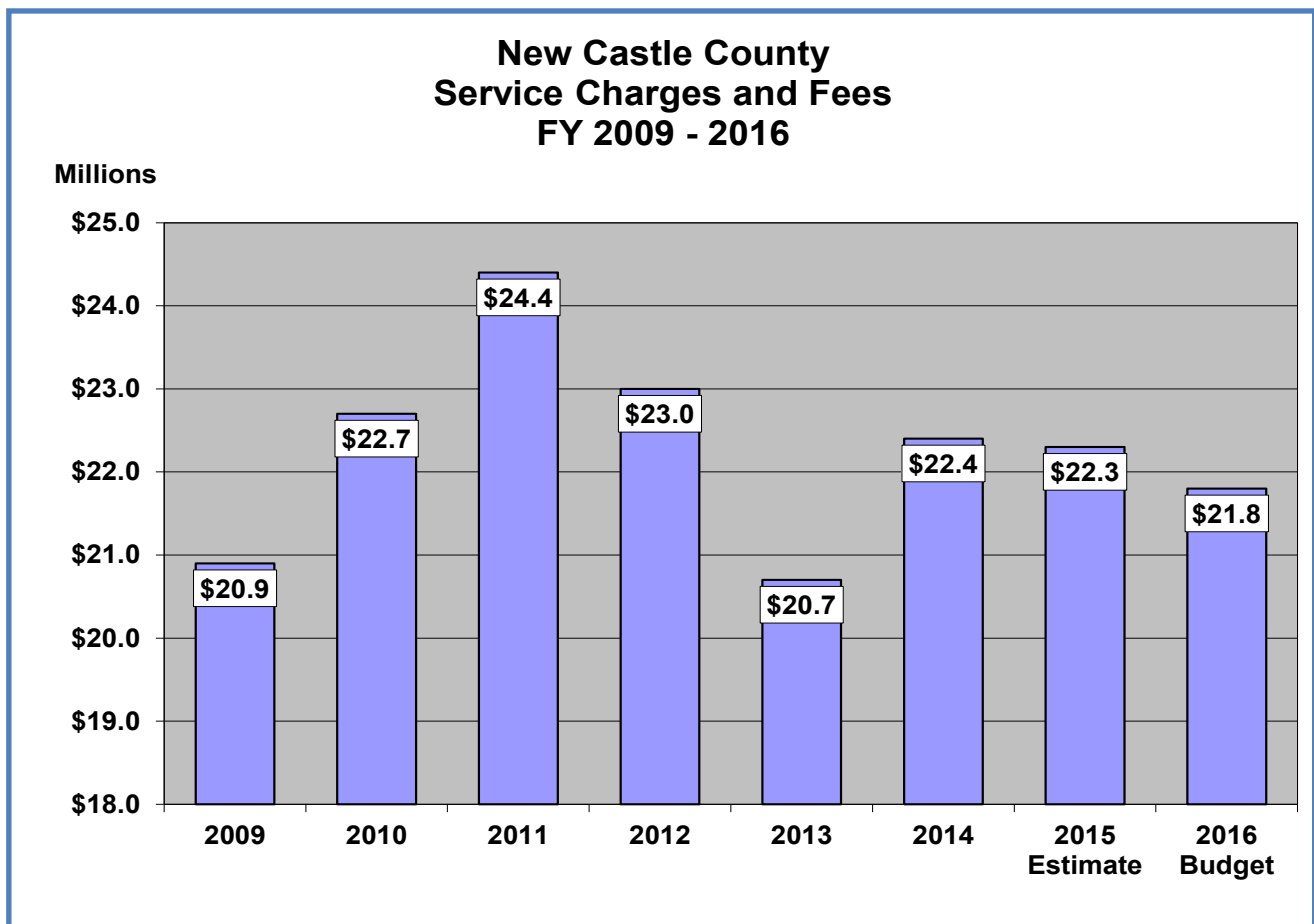
### √ Service Charges and Fees

Fund: General

Service charges and fees are projected at \$21,782,841.

| Category  | FY 2014<br>Actual   | FY 2015<br>Estimate | FY 2016<br>Recommended |
|---|---------------------|---------------------|------------------------|
| Sheriff   | \$4,987,146         | \$4,600,000         | \$5,011,519            |
| Deeds   | 6,069,423           | 6,039,598           | 6,151,000              |
| Wills   | 3,826,984           | 3,371,200           | 3,375,000              |
| Recreation  | 1,131,014           | 943,759             | 1,023,659              |
| Public Safety (911 Fees, Traffic Fines,<br>Emergency Communication) | 2,169,585           | 2,193,605           | 2,285,605              |
| Zoning Fees   | 1,189,808           | 1,394,750           | 1,440,330              |
| Miscellaneous*  | 3,018,153           | 3,742,496           | 2,474,870              |
| <b>Total</b>  | <b>\$22,392,113</b> | <b>\$22,285,408</b> | <b>\$21,782,841</b>    |

\*Includes library fines, property maintenance and insurance recoveries.



