

**FY 2021-2022 Virginia Beach Budget
Response to Council Questions**

Question Number: 31

Question: What is the cost of the debt service for the additional bonds programmed by VBCPS?

Date Requested: 3/30/21

Requested By: Councilmember Moss

Department: Budget

Response: Based on the currently projected debt issuance schedule, the additional debt usage would have the following impact on debt service for VBCPS:

FY 21	FY 22	FY 23	FY 24	FY 25	FY 26
-	936,636	2,066,861	3,365,003	4,731,328	5,988,242

Please note that actual bond sale timing and interest rates will vary, and these projections assume a bond sale every year as well as 3.5% interest rate. In total, it is estimated that \$69 million in bonds will cost \$94.4 million in debt service over 20 years with an assumed 3.5% interest rate.