

# TROY working together moving forward

## AAA Bond Rating

### Bond Ratings

A grade given to bond issuers that indicates their credit quality.

Troy's AAA rating indicates an **EXTREMELY STRONG** capacity to meet its financial commitments.

### Rating Reflects

- Participation in the deep and diverse Oakland County Economy
- Very strong income levels and very strong market value per capital
- Very strong financial operations
- Low debt as a percentage of market value

## FACTORS

### Capped Capacity

General Fund millage rate is capped at 6.5 and Capital Fund millage rate is capped at 1.53, limiting the ability to raise revenue.

### Strong Reserves

The overall financial profile remains very strong, despite declines, due to very strong reserves. Unassigned fund balance 44% of operating expenditures in 2014.

### Closed Pension

Administration of a well-funded and closed defined-benefit pension plan.

### Conservative Management

Conservative budgeting practices indicate sustainability, shown by strong general fund surplus after initially budgeting to utilize reserves. One-time expenditure approach to budget use of reserves.

### Taxable Value

Declined 25% from 2010, but has stabilized at \$4,300,000 in 2014



**83,270**

Strong  
Population

**5.9%**

Low  
Unemployment

**\$108,500**

High Median  
Income