## Revenue Summary

### √ Licenses and Permits

Fund: General

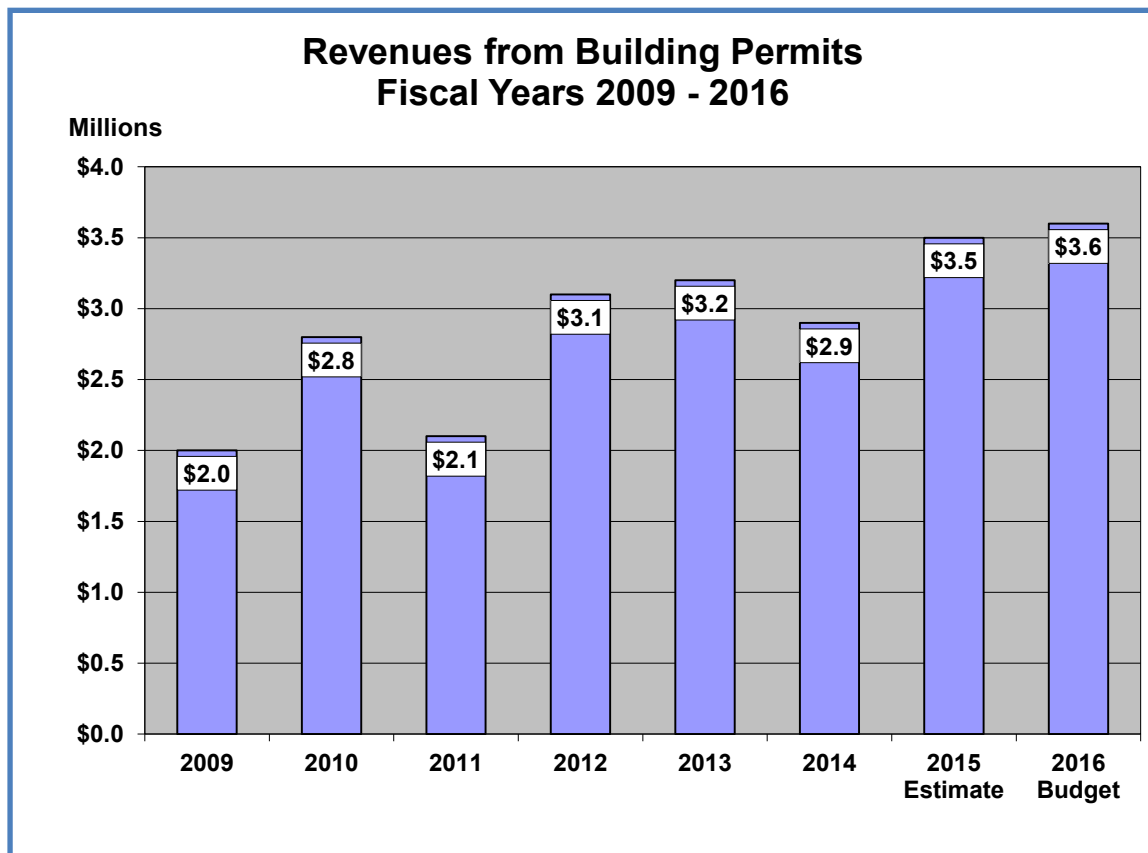
Licenses and Permits revenues, with anticipated fee increases, are estimated to yield \$6,770,492.

| Category                     | FY 2014<br>Actual  | FY 2015<br>Estimate | FY 2016<br>Recommended |
|------------------------------|--------------------|---------------------|------------------------|
| Building Permits             | \$2,946,022        | \$3,540,103         | \$3,647,109            |
| Contractor/Business Licenses | 1,129,230          | 1,215,000           | 1,235,000              |
| Other Permits & Licenses     | 1,811,289          | 1,858,294           | 1,888,383              |
| <b>Total</b>                 | <b>\$5,886,541</b> | <b>\$6,613,397</b>  | <b>\$6,770,492</b>     |

The display below shows a comparison of various building permits activity for the past two calendar years.

