

## City of Woodbine Water/Sewer Debt Service Information

The City's Treatment Plant was built in 1973 to upgrade the existing water service and add sewer service for the citizens of Woodbine. Since then, the City has received several grants and low interest loans to rehabilitate and add-on to the overall sewer and water systems.

Both the water and sewer sides of the Treatment Plant operate at approximately 50% of capacity and while that might sound like the City shouldn't have to do any major work to the Treatment Plant until that capacity is used up, it still does. The other half of the plant must have regular upkeep to remain in good working order.

The City has been awarded a U.S.D.A. Rural Development low interest loan in the amount of \$1,584,000.00 at 2.5% interest for 40 years for needed repairs to the sewer system and Treatment Plant. \$582,000.00 of that money was used to refinance the existing debt on the sewer system and lower the interest rate on the remaining loan balance from 5% to 2.5%, thus saving the City a great deal of interest over the life of the loan. In addition to the loan amount, the City will also receive \$2,831,000.00 in grant funds from U.S.D.A. Rural Development. The grant monies were available to the City once all of the loan funds were expended.

Listed below are water/sewer loan balances projected as of 3/31/15:

<u>Debt Type</u>	<u>Loan Balances</u>			<u>Interest Rate</u>
	<u>Water</u>	<u>Sewer</u>	<u>Total</u>	
2012 Revenue Bond		\$1,584,000	\$ 1,584,000	2.5%