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Moody's Credit Agency has downgraded town's credit rating after it borrows millions to support the construction of Foxconn's $10 billion factory.

MOUNT PLEASANT, WI - *The Daily Reporter* reported that Moody's Credit Agency has downgraded this small Wisconsin town's credit rating. The reasoning? Foxconn.

From the report :

Mount Pleasant's millions in borrowing to support the construction of Foxconn Technology Group's $10 billion factory there have led to a one-notch downgrade in the village's credit rating ***over fears that the massive factory may not produce the economic benefits officials had promised*** *.*

And here is Moody's analysis.

The downgrade to Aa3 largely reflects current and anticipated growth in the village's direct debt burden and likely growth ***in its overlapping debt burden tied to borrowing in support of the Foxconn development*** *.* ***The rating also incorporates additional risks associated with the project including the uncertainty of enforceability of guarantee provisions*** *in the event of a breach of development obligations.*

The experts agree: the Foxconn deal is on shaky ground and that is bad news for taxpayers.