### Building Permits

| Type of Permit        | CY2013<br>#Permits Issued | CY2014<br>#Permits Issued | Valuation CY2013<br>(Millions) | Valuation CY2014<br>(Millions) |
|-----------------------|---------------------------|---------------------------|--------------------------------|--------------------------------|
| Residential           | 809                       | 977                       | \$94                           | \$98                           |
| Alterations/Additions | 1,813                     | 1,811                     | \$16                           | \$18                           |
| Commercial/Industrial | 710                       | 878                       | \$178                          | \$204                          |



## Revenue Summary

### √ Intergovernmental Revenue

**Fund: General**

Intergovernmental Revenue (\$6,085,249) is primarily from the State of Delaware for reimbursement of the County's paramedic program (\$4,775,180). The Paramedic reimbursement in FY 2016 from the State of Delaware is 30%. In addition, the County will receive State reimbursement (\$254,891) for Office of Chancery costs. Other revenue includes real estate transfer tax collection fees from the State and other incorporated municipalities (\$382,500), indirect cost recoveries from federal/state grant programs (\$100,000), revenues from other governmental agencies (\$424,189), RZEDB interest reimbursement (\$131,228), and payment in lieu of taxes (\$17,261).

| Category                     | FY 2014<br>Actual  | FY 2015<br>Estimate | FY 2016<br>Recommended |
|------------------------------|--------------------|---------------------|------------------------|
| Paramedic Reimbursement      | \$4,424,296        | \$4,697,000         | \$4,775,180            |
| Real Estate Transfer Tax Fee | 381,174            | 344,500             | 382,500                |
| Chancery Reimbursement       | 251,113            | 251,424             | 254,891                |
| Department of Justice        | 82,507             | 376,567             | 424,189                |
| Indirect Cost Plan           | 89,500             | 115,000             | 100,000                |
| Other Reimbursement          | 287,610            | 147,968             | 148,489                |
| <b>Total</b>                 | <b>\$5,516,200</b> | <b>\$5,932,459</b>  | <b>\$6,085,249</b>     |

### √ Special Assessments

**Fund: Light Tax**

Special Assessments revenues for the Light Fund consist of \$5,375,099 in tax revenue and \$360,487 in use of available resources. Monthly billings are received from Delmarva Power for electric. These assessments are for street lighting installation and operation in new and existing communities. Approximately 60% of all unincorporated improved parcels benefit from street lighting.

### √ Special Assessments

**Fund: Crossing Guard**

Special Assessments revenues for the Crossing Guard Fund consist of \$3,733,350 in tax revenues and \$176,027 in use of available cash balances. A separate rate is established each year through County ordinance for five school districts (Brandywine, Red Clay, Christina, Colonial and Appoquinimink) to support school crossing guard services.

### √ Use of Available Cash Balances

The use of available cash balances for FY 2016 are as follows:

|                 |                  |
|-----------------|------------------|
| General Fund    | \$0              |
| Sewer Fund      | \$0              |
| Light Fund      | \$360,487        |
| Crossing Guards | \$176,027        |
| <b>TOTAL</b>    | <b>\$536,514</b> |

## Revenue Summary

### Estimated Grants for FY 2016

In addition to the General and Special Operating Funds, New Castle County anticipates the following grants for FY 2016.

#### Community Services

|                                   |                     |
|-----------------------------------|---------------------|
| Section 8 Housing Choice Vouchers | \$17,200,000        |
| Community Development Block Grant | 2,600,000           |
| State Aid - Libraries             | 1,800,000           |
| Home Program                      | 900,000             |
| Youth Employment Program          | 90,000              |
| State Aid - Senior Centers        | 205,000             |
| Emergency Solutions Grant         | 178,000             |
| <b>Total Community Services</b>   | <b>\$22,973,000</b> |

#### Land Use

|                       |                 |
|-----------------------|-----------------|
| Historic Preservation | \$15,000        |
| Rat Abatement         | 15,000          |
| <b>Total Land Use</b> | <b>\$30,000</b> |

#### Public Safety

|  |                    |
|--|--------------------|
| Ed Byrne JAG Program                             | \$199,000          |
| Emergency Management - Federal                   | 320,000            |
| Special Law Enforcement Assistance Funds (SLEAF) | 100,000            |
| State Aide to Local Law Enforcement (SALLE)      | 70,000             |
| Emergency Illegal Drug Enforcement (EIDE)        | 38,000             |
| Highway Safety                                   | 60,000             |
| Emergency Management - PSEG                      | 47,000             |
| COPS Office                                      | 424,000            |
| Criminal Justice Council                         | 75,000             |
| DEA Task Force                                   | 34,000             |
| USMS Task Force                                  | 16,000             |
| Combat Violent Crime                             | 250,000            |
| <b>Total Public Safety</b>                       | <b>\$1,633,000</b> |

|              |                     |
|--------------|---------------------|
| <b>Total</b> | <b>\$24,636,000</b> |
|--------------|---------------------|

## Contingencies (Non-Departmental)

### √ Budget Highlights

Contingencies (non-departmental) are provided to fund anticipated programs and/or cost adjustments during the fiscal year. The following sets forth those non-departmental contingencies:

| Type               | Amount    | Need  |
|--------------------|-----------|---|
| Council            | \$266,000 | Discretionary use.  |
| Executive          | 400,000   | Discretionary use.  |
| Severance          | 300,000   | Reimburses departments for a portion of separation costs as needed. |
| Salary Adjustments | 426,000   | Reimburse departments for salary adjustments as needed.             |



## Debt Service

### √ Budget Highlights

The County debt service budget of \$36,046,203 is \$3,381,539 less than the 2015 appropriations. During Fiscal Year 2016, debt service expenditures will be incurred by the General Fund (\$17,632,099), and Sewer Fund (\$18,414,104) which includes State Loans (\$183,330).

