

# **DEBT SERVICE**

## DEBT SERVICE NARRATIVE

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Debt Service Fund was established in FY09 to provide visibility to the debt being paid out of the Governmental Funds. This fund does not include debt payments for Neighborhood Improvement District or debt from the Water Pollution Control Fund. Debt payments are made through the debt fund from money transferred from the General, Capital Improvement and Park Funds.

Currently the City has five Certificates of Participation (COP) and two Lease Purchase Agreements. The Parks and Recreation has two. The City's debt is for the construction of new buildings including Police, Public Works and Animal Shelter, the remodeling of City Hall and Fire Station, fire trucks, siren system, street extension, and Police, Public Works and Fire vehicles. The City's current debt obligations (processed through the debt service fund) complete in FY29. The Parks debt is for park equipment, Nassif Aquatic Center and fitness equipment. The Parks current debt obligations (processed through the debt service fund) complete in FY33.

## DEBT SERVICE



Account		FY 2012	FY 2012	FY 2013
Number	Description	Original Budget	Amended Budget	Proposed Budget
<b>Projected Cash Balance at October 1, 2012</b>				<b>\$0.00</b>
<i>Interest Income</i>				
310-57105	Interest on Deposits	\$0.00	\$0.00	\$0.00
310-57115	Interest Credit	\$0.00	\$0.00	\$0.00
<i>Debt Principal</i>				
310-59910	Claims / Reimbursements	\$18,757.00	\$18,757.00	\$163,575.00
<b>Total Revenues</b>		<b>\$18,757.00</b>	<b>\$18,757.00</b>	<b>\$163,575.00</b>
<i>Debt Principal</i>				
310-611-7101	Bond Principal	\$701,500.00	\$701,500.00	\$919,400.00
310-611-7103	Lease Purchase Principal	\$124,000.00	\$124,000.00	\$97,804.48
<i>Debt Interest</i>				
310-611-7201	Bond Interest	\$823,185.00	\$825,185.00	\$796,796.52
310-611-7203	Lease Purchase Interest	\$14,361.00	\$14,361.00	\$9,570.41
<i>Debt Fees</i>				
310-611-7301	Bond Fees	\$8,255.00	\$8,255.00	\$7,972.00
310-611-7303	Lease Purchase Fees	\$1,306.00	\$1,306.00	\$1,306.26
<b>Total Expenditures</b>		<b>\$1,672,607.00</b>	<b>\$1,674,607.00</b>	<b>\$1,832,849.67</b>
<b>Net Revenue &amp; Expenditures</b>		<b>(\$1,653,850.00)</b>	<b>(\$1,655,850.00)</b>	<b>(\$1,669,274.67)</b>
Transfer from General Fund		\$137,525.00	\$128,067.02	\$136,351.09
Transfer from Capital Improvement		\$1,281,997.00	\$1,291,274.72	\$1,294,023.58
Transfer from Parks & Recreation		\$234,328.00	\$234,328.00	\$238,900.00
<b>Total Sources</b>		<b>\$1,653,850.00</b>	<b>\$1,653,669.74</b>	<b>\$1,669,274.67</b>
<b>Net Income</b>		<b>\$0.00</b>	<b>(\$2,180.26)</b>	<b>\$0.00</b>
<b>Projected Cash Balance at September 30, 2013</b>				<b>\$0.00</b>



