

Williamson County, Texas
Notes to the Financial Statements

Note 11. Long-term Liabilities

The following is a summary of the long-term liability transactions of the County, including blended component units, for the year ended September 30, 2023:

	Balance September 30, 2022	Additions	Retirements	Balance September 30, 2023	Amounts Due Within One Year
Governmental activities					
Bonds payable	\$ 1,139,815,000	\$ 143,265,000	\$ (125,220,000)	\$ 1,157,860,000	\$ 107,160,000
Premium	97,880,532	13,412,059	(12,862,523)	98,430,068	10,812,636
Discounts	(863,287)	(103,501)	89,573	(877,215)	(51,531)
Total bonds payable	1,236,832,245	156,573,558	(137,992,950)	1,255,412,853	117,921,105
Leases Payable	468,148	159,860	(238,737)	389,271	136,174
Subscriptions Payable	955,226	5,426,751	(1,767,215)	4,614,762	1,335,090
Net pension liability (Asset)	(15,236,030)	167,569,055	(31,172,549)	121,160,476	-
Total OPEB liability	55,615,361	6,512,976	(9,670,490)	52,457,847	-
Compensated absences	5,912,067	6,144,423	(5,585,485)	6,471,005	6,471,005
Total governmental activities	\$ 1,284,547,017	\$ 342,386,623	\$ (186,427,426)	\$ 1,440,506,214	\$ 125,863,374

The compensated absences liability will be liquidated primarily by the General Fund and the Special Road and Bridge Fund. The OPEB obligation will be liquidated primarily by the General Fund. The net pension liability will be liquidated primarily by the General Fund.

Per Williamson County policy, sick leave is not paid out upon termination and is not included in the compensated absences calculation. Compensated absences includes accrued vacation, holiday and comp time that will be paid within the following year. It is expected that the entire amount will be expended during the following year.

Approximately \$706,180,000 of the County's bonds outstanding as of September 30, 2023 were issued to construct or acquire capital assets for the County. As of September 30, 2023, the amount of bonds outstanding that are not used to construct or acquire assets for the County was approximately \$451,700,000. These bonds will be paid with future property tax revenues restricted for debt service.

Bonds

Long-term debt of the County consists of various issues of capital and non-capital related General Obligation Bonds and Certificates of Obligation. General Obligation Bonds require voter approval at a public election before issuance, while Certificates of Obligation are issued upon the vote of the Commissioners Court. Both types are backed by the full faith and credit of the County. Debt service is primarily paid from ad valorem taxes with the exception of the Pass Through Toll Revenue and Limited Tax Certificates of Obligation which are payable from Pass Through Toll Revenue from TXDOT. Long-term debt is allocated between capital and non-capital related bonds based upon the ratio of capital expenditures to total bond proceeds expended for each bond.