### √ Rating Upgrade

**Bond Ratings: Fitch, Inc. “AAA”, Moody’s “Aaa”, Standard & Poor’s “AAA”**

Concentrated efforts have been made to maintain and improve the County’s “high-grade” ratings for its general obligation bonds through innovations in financial and debt administration. On January 21, 2015, Fitch Ratings of New York and Standard and Poor’s of New York affirmed New Castle County’s AAA ratings. On January 22, 2015, Moody’s affirmed the Aaa to New Castle County. Attaining the top bond rating from all three rating agencies reflects the strong financial management and planning capabilities, and the quality of its elected and administrative leadership, as well as its activity, wealth and social characteristics. These high-grade ratings will reduce the cost of raising capital for County projects and will result in a substantial savings for the County taxpayers. The County will continue to seek ways to improve and maintain these ratings so as to provide the finest quality services and lowest cost.

### √ Legal Debt Margin

Title 9 of the *Delaware Code* Section 1163(a)(7) establishes a debt ceiling of three percent of the assessed value of taxable real estate excluding debt for certain special assessments and enterprise funds.

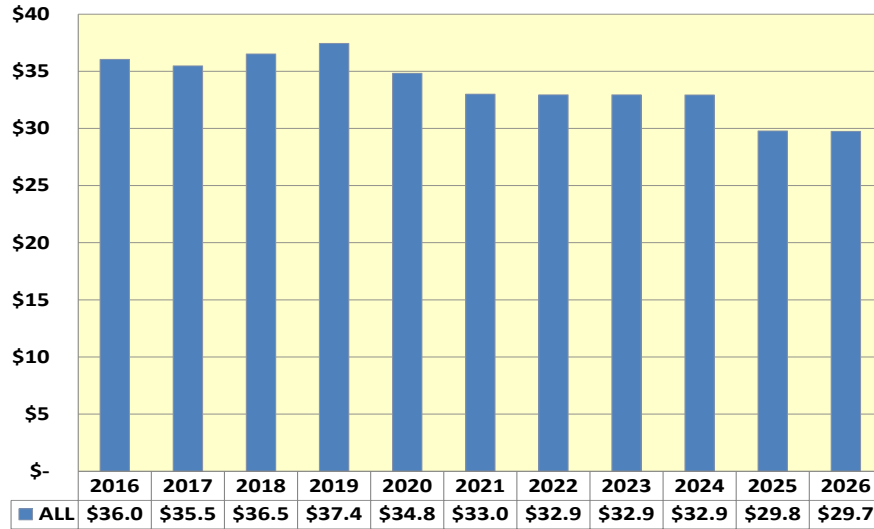
The County has traditionally made prudent use of its debt authority. Based on the precertified April 1, 2015 taxable value, the three percent debt limit would permit \$556,716,714 in debt. The amount of outstanding debt applicable to the three percent debt limit is \$163,401,421. There is an additional \$255,009,986 of enterprise fund debt outstanding not subject to the debt limit in accordance with Title 9 of the *Delaware Code*. This includes the \$2,101,406 Revolving Fund Loan payable to the State of Delaware for Sewer and Stormwater projects.

The following table presents the County’s debt position as a percent of assessed taxable value.

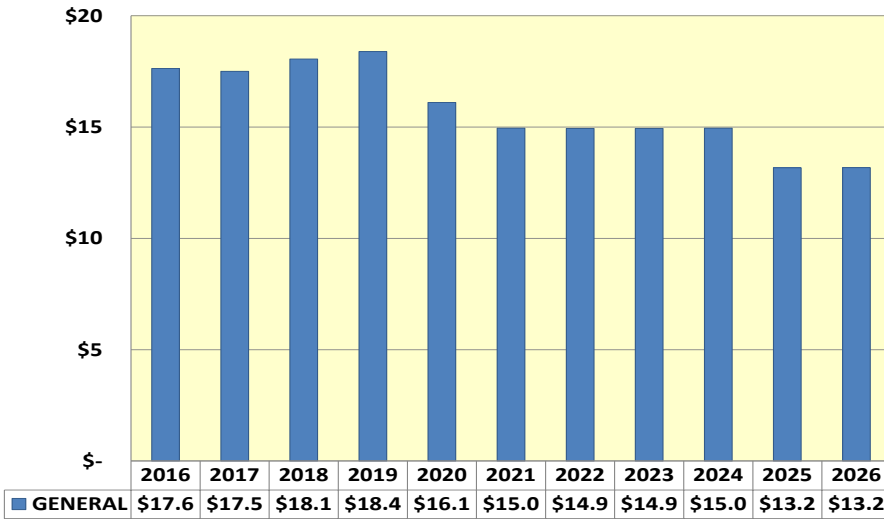
| Type                          | Outstanding Debt | Assessed Taxable Value | Percent   |           |
|-------------------------------|------------------|------------------------|-----------|-----------|
|                               |                  |                        | Currently | Allowable |
| <i>Subject to Debt Margin</i> | \$163,401,421    | \$18.6 Billion         | 0.9%      | 3.0%      |
| <i>All Debt*</i>              | \$416,310,000    | \$18.6 Billion         | 2.3%      | N/A       |