**DEBT SERVICE FUND**



**DEBT SCHEDULE BY FISCAL YEAR**

ISSUANCE	PURCHASED	Funding Source	FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24
BOND INTEREST CPS S-2007	City Buildings/Fire Dept	Half Cent	360,097.50	351,497.50	340,497.50	327,497.50	312,497.50	294,497.50	270,097.50	248,097.50	222,177.50	193,067.50	159,867.50	122,487.50	80,625.00
BOND FEE EXPENSES CPS 2007	City Buildings/Fire Dept	Half Cent	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00	2,299.00
BOND PRINCIPAL EXPENSE	City Buildings/Fire Dept	Half Cent	215,000.00	275,000.00	325,000.00	375,000.00	450,000.00	610,000.00	550,000.00	640,000.00	710,000.00	800,000.00	890,000.00	985,000.00	1,875,000.00
BOND INTERST CPS 2008B	Vehicles/Equipment	Half Cent/General/Motor Vehicle	15,225.00	9,450.00	3,150.00	COP 2008B FINAL PYMT SEP 2013 FOR SMALL ISSUANCE FOR									
BOND FEE EXPENSES CPS 2008E	Vehicles/Equipment	Half Cent/General/Motor Vehicle	576.00	576.00	229.00	VEHICLE /EQUIPMENT/TELEPHONE RELEASING GENERAL FUND									
BOND PRINCIPAL CPS 2008B	Vehicles/Equipment	Half Cent/General/Motor Vehicle	110,000.00	120,000.00	60,000.00	AND HALF CENT SALES TAX OBLIGATION FINAL PYMT SEP 2014									
						FOR PUBLIC WORKS VEHICLES RELEASING MOTOR VEHICLE TAX									
LEASE PURCHASE PRINCIPAL	Fire Truck	General Fund	80,000.00	85,000.00	FIRE TRUCK										
LEASE PURCHASE INTEREST	Fire Truck	General Fund	7,017.50	3,697.50	FINAL PYMT SEP 2013										
LEASE PURCHASE FEE	Fire Truck	General Fund	1,306.26	1,306.26	RELEASING GENERAL FUND										
LEASE PURCHASE PAYMENT	Public Works Vehicle	Motor Vehicle	44,000.00	PW TRUCKS - LP07 FINAL											
LEASE PURCHASE INTEREST	Public Works Vehicle	Motor Vehicle	1,485.00	PYMT JUL 2012 RELEASING											
						MOTOR VEHICLE TAX REV									
						OBLIGATION									
BOND INTEREST COP 2009	City Buildings	Half Cent	100,100.02	94,550.02	89,300.02	82,700.02	75,950.02	69,700.00	61,300.00	53,600.00	45,800.00	38,000.00	30,800.00	24,200.00	18,200.00
BOND PRINCIPAL COP 2009	City Buildings	Half Cent	185,000.00	175,000.00	220,000.00	225,000.00	200,000.00	210,000.00	220,000.00	195,000.00	195,000.00	180,000.00	165,000.00	150,000.00	455,000.00
BOND FEES COP 2009B	City Buildings	Half Cent	1,181.50	996.00	996.00	996.00	996.00	996.00	996.00	996.00	996.00	996.00	996.00	996.00	996.00
BOND INTEREST COP 2009	Nassif/Park Equip	Three-eights Cent	173,587.50	172,387.50	171,037.50	169,687.50	168,337.50	167,087.50	165,287.50	163,537.50	161,537.50	159,537.50	157,537.50	154,737.50	150,537.50
BOND PRINCIPAL COP 2009	Nassif/Park Equip	Three-eights Cent	40,000.00	45,000.00	45,000.00	45,000.00	40,000.00	45,000.00	50,000.00	50,000.00	50,000.00	50,000.00	70,000.00	105,000.00	130,000.00
BOND FEES COP 2009A	Nassif/Park Equip	Three-eights Cent	1,239.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00
BOND PRINCIPAL COP 2010	City Hall Remodel/Hamilton	Half Cent/School	60,000.00	205,000.00	210,000.00	210,000.00	220,000.00	65,000.00	75,000.00	75,000.00	75,000.00	75,000.00	75,000.00	85,000.00	80,000.00
BOND INTEREST COP 2010	City Hall Remodel/Hamilton	Half Cent/School	161,492.50	159,092.50	152,430.00	145,605.00	139,305.00	132,705.00	130,105.00	127,105.00	124,105.00	121,105.00	118,105.00	114,730.00	110,905.00
BOND FEES COP 2010	City Hall Remodel/Hamilton	Half Cent/School	1,500.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00
BOND PRINCIPAL COP 2011	Vehicles	Motor Vehicle/General	74,300.00	80,800.00	80,900.00	56,500.00	27,800.00	27,800.00							
BOND INTEREST COP 2011	Vehicles	Motor Vehicle/General	10,571.50	8,245.00	5,617.25	3,212.75	1,668.00	556.00							
BOND FEES COP 2011	Vehicles	Motor Vehicle/General	907.50	907.50	907.50	555.00	545.00	545.00							
BOND PRINCIPAL COP 2011	Fitness Equipment	Three-eights Cent	17,200.00	18,600.00	18,700.00	18,300.00									
BOND INTEREST COP 2011	Fitness Equipment	Three-eights Cent	2,111.00	1,574.00	967.75	320.25									
BOND FEES COP 2011	Fitness Equipment	Three-eights Cent	190.50	190.50	190.50	190.50									
TANDEM TRUCK INTEREST	Tandem Truck	Motor Vehicle	5,856.46	5,872.91	5,126.39	4,121.24	3,077.78	1,994.56	870.05						
TANDEM TRUCK PRINCIPAL	Tandem Truck	Motor Vehicle		12,804.48	26,371.93	27,377.08	28,420.54	29,503.76	30,628.27						
TANDEM TRUCK FEES	Tandem Truck	Motor Vehicle													
TOTAL FUND 310			1,672,243.74	1,832,848.67	1,761,722.34	1,697,363.84	1,673,898.34	1,660,686.32	1,559,585.32	1,558,637.00	1,589,917.00	1,623,007.00	1,672,607.00	1,747,452.00	2,906,564.50

Note: Fees are estimated for budgeting purposes.

Debt reserve has been set aside to be used as part of the final payment.

Issuance COP 2010 amount includes the portion the School pays thru the City.

