

Debt & Bonds

Description of this Section

This section of the budget lists information related to any money that the Township has borrowed. The Township currently has only four debt obligations; two of these items are referenced directly in the Fire Department budget.

The debt for charter townships in the state of Michigan is legally limited to 10% of the assessed value of all real and personal property in the Township and excludes revenue bonds when calculating net direct debt. DeWitt Township's projected net debt outstanding of \$1,023,967 is only 2.1% of the legal debt limit of \$47,123,520

Debt Service – All Funds

FUND/DESCRIPTION	Original Debt	Maturity Date	Payment Type	Remaining Balance 12/31/15	Principal due in 2016	Interest due in 2016	Total 2016 Payments
Governmental Fund							
Township Hall/Community Center	\$2,150,000	2020	GO	\$735,000	\$135,000	\$17,222	\$155,222
Fire Pumper/Engine	346,988	2020	Other	<u>288,967</u>	<u>52,551</u>	<u>5,470</u>	<u>58,021</u>
TOTAL GOV. FUNDS				\$1,023,967	\$187,551	\$22,692	\$213,243
Sewer & Water Fund							
GRAND TOTAL				\$1,023,967	\$187,551	\$22,692	\$213,243

GO = General Obligation
 S/A = Special Assessment
 Other = Installment Loans

Township Hall/Community Center

In November of 1998, the voters approved a request to construct a new Township Hall located at 1401 W. Herbison Road and to remodel the former Township Hall at 16101 Brook Road into a Community Center. Subsequently, to raise the necessary capital, a bond was issued. Interest is payable May 1 and November 1 of each year. Bond refinanced 9/30/2013, saving approximately \$41,000. This payment is made out of the General Fund.

Due	Amount	Interest Payable	Total Annual Payment
12/31/2016	135,000	17,221.50	152,222
12/31/2017	145,000	13,609.50	158,610
12/31/2018	145,000	9,868.50	154,869
12/31/2019	155,000	5,998.50	160,999
12/31/2020	155,000	1,999.50	157,000
TOTALS	\$735,000	\$48,697.50	\$783,700

Fire Pumper/Engine

For 2015, the Fire Department is asking that the "Pumper Engine 2" be replaced. To help offset the effect on the general fund, 24% of the cost of the apparatus will be funded from the equipment reserve and 76% utilizing an interfund loan. The loan will be from the Water Fund to the General Fund at an interest rate of 2%. The payment for this loan is located within the Fire Department budget.

<u>Due Date</u>	<u>Total Payment</u>	<u>Principle</u>	<u>Interest</u>
12/15/2016	\$58,021	\$52,551	\$5,470
12/15/2017	\$58,021	\$53,602	\$4,419
12/15/2018	\$58,021	\$54,674	\$3,347
12/15/2019	\$58,021	\$55,768	\$2,253
12/15/2020	\$56,883	\$55,746	\$1,138
TOTALS	\$288,967	\$272,341	\$16,625