\*Does not include \$2,101,406 for a Revolving Fund Loan payable to the State of Delaware for sewer and stormwater projects.

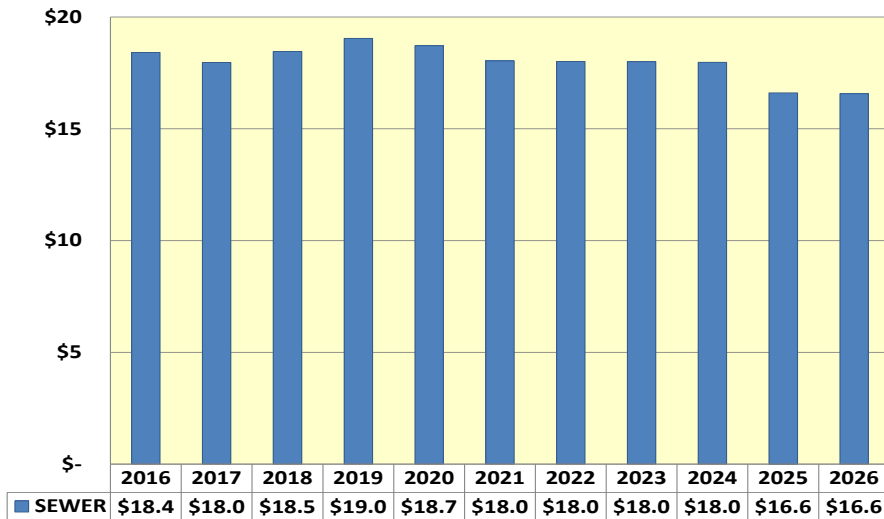
## Debt Service



**All Funds**  
(In Millions)



**General Fund**  
(In Millions)



**Sewer Fund**  
(In Millions)

Numbers may not add due to rounding.

