

Series 2016 Bonds Q&A

Louisville Tourism

December 31, 2021

The purpose of this document is to address questions received regarding the Series 2016 Bonds. The questions received are set forth below in black and our answers in blue.

- Could you provide a monthly collection report of the 2% Dedicated Tax and the 1% Dedicated Tax starting January 2021 to current and how it compares with the corresponding month in 2019? [The historical monthly transient room tax collections for 2021 \(through September\) and 2019 are included below.](#)
- Based on the FY 2021 audit, the 2% and 1% Dedicated Taxes totaled approximately \$5.7 million. Was the 1.5% Pledged Operations Tax used toward debt service in FY 2021 or was the Tax Stabilization Account used? [The Tax Stabilization Account \(TSA\) is the first account drawn upon to cover any shortfalls in the monthly funding requirements. It was established for that purpose due to the seasonality and variability of the transient room tax. The TSA was used to cover any shortfalls in debt service requirements in FY 2021.](#)
- What is the current balance in the Tax Stabilization Account? [The balance in the Tax Stabilization Account as of September 30, 2021 was \\$3,036,633.](#)
- Is there an updated Bond Dashboard? [Yes, the Bond Dashboard as of September 30, 2021 is included below. It is the most recent month presented to the Louisville Tourism Commission.](#)

Monthly Transient Room Tax Collections
Louisville Tourism
Debt Service Fund
12/31/2021

The purpose of this document is to outline the monthly transient room tax collections for the 2% Dedicated Tax and the 1% Dedicated Tax that supports the Series 2016 Bonds starting in January 2021 and how it compares with the corresponding month in 2019.

Note: The information contained herein relates to the Debt Service Fund. This document incorporates audited results through June 2021, and interim unaudited results for months beyond that date. Actual results are available only through September 2021 due to the 1.5 month lag time in collection and reporting of the transient room tax, which also represents the latest information communicated to the Louisville Tourism Commission.

	2% Dedicated Tax				1% Dedicated Tax			
	2021	2019	\$ Var	% Var	2021	2019	\$ Var	% Var
Jan	\$ 190,094	\$ 569,761	\$ (379,667)	-67%	\$ 95,047	\$ 284,881	\$ (189,834)	-67%
Feb	\$ 307,471	\$ 517,329	\$ (209,858)	-41%	\$ 153,735	\$ 258,664	\$ (104,929)	-41%
Mar	\$ 380,805	\$ 872,783	\$ (491,977)	-56%	\$ 190,403	\$ 436,391	\$ (245,989)	-56%
Apr	\$ 514,701	\$ 927,653	\$ (412,951)	-45%	\$ 257,351	\$ 463,826	\$ (206,476)	-45%
May	\$ 536,819	\$ 1,009,607	\$ (472,788)	-47%	\$ 268,410	\$ 504,804	\$ (236,394)	-47%
Jun	\$ 596,868	\$ 1,020,041	\$ (423,173)	-41%	\$ 298,434	\$ 510,020	\$ (211,586)	-41%
Jul	\$ 736,471	\$ 777,004	\$ (40,533)	-5%	\$ 368,236	\$ 388,502	\$ (20,266)	-5%
Aug	\$ 573,147	\$ 731,147	\$ (158,000)	-22%	\$ 286,573	\$ 365,573	\$ (79,000)	-22%
Sep	\$ 763,527	\$ 907,881	\$ (144,354)	-16%	\$ 381,764	\$ 453,941	\$ (72,177)	-16%
Oct		\$ 868,065				\$ 434,032		
Nov		\$ 787,165				\$ 393,583		
Dec		\$ 484,605				\$ 242,303		

Bond Dashboard

Debt Service Fund
Louisville Tourism
9/30/21

Note: The information contained herein for the Debt Service Fund relates to the Series 2016 Bonds. The timing of information presented for the Debt Service Fund is delayed due to the 1.5 month lag time in collection and reporting of the transient room tax. For example, transient room tax collected on stays in January is remitted to the Metro Revenue Commission by the end of February. The Metro Revenue Commission then reports and remits the January transient room tax to Louisville Tourism in mid-March.

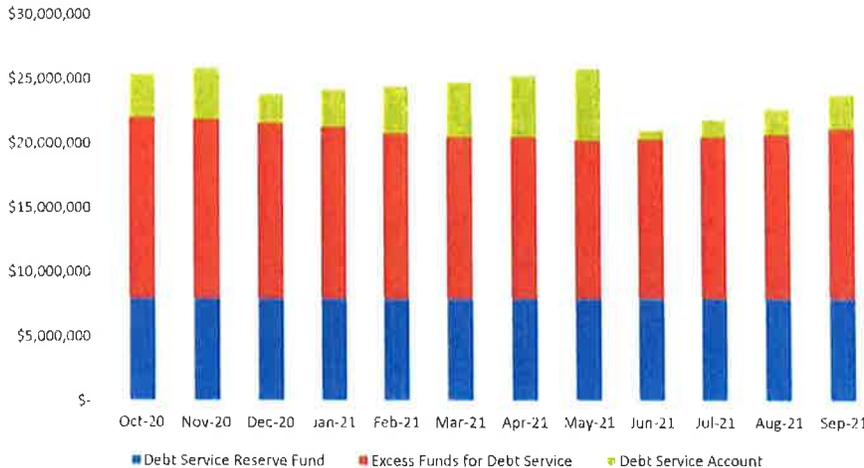
Tax Stabilization Account (TSA)	
Target	\$ 5,000,000
Balance	\$ 3,036,633
\$ to Reach Target	\$ 1,963,367

FY 21/22 Debt Service Payments			
	Principal	Interest	Total
12/1/2021		\$ 2,323,931	\$ 2,323,931
6/1/2022	\$ 3,340,000	\$ 2,323,931	\$ 5,663,931
	\$ 3,340,000	\$ 4,647,862	\$ 7,987,862

Series 2016 Bonds Rating

S&P	Moody's
A	Aa3

Series 2016 Bonds Cash and Investments



Debt Service Fund Assets
9/30/2021

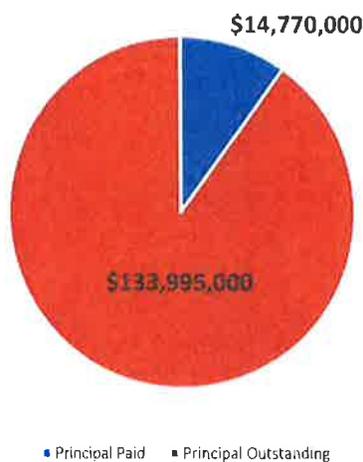
Debt Service Account	\$ 2,662,684
Debt Service Reserve Fund	\$ 8,044,004
Tax Stabilization Account	\$ 3,036,633
Revenue Fund	\$ 10,168,741
Total	\$ 23,912,061

Debt Service Reserve Fund: Approximately \$8 million held as security to ensure sufficient funds for annual debt service payments. If any of this balance is drawn upon, it may be considered a credit event.

Debt Service Account: Accumulates (each month) 1/12 of the annual principal and interest due to ensure funds are readily available to make payments when due.

Excess Funds for Debt Service: All bond assets aside from those described in the two above accounts/funds. It represents the total of the Tax Stabilization Account and the Revenue Fund.

Series 2016 Bond Principal Outstanding



Data presented herein is as of: 9/30/21