

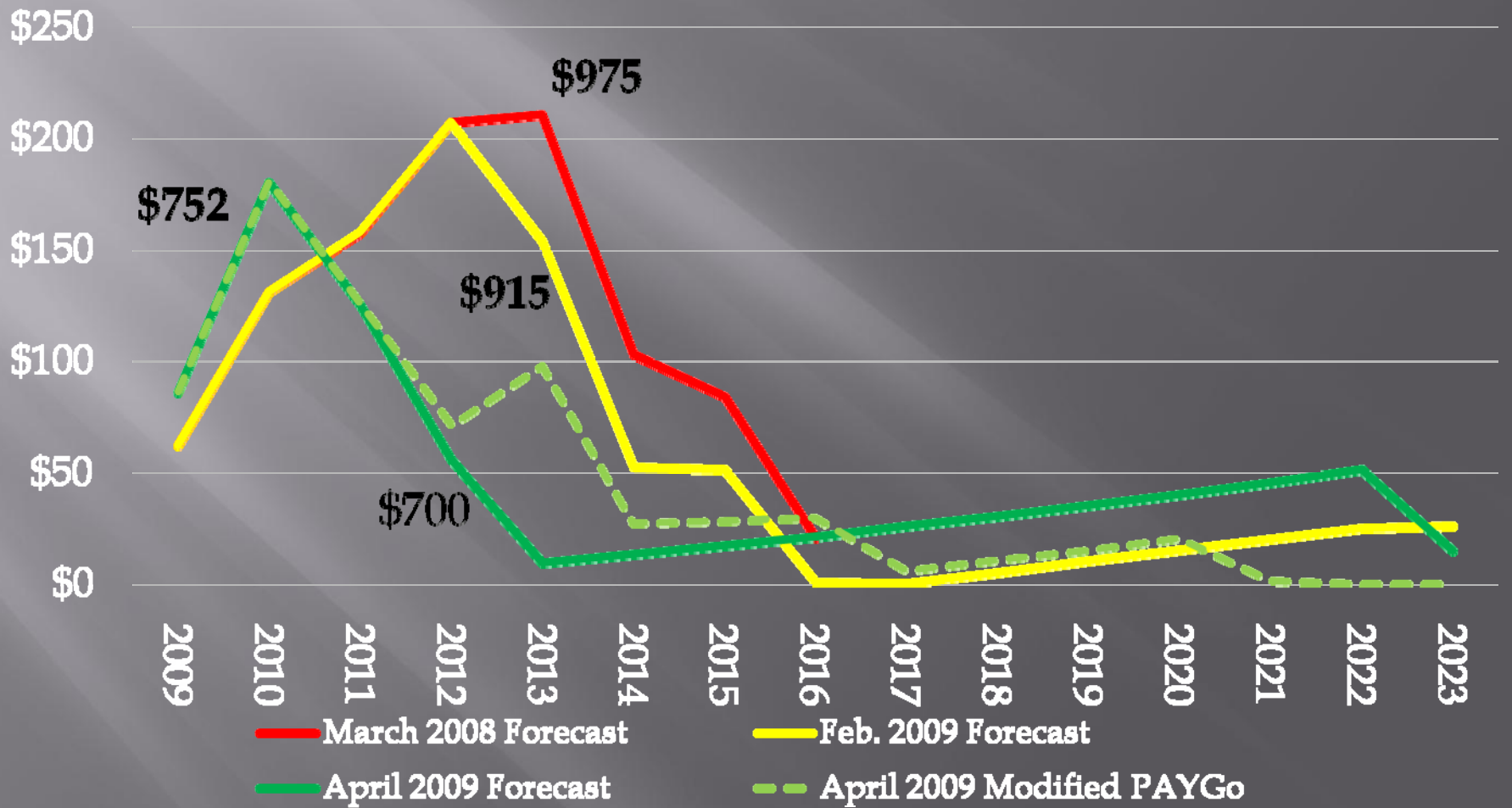
# Status of Credit Markets

- ▣ Municipal markets are functioning for highly-rated credits
  - Interest rates historically low
  - But, are high relative to treasury bond yields
  - And, investors are risk averse
  
- ▣ Moody's Action on April 7
  - Puts all city and county debt on negative watch
  - Many downgrades expected

# Status of Credit Markets

- ▣ Importance for Hillsborough
  - CIT funding is heavily-debt driven
    - ▣ Existing and future borrowing needs projected to consume 82% of remaining CIT revenue
  - Water Utility will need \$190 million to complete it's capital program
  - ELAPP referendum authorized up to \$200 million general obligation bonds

# Projected Funding Capacity of CIT



# Projected CIT Capacity

- ▣ CIP Budget Impacts (Depending on Scenario)
  - Unappropriate \$223 to \$286 million in capital projects
  - Defer (beyond FY 2016) \$59 to \$475 million in capital projects