**Schedule #1**  
**Debt Service Requirements**  
**TOTAL ALL FUNDS**

| Fiscal Year<br>Ending June 30 | Principal                | Interest                 | Total Principal<br>and Interest |
|-------------------------------|--------------------------|--------------------------|---------------------------------|
| 2016                          | 16,507,953.72            | 19,538,245.96            | 36,046,199.68                   |
| 2017                          | 17,845,827.04            | 17,623,132.81            | 35,468,959.85                   |
| 2018                          | 19,673,758.17            | 16,838,969.30            | 36,512,727.47                   |
| 2019                          | 21,501,748.22            | 15,931,936.84            | 37,433,685.06                   |
| 2020                          | 19,824,798.35            | 14,996,390.00            | 34,821,188.35                   |
| 2021                          | 18,926,564.00            | 14,067,144.71            | 32,993,708.71                   |
| 2022                          | 19,817,599.18            | 13,126,894.83            | 32,944,494.01                   |
| 2023                          | 20,779,761.92            | 12,163,138.64            | 32,942,900.56                   |
| 2024                          | 21,696,968.14            | 11,228,610.07            | 32,925,578.21                   |
| 2025                          | 19,409,218.70            | 10,366,402.46            | 29,775,621.16                   |
| 2026                          | 20,216,514.49            | 9,526,553.82             | 29,743,068.31                   |
| 2027                          | 21,103,856.44            | 8,605,769.42             | 29,709,625.86                   |
| 2028                          | 17,326,245.45            | 7,695,971.31             | 25,022,216.76                   |
| 2029                          | 11,848,682.48            | 7,029,614.58             | 18,878,297.06                   |
| 2030                          | 12,291,168.50            | 6,537,004.96             | 18,828,173.46                   |
| 2031                          | 11,198,704.49            | 6,068,841.37             | 17,267,545.86                   |
| 2032                          | 10,790,000.00            | 5,630,293.45             | 16,420,293.45                   |
| 2033                          | 11,175,000.00            | 5,193,122.35             | 16,368,122.35                   |
| 2034                          | 10,820,000.00            | 4,716,431.25             | 15,536,431.25                   |
| 2035                          | 11,285,000.00            | 4,196,745.05             | 15,481,745.05                   |
| 2036                          | 11,785,000.00            | 3,646,626.20             | 15,431,626.20                   |
| 2037                          | 10,505,000.00            | 3,109,574.70             | 13,614,574.70                   |
| 2038                          | 10,960,000.00            | 2,593,971.80             | 13,553,971.80                   |
| 2039                          | 11,435,000.00            | 2,061,554.95             | 13,496,554.95                   |
| 2040                          | 11,905,000.00            | 1,533,774.05             | 13,438,774.05                   |
| 2041                          | 7,850,000.00             | 1,096,816.60             | 8,946,816.60                    |
| 2042                          | 5,160,000.00             | 808,100.00               | 5,968,100.00                    |
| 2043                          | 5,385,000.00             | 582,350.00               | 5,967,350.00                    |
| 2044                          | 2,960,000.00             | 393,000.00               | 3,353,000.00                    |
| 2045                          | 3,110,000.00             | 241,250.00               | 3,351,250.00                    |
| 2046                          | 3,270,000.00             | 81,750.00                | 3,351,750.00                    |
| <b>TOTAL</b>                  | <b>\$ 418,364,369.29</b> | <b>\$ 227,229,981.48</b> | <b>\$ 645,594,350.77</b>        |
| <b>FUND</b>                   |                          |                          |                                 |
| General                       | \$ 163,401,420.50        | \$ 55,064,813.45         | \$ 218,466,233.95               |
| Sewer                         | 252,908,579.50           | 171,839,521.36           | 424,748,100.86                  |
| State Loans                   | 2,054,369.29             | 325,646.67               | 2,380,015.96                    |
| <b>TOTAL</b>                  | <b>\$ 418,364,369.29</b> | <b>\$ 227,229,981.48</b> | <b>\$ 645,594,350.77</b>        |

**Schedule #2**  
**Debt Service Requirements**  
**GENERAL FUND**  
**APPLICABLE TO 3% DEBT LIMIT**

| <b>Fiscal Year</b> | <b>Principal</b>      | <b>Interest</b>      | <b>Total Principal and Interest</b> |
|--------------------|-----------------------|----------------------|-------------------------------------|
| 2016               | 10,241,871.51         | 7,390,226.62         | 17,632,098.13                       |
| 2017               | 10,937,584.49         | 6,566,500.18         | 17,504,084.67                       |
| 2018               | 11,959,761.50         | 6,097,245.91         | 18,057,007.41                       |
| 2019               | 12,842,828.00         | 5,546,377.89         | 18,389,205.89                       |
| 2020               | 11,099,375.00         | 5,005,463.20         | 16,104,838.20                       |
| 2021               | 10,470,000.00         | 4,483,192.15         | 14,953,192.15                       |
| 2022               | 10,980,000.00         | 3,959,598.45         | 14,939,598.45                       |
| 2023               | 11,530,000.00         | 3,412,116.50         | 14,942,116.50                       |
| 2024               | 12,070,000.00         | 2,883,158.80         | 14,953,158.80                       |
| 2025               | 10,755,000.00         | 2,415,385.50         | 13,170,385.50                       |
| 2026               | 11,205,000.00         | 1,969,211.45         | 13,174,211.45                       |
| 2027               | 11,705,000.00         | 1,474,696.80         | 13,179,696.80                       |
| 2028               | 7,505,000.00          | 1,024,261.60         | 8,529,261.60                        |
| 2029               | 3,960,000.00          | 758,345.60           | 4,718,345.60                        |
| 2030               | 4,115,000.00          | 594,852.00           | 4,709,852.00                        |
| 2031               | 2,740,000.00          | 459,205.80           | 3,199,205.80                        |
| 2032               | 2,160,000.00          | 365,650.00           | 2,525,650.00                        |
| 2033               | 2,245,000.00          | 285,075.00           | 2,530,075.00                        |
| 2034               | 1,545,000.00          | 205,375.00           | 1,750,375.00                        |
| 2035               | 1,625,000.00          | 126,125.00           | 1,751,125.00                        |
| 2036               | 1,710,000.00          | 42,750.00            | 1,752,750.00                        |
| <b>TOTAL</b>       | <b>163,401,420.50</b> | <b>55,064,813.45</b> | <b>\$ 218,466,233.95</b>            |