The Debt paid off is offset by the fact that other existing Debt payments increase. Most of the growth in the amount of debt payments affects the Half Cent Tax, per our current debt schedule after FY18 the Motor Vehicle Tax with no more debt tied to it.

Overall Debt for the Governmental Funds and Parks department (and not including NID's and WPC) begins to decrease in FY14 thru FY20, then increases in FY21 thru FY24. The COP 07 and City Portion of COP 09 are paid off in FY24 utilizing Debt Reserve significantly reducing the City Debt obligation.

**DEBT SERVICE FUND**



**DEBT SCHEDULE BY FISCAL YEAR**

ISSUANCE	PURCHASED	Funding Source	FY25	FY26	FY27	FY28	FY29	FY30	FY31	FY32	FY33	TOTAL	DEBT RESERVE
BOND INTEREST CPS S-2007	City Buildings/Fire Dept	Half Cent										3,283,005.00	
BOND FEE EXPENSES CPS 2007	City Buildings/Fire Dept	Half Cent										29,887.00	
BOND PRINCIPAL EXPENSE	City Buildings/Fire Dept	Half Cent										8,700,000.00	891,500.00
BOND INTERST CPS 2008B	Vehicles/Equipment	Half Cent/General/Motor Vehicle										27,825.00	
BOND FEE EXPENSES CPS 2008E	Vehicles/Equipment	Half Cent/General/Motor Vehicle										1,381.00	
BOND PRINCIPAL CPS 2008B	Vehicles/Equipment	Half Cent/General/Motor Vehicle										290,000.00	
LEASE PURCHASE PRINCIPAL	Fire Truck	General Fund										165,000.00	
LEASE PURCHASE INTEREST	Fire Truck	General Fund										10,715.00	
LEASE PURCHASE FEE	Fire Truck	General Fund										2,612.52	
LEASE PURCHASE PAYMENT	Public Works Vehicle	Motor Vehicle										44,000.00	
LEASE PURCHASE INTEREST	Public Works Vehicle	Motor Vehicle										1,485.00	
BOND INTEREST COP 2009	City Buildings	Half Cent										784,200.10	
BOND PRINCIPAL COP 2009	City Buildings	Half Cent										2,775,000.00	317,821.96
BOND FEES COP 2009B	City Buildings	Half Cent										13,133.50	
BOND INTEREST COP 2009	Nassif/Park Equip	Three-eights Cent	145,337.50	138,137.50	129,362.50	119,012.50	107,312.50	93,812.50	77,662.50	59,137.50	38,712.50	3,043,325.00	385,506.26
BOND PRINCIPAL COP 2009	Nassif/Park Equip	Three-eights Cent	160,000.00	195,000.00	230,000.00	260,000.00	300,000.00	340,000.00	390,000.00	430,000.00	815,000.00	3,885,000.00	
BOND FEES COP 2009A	Nassif/Park Equip	Three-eights Cent	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	1,147.00	25,326.00	
BOND PRINCIPAL COP 2010	City Hall Remodel/Hamilton	Half Cent/School	415,000.00	435,000.00	455,000.00	475,000.00	500,000.00					3,790,000.00	
BOND INTEREST COP 2010	City Hall Remodel/Hamilton	Half Cent/School	107,305.00	88,630.00	68,185.00	46,800.00	24,000.00					2,071,710.00	
BOND FEES COP 2010	City Hall Remodel/Hamilton	Half Cent/School	1,855.00	1,855.00	1,855.00	1,855.00	1,855.00					33,035.00	
BOND PRINCIPAL COP 2011	Vehicles	Motor Vehicle/General										348,100.00	
BOND INTEREST COP 2011	Vehicles	Motor Vehicle/General										29,870.50	
BOND FEES COP 2011	Vehicles	Motor Vehicle/General										4,367.50	
BOND PRINCIPAL COP 2011	Fitness Equipment	Three-eights Cent										72,800.00	
BOND INTEREST COP 2011	Fitness Equipment	Three-eights Cent										4,973.00	
BOND FEES COP 2011	Fitness Equipment	Three-eights Cent										762.00	
TANDEM TRUCK INTEREST	Tandem Truck	Motor Vehicle										26,919.39	
TANDEM TRUCK PRINCIPAL	Tandem Truck	Motor Vehicle										155,106.06	
TANDEM TRUCK FEES	Tandem Truck	Motor Vehicle										0.00	
<b>TOTAL FUND 310</b>			<b>830,644.50</b>	<b>859,769.50</b>	<b>885,549.50</b>	<b>903,814.50</b>	<b>934,314.50</b>	<b>434,959.50</b>	<b>468,809.50</b>	<b>490,284.50</b>	<b>854,859.50</b>	<b>29,619,538.57</b>	

Note: Fees are estimated for budgeting purposes.

Debt reserve has been set aside to be used as part of the final payment.

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