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
12/01/2012	Limited Taxable Refunding Bonds Series 2012	02/15/2029	\$32,895,000	0.55 - 3.0%	2/15, 8/15	\$14,320,000
04/15/2013	Limited Tax Refunding Bonds Series 2013	02/15/2024	71,750,000	1.0 - 4.0%	2/15,8/15	870,000
04/15/2013	Pass Through Revenue & LTD Tax Bonds Series 2013	02/15/2024	14,985,000	1.0 - 4.0%	2/15, 8/15	910,000
04/10/2014	Unlimited Tax Road Bonds Series 2014	02/15/2025	91,750,000	2.0 - 5.0%	2/15, 8/15	6,845,000
10/28/2014	Limited Tax Refunding Bonds Series 2014	02/15/2025	77,345,000	3.06%	2/15, 8/15	33,655,000
04/23/2015	Limited Tax Refunding Bonds Series 2015	02/15/2034	74,295,000	2.0 - 5.0%	2/15, 8/15	56,570,000
05/28/2015	Unlimited Tax Road Bonds Series 2015	02/15/2029	90,205,000	4.0 -5.0%	2/15, 8/15	16,935,000
05/28/2015	Combination Tax & Revenue Certificates Series 2015	02/15/2029	59,645,000	2.0 -5.0%	2/15, 8/15	13,810,000
10/15/2015	Limited Tax Refunding Bonds Series 2015A	02/15/2026	16,175,000	2.0 – 4.0%	2/15, 8/15	15,855,000
06/01/2016	Limited Tax Park Bonds Series 2016	02/15/2036	\$18,350,000	2.0 – 5.0%	2/15, 8/15	\$13,630,000
07/01/2016	Limited Tax Refunding Bonds Series 2016	02/15/2036	\$37,980,000	1.5 – 5.25%	2/15, 8/15	\$28,665,000
07/26/2017	Limited Tax Refunding Bonds Series 2017	02/15/2032	43,230,000	2.0 – 5.0%	2/15, 8/15	35,710,000
12/06/2017	Unlimited Tax Road Bonds Series 2017	02/15/2042	71,860,000	2.0 – 5.0%	2/15, 8/15	62,060,000
02/19/2020	Unlimited Tax Road Bonds Series 2020	02/15/2040	263,855,000	2.375 – 5.0%	2/15, 8/15	240,675,000
02/19/2020	Limited Tax Refunding and Park Series 2020	02/15/2040	40,065,000	3.0 – 5.0%	2/15, 8/15	30,825,000
02/17/2021	Limited Tax Refunding Bonds Series 2021	02/15/2031	12,670,000	2.0 – 4.0%	2/15, 8/15	8,145,000
02/17/2021	Limited Tax Refunding Bonds Taxable Series 2021	02/15/2033	180,760,000	.141 – 1.65%	2/15, 8/15	173,395,000
08/25/2021	Limited Tax Notes Series 2021	02/15/2028	175,510,000	4.0 – 5.0%	2/15, 8/15	130,985,000
07/20/2022	Unlimited Tax Road Bonds Taxable Series 2022	02/15/2042	104,715,000	4.0 – 5.0%	2/15, 8/15	101,885,000
05/10/2023	Limited Tax Notes Series 2023	02/15/2030	\$137,155,000	5.0%	2/15 , 8/15	\$137,155,000

In May 2023, the County issued \$137,155,000 in Limited Tax Series. The bonds constitute direct obligations of the District, payable from ad valorem taxes levied upon all taxable property. Interest at a rate range from 5.0% is payable at February 15 and August 15 of each year.

In September 2023, the County legally defeased outstanding bonds totaling \$29,410,000 by depositing approximately \$29,978,786 in trust with a bond escrow agent. This resulted in an expected cash flow savings of approximately \$9,377,257 over the life of the bonds.

The irrevocable trust account assets and liabilities for the defeased bonds are not included in the County's financial statements. On September 30, 2023, \$162,635,000 of bonds considered defeased are still outstanding.

Blended Component Unit – Avery Ranch Road District No. 1

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
05/23/2019	Unlimited Tax Refunding Bonds Series 2019	08/15/2025	\$3,550,000	3.0 - 4.0%	2/15, 8/15	\$1,430,000

The bonds listed above were issued by Avery Ranch Road District, a blended component unit of Williamson County. The bonds constitute direct obligations of the Avery Ranch Road District payable from ad valorem taxes levied upon all taxable property located within the Road District.

Blended Component Unit – Pearson Place Road District

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
08/15/2016	Unlimited Tax Road Bonds Series 2016	08/15/2041	\$5,315,000	2.0 - 4.0%	2/15, 8/15	\$4,410,000

The bonds listed above were issued by Pearson Place Road District, a blended component unit of Williamson County. The bonds constitute direct obligations of the Pearson Place Road District payable from ad valorem taxes levied upon all taxable property located within the Road District.