**Schedule #3**  
**Debt Service Requirements**  
**All Sewer Fund**  
**NOT APPLICABLE TO 3% DEBT LIMIT**

| Fiscal Year<br>Ending June 30 | Principal                | Interest                 | Total Principal<br>and Interest |
|-------------------------------|--------------------------|--------------------------|---------------------------------|
| 2016                          | 6,266,082.21             | 12,148,019.34            | 18,414,101.55                   |
| 2017                          | 6,908,242.55             | 11,056,632.63            | 17,964,875.18                   |
| 2018                          | 7,713,996.67             | 10,741,723.39            | 18,455,720.06                   |
| 2019                          | 8,658,920.22             | 10,385,558.95            | 19,044,479.17                   |
| 2020                          | 8,725,423.35             | 9,990,927.10             | 18,716,350.45                   |
| 2021                          | 8,456,564.00             | 9,583,952.36             | 18,040,516.36                   |
| 2022                          | 8,837,599.18             | 9,167,296.38             | 18,004,895.56                   |
| 2023                          | 9,249,761.92             | 8,751,022.14             | 18,000,784.06                   |
| 2024                          | 9,626,968.14             | 8,345,451.27             | 17,972,419.41                   |
| 2025                          | 8,654,218.70             | 7,951,016.96             | 16,605,235.66                   |
| 2026                          | 9,011,514.49             | 7,557,342.37             | 16,568,856.86                   |
| 2027                          | 9,398,856.44             | 7,131,072.62             | 16,529,929.06                   |
| 2028                          | 9,821,245.45             | 6,671,709.61             | 16,492,955.06                   |
| 2029                          | 7,888,682.48             | 6,271,268.98             | 14,159,951.46                   |
| 2030                          | 8,176,168.50             | 5,942,152.96             | 14,118,321.46                   |
| 2031                          | 8,458,704.49             | 5,609,635.57             | 14,068,340.06                   |
| 2032                          | 8,630,000.00             | 5,264,643.45             | 13,894,643.45                   |
| 2033                          | 8,930,000.00             | 4,908,047.35             | 13,838,047.35                   |
| 2034                          | 9,275,000.00             | 4,511,056.25             | 13,786,056.25                   |
| 2035                          | 9,660,000.00             | 4,070,620.05             | 13,730,620.05                   |
| 2036                          | 10,075,000.00            | 3,603,876.20             | 13,678,876.20                   |
| 2037                          | 10,505,000.00            | 3,109,574.70             | 13,614,574.70                   |
| 2038                          | 10,960,000.00            | 2,593,971.80             | 13,553,971.80                   |
| 2039                          | 11,435,000.00            | 2,061,554.95             | 13,496,554.95                   |
| 2040                          | 11,905,000.00            | 1,533,774.05             | 13,438,774.05                   |
| 2041                          | 7,850,000.00             | 1,096,816.60             | 8,946,816.60                    |
| 2042                          | 5,160,000.00             | 808,100.00               | 5,968,100.00                    |
| 2043                          | 5,385,000.00             | 582,350.00               | 5,967,350.00                    |
| 2044                          | 2,960,000.00             | 393,000.00               | 3,353,000.00                    |
| 2045                          | 3,110,000.00             | 241,250.00               | 3,351,250.00                    |
| 2046                          | 3,270,000.00             | 81,750.00                | 3,351,750.00                    |
| <b>TOTAL</b>                  | <b>\$ 254,962,948.79</b> | <b>\$ 172,165,168.03</b> | <b>\$ 427,128,116.82</b>        |

