



## NORTHERN LIGHTS HEALTH SERVICES #380

### BUDGET OVERVIEW AND HIGHLIGHTS:

\$446,042 in expenditures is budgeted in 2021 from this fund to pay principal and interest payments for the Northern Lights Services Bond in Washburn refinanced in 2017. This replaced the \$5.9 million General Obligation bond issued in 2008.

The issuance terms have changed dramatically since 2008 and for the future. Bayfield County is making a payment of \$446,042 in 2021, up \$3,825 from 2020. This will be broken down by \$380,000 in principal and \$66,042 in interest.

Northern Lights Services and Bayfield County have adopted a modified repayment schedule that will extend the payment term by approximately 25 years.

In 2021 Bayfield County will receive \$240,000 or \$20,000 per month from Northern Lights.

As part of the refinance process in 2017 Bayfield County's Bond Rating was upgraded from AA3 to AA2. This is the third highest MOODY rating level and is unusual for a small entity with few bond issuances. It speaks to Bayfield County's financial stability. The result is a savings of nearly \$550,000 in interest, over the previous interest amounts paid. The final average interest rate over the 10-year term was 1.69%. **Payoff of this bond will occur in 2027.** Annual payments for Northern Lights will continue until paid off.

In 2021 Bayfield County is planning to levy the full debt service amount in 2021 for this bond issue, less approximately \$1000 in anticipated interest earnings. Attached is the current schedule for this debt.



# Nursing Home Bond Fund 380

Budget Year 2021

Account	Account Description	2017 Actual Amount	2018 Actual Amount	2019 Actual Amount	2020 Adopted Budget	2020 Estimated Amount	2021 Department	2021 Administrator	2020 v 2021
<b>Fund 380 - Northern Lights Bond Issuance</b>									
<b>REVENUE</b>									
<i>Taxes</i>									
<i>Property</i>									
<i>General Property Taxes</i>									
41110	General Property Taxes	408,441.00	445,268.00	443,017.00	437,717.00	437,717.00	445,042.00	445,042.00	102
	<i>General Property Taxes Totals</i>	<u>\$408,441.00</u>	<u>\$445,268.00</u>	<u>\$443,017.00</u>	<u>\$437,717.00</u>	<u>\$437,717.00</u>	<u>\$445,042.00</u>	<u>\$445,042.00</u>	<u>102%</u>
	<i>Property Totals</i>	<u>\$408,441.00</u>	<u>\$445,268.00</u>	<u>\$443,017.00</u>	<u>\$437,717.00</u>	<u>\$437,717.00</u>	<u>\$445,042.00</u>	<u>\$445,042.00</u>	<u>102%</u>
	<i>Taxes Totals</i>	<u>\$408,441.00</u>	<u>\$445,268.00</u>	<u>\$443,017.00</u>	<u>\$437,717.00</u>	<u>\$437,717.00</u>	<u>\$445,042.00</u>	<u>\$445,042.00</u>	<u>102%</u>
<i>Misc Revenues</i>									
<i>Interest income</i>									
48110	Interest Income	175.50	2,624.54	3,494.05	4,500.00	4,500.00	1,000.00	1,000.00	22
	<i>Interest income Totals</i>	<u>\$175.50</u>	<u>\$2,624.54</u>	<u>\$3,494.05</u>	<u>\$4,500.00</u>	<u>\$4,500.00</u>	<u>\$1,000.00</u>	<u>\$1,000.00</u>	<u>22%</u>
	<i>Misc Revenues Totals</i>	<u>\$175.50</u>	<u>\$2,624.54</u>	<u>\$3,494.05</u>	<u>\$4,500.00</u>	<u>\$4,500.00</u>	<u>\$1,000.00</u>	<u>\$1,000.00</u>	<u>22%</u>
<i>Other Finance Sources</i>									
<i>Proceeds fr Long Term Debt</i>									
<i>Notes</i>									
49121	Proceeds from Long-Term Note	3,925,000.00	.00	.00	.00	.00	.00	.00	
	<i>Notes Totals</i>	<u>\$3,925,000.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>+++</u>
	<i>Proceeds fr Long Term Debt Totals</i>	<u>\$3,925,000.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>+++</u>
<i>Other Finance Sources</i>									
49600	Bond Issuance Revenue	166,230.55	.00	.00	.00	.00	.00	.00	
	<i>Other Finance Sources Totals</i>	<u>\$166,230.55</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>+++</u>
	<i>Other Finance Sources Totals</i>	<u>\$4,091,230.55</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>+++</u>
	<b>REVENUE TOTALS</b>	<u>\$4,499,847.05</u>	<u>\$447,892.54</u>	<u>\$446,511.05</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>
<b>EXPENSE</b>									
<i>Debt Service</i>									
50610	Principle Redemption	4,280,000.00	325,000.00	355,000.00	365,000.00	365,000.00	380,000.00	380,000.00	104
50620	Interest	143,462.43	120,267.84	88,017.50	77,217.00	77,217.00	66,042.00	66,042.00	86
50690	Fiscal Charges	75,876.02	.00	.00	.00	.00	.00	.00	
	<i>Debt Service Totals</i>	<u>\$4,499,338.45</u>	<u>\$445,267.84</u>	<u>\$443,017.50</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>
	<b>EXPENSE TOTALS</b>	<u>\$4,499,338.45</u>	<u>\$445,267.84</u>	<u>\$443,017.50</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>
<b>Fund 380 - Northern Lights Bond Issuance Totals</b>									
	<b>REVENUE TOTALS</b>	<u>\$4,499,847.05</u>	<u>\$447,892.54</u>	<u>\$446,511.05</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>
	<b>EXPENSE TOTALS</b>	<u>\$4,499,338.45</u>	<u>\$445,267.84</u>	<u>\$443,017.50</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>
<b>Fund 380 - Northern Lights Bond Issuance Totals</b>									
	<b>Net Grand Totals</b>	<u>\$508.60</u>	<u>\$2,624.70</u>	<u>\$3,493.55</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>\$0.00</u>	<u>+++</u>
	<b>REVENUE GRAND TOTALS</b>	<u>\$4,499,847.05</u>	<u>\$447,892.54</u>	<u>\$446,511.05</u>	<u>\$442,217.00</u>	<u>\$442,217.00</u>	<u>\$446,042.00</u>	<u>\$446,042.00</u>	<u>101%</u>

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# Nursing Home Bond Fund 380

Budget Year 2021

EXPENSE GRAND TOTALS	\$4,499,338.45	\$445,267.84	\$443,017.50	\$442,217.00	\$442,217.00	\$446,042.00	\$446,042.00	101%
Net Grand Totals	\$508.60	\$2,624.70	\$3,493.55	\$0.00	\$0.00	\$0.00	\$0.00	+++

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