Blended Component Unit – Northwood Road District No. 1

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
09/12/2017	Unlimited Tax Road Bonds Series 2017	08/15/2042	\$8,520,000	2.0 - 4.0%	2/15, 8/15	\$6,925,000
12/19/2018	Unlimited Tax Road Bonds Series 2018	08/15/2043	\$2,345,000	4.0%	2/15, 8/15	\$2,090,000

The bonds listed above were issued by Northwood Road District, a blended component unit of Williamson County. The bonds constitute direct obligations of the Northwood Road District payable from ad valorem taxes levied upon all taxable property located within the Road District.

Blended Component Unit – Somerset Hills Road District No. 3

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
09/12/2023	Unlimited Tax Road Bonds Series 2023	08/15/2048	\$850,000	4.0-4.9%	2/15, 8/15	\$850,000
09/12/2023	Unlimited Tax Road Bonds, Taxable Series 2023	08/15/2048	\$2,665,000	5.85- 7.2%	2/15, 8/15	\$2,665,000

The bonds listed above were issued by Somerset Hills Road District #3, a blended component unit of Williamson County. The bonds constitute direct obligations of the Somerset #3 payable from ad valorem taxes levied upon all taxable property located within the Road District.

In September 2023, the District issued \$3,515,000 in Unlimited Tax Road Bonds. The bonds constitute direct obligations of the District, payable from ad valorem taxes levied upon all taxable property located within the Road District. Interest at a rate of ranging from 4.00 – 7.20% is payable at February 15 and August 15 of each year.

Blended Component Unit – Somerset Hills Road District No. 4

Issue Date	Description	Maturity	Original Amount	Interest Rate	Coupon Date	Outstanding Balance
09/29/2020	Unlimited Tax Road Bonds Series 2020	08/15/2045	\$1,335,000	1.5 – 3.1%	2/15, 8/15	\$1,210,000
09/29/2020	Unlimited Tax Road Bonds Taxable Series 2020	08/15/2045	2,555,000	2.45 – 5.15%	2/15, 8/15	2,350,000
09/14/2021	Unlimited Tax Road Bonds Series 2021	08/15/2046	2,045,000	1.45 – 3.00%	2/15, 8/15	1,980,000
09/14/2021	Unlimited Tax Road Bonds Taxable Series 2021	08/15/2046	3,805,000	2.45 – 4.90%	2/15, 8/15	3,705,000
09/13/2022	Unlimited Tax Road Bonds Taxable Series 2022	08/15/2047	4,750,000	3.90 – 5.50%	2/15, 8/15	4,750,000
09/12/2023	Unlimited Tax Road Bonds, Taxable Series 2023	8/15/2048	\$2,595,000	5.125 – 5.50%	2/15 , 8/15	\$2,595,000

The bonds listed above were issued by Somerset Hills Road District, a blended component unit of Williamson County. The bonds constitute direct obligations of the Somerset Hills Road District payable from ad valorem taxes levied upon all taxable property located within the Road District.

In September 2023, the District issued \$2,595,000 in Unlimited Tax Road Bonds. The bonds constitute direct obligations of the District, payable from ad valorem taxes levied upon all taxable property located within the Road District. Interest at a rate of ranging from 5.125 – 5.50% is payable at February 15 and August 15 of each year.

Debt Service Requirement – All Bonds and Tax Anticipation Notes

The debt service requirements to maturity on all bonds and tax anticipation notes are:

Fiscal Years Ending September 30:	Principal	Interest	Total
2024	\$ 107,160,000	\$ 43,016,285	\$ 150,176,285
2025	122,765,000	36,898,322	159,663,322
2026	126,615,000	32,228,174	158,843,174
2027	109,050,000	27,859,000	136,909,000
2028	113,235,000	23,640,094	136,875,094
2029-2033	306,885,000	73,595,264	380,480,264
2034-2038	171,735,000	33,483,479	205,218,479
2039-2043	95,710,000	7,553,595	103,263,595
2044-2048	4,705,000	678,235	5,383,235
Total	\$ 1,157,860,000	\$ 278,952,448	\$ 1,436,812,448