**Schedule #4**  
**Debt Service Requirements**  
**Sewer Fund Bonds**  
**NOT APPLICABLE TO 3% DEBT LIMIT**

| Fiscal Year  | Principal                | Interest                 | Total Principal<br>and Interest |
|--------------|--------------------------|--------------------------|---------------------------------|
| 2016         | 6,123,128.50             | 12,107,643.19            | 18,230,771.69                   |
| 2017         | 6,762,415.50             | 11,019,129.82            | 17,781,545.32                   |
| 2018         | 7,565,238.50             | 10,707,151.70            | 18,272,390.20                   |
| 2019         | 8,507,172.00             | 10,353,977.31            | 18,861,149.31                   |
| 2020         | 8,570,625.00             | 9,962,395.59             | 18,533,020.59                   |
| 2021         | 8,325,000.00             | 9,558,532.30             | 17,883,532.30                   |
| 2022         | 8,730,000.00             | 9,144,257.30             | 17,874,257.30                   |
| 2023         | 9,140,000.00             | 8,730,145.80             | 17,870,145.80                   |
| 2024         | 9,515,000.00             | 8,326,781.15             | 17,841,781.15                   |
| 2025         | 8,540,000.00             | 7,934,597.40             | 16,474,597.40                   |
| 2026         | 8,895,000.00             | 7,543,218.60             | 16,438,218.60                   |
| 2027         | 9,280,000.00             | 7,119,290.80             | 16,399,290.80                   |
| 2028         | 9,700,000.00             | 6,662,316.80             | 16,362,316.80                   |
| 2029         | 7,765,000.00             | 6,264,313.20             | 14,029,313.20                   |
| 2030         | 8,050,000.00             | 5,937,683.20             | 13,987,683.20                   |
| 2031         | 8,330,000.00             | 5,607,701.80             | 13,937,701.80                   |
| 2032         | 8,630,000.00             | 5,264,643.45             | 13,894,643.45                   |
| 2033         | 8,930,000.00             | 4,908,047.35             | 13,838,047.35                   |
| 2034         | 9,275,000.00             | 4,511,056.25             | 13,786,056.25                   |
| 2035         | 9,660,000.00             | 4,070,620.05             | 13,730,620.05                   |
| 2036         | 10,075,000.00            | 3,603,876.20             | 13,678,876.20                   |
| 2037         | 10,505,000.00            | 3,109,574.70             | 13,614,574.70                   |
| 2038         | 10,960,000.00            | 2,593,971.80             | 13,553,971.80                   |
| 2039         | 11,435,000.00            | 2,061,554.95             | 13,496,554.95                   |
| 2040         | 11,905,000.00            | 1,533,774.05             | 13,438,774.05                   |
| 2041         | 7,850,000.00             | 1,096,816.60             | 8,946,816.60                    |
| 2042         | 5,160,000.00             | 808,100.00               | 5,968,100.00                    |
| 2043         | 5,385,000.00             | 582,350.00               | 5,967,350.00                    |
| 2044         | 2,960,000.00             | 393,000.00               | 3,353,000.00                    |
| 2045         | 3,110,000.00             | 241,250.00               | 3,351,250.00                    |
| 2046         | 3,270,000.00             | 81,750.00                | 3,351,750.00                    |
| <b>TOTAL</b> | <b>\$ 252,908,579.50</b> | <b>\$ 171,839,521.36</b> | <b>\$ 424,748,100.86</b>        |

**Schedule #5**  
**Debt Service Requirements**  
**State Revolving Loan - Bridleshire Farms/Belltown**  
**NOT APPLICABLE TO 3% DEBT LIMIT**

| <b>Fiscal Year</b> | <b>Principal</b>       | <b>Interest</b>      | <b>Total Principal<br/>and Interest</b> |
|--------------------|------------------------|----------------------|---|
| 2016               | 95,488.83              | 35,149.43            | 130,638.26                              |
| 2017               | 97,408.14              | 33,230.12            | 130,638.26                              |
| 2018               | 99,366.04              | 31,272.22            | 130,638.26                              |
| 2019               | 101,363.30             | 29,274.96            | 130,638.26                              |
| 2020               | 103,400.70             | 27,237.56            | 130,638.26                              |
| 2021               | 105,479.05             | 25,159.21            | 130,638.26                              |
| 2022               | 107,599.18             | 23,039.08            | 130,638.26                              |
| 2023               | 109,761.92             | 20,876.34            | 130,638.26                              |
| 2024               | 111,968.14             | 18,670.12            | 130,638.26                              |
| 2025               | 114,218.70             | 16,419.56            | 130,638.26                              |
| 2026               | 116,514.49             | 14,123.77            | 130,638.26                              |
| 2027               | 118,856.44             | 11,781.82            | 130,638.26                              |
| 2028               | 121,245.45             | 9,392.81             | 130,638.26                              |
| 2029               | 123,682.48             | 6,955.78             | 130,638.26                              |
| 2030               | 126,168.50             | 4,469.76             | 130,638.26                              |
| 2031               | 128,704.49             | 1,933.77             | 130,638.26                              |
| <b>TOTAL</b>       | <b>\$ 1,781,225.85</b> | <b>\$ 308,986.31</b> | <b>\$ 2,090,212.16</b>                  |

**Schedule #6**  
**Debt Service Requirements**  
**State Revolving Loan - Stormwater Basins**  
**NOT APPLICABLE TO 3% DEBT LIMIT**

| <b>Fiscal Year<br/>Ending June 30</b> | <b>Principal</b>     | <b>Interest</b>     | <b>Total Principal<br/>and Interest</b> |
|---------------------------------------|----------------------|---------------------|---|
| 2016                                  | 47,464.88            | 5,226.72            | 52,691.60                               |
| 2017                                  | 48,418.91            | 4,272.69            | 52,691.60                               |
| 2018                                  | 49,392.13            | 3,299.47            | 52,691.60                               |
| 2019                                  | 50,384.92            | 2,306.68            | 52,691.60                               |
| 2020                                  | 51,397.65            | 1,293.95            | 52,691.60                               |
| 2021                                  | 26,084.95            | 260.85              | 26,345.80                               |
| <b>TOTAL</b>                          | <b>\$ 273,143.44</b> | <b>\$ 16,660.36</b> | <b>\$ 289,803.80</b>                    |