

Debt Service Fund

FUND DESCRIPTION

The Bonded Debt Service Fund provides for bond principal and interest payments on outstanding bond issues. Voter approval in November 2006, for the authority to issue up to \$77.5 million of general obligation bonds to fund future capital projects, provided the authorization for the 2007 General Obligation Bond Series in the amount of \$20,000,000 and the 2009 bonds in the amount of \$14,000,000. A second 2009 series in the amount of \$15,000,000 was sold in June 2009.

The 2007 bonds mature in one million dollar increments, which began April 1, 2008, and continue through 2027. The bonds have an effective interest rate of 4.0256% and coupons range from 4.0% to 5.0%.

A second General Obligation Bond Series was issued in March 2009, in the amount of \$14,000,000. These bonds mature in increments of \$960,000 beginning in March 2010 and continuing through 2024. These bonds have an effective interest rate of 3.7% and coupons range from 3% to 4.375%. The third General Obligation Bond Series was issued in June 2009 for purposes of the purchase of the Command and Business Operations Center building and its seismic reconstruction at an expected several million dollar savings over the previously planned construction. Due to the tenuousness of the debt and investment markets in the spring of 2009, the District elected to issue the first series of 2009 bonds in the smallest known amount required. As the District has identified property at a price very advantageous to the taxpayers and of good value, siting and ease to seismically reinforce, the bond sale for that component was planned and successfully completed in June 2009. The Series B bonds for \$15,000,000 mature through 2029 and have an effective true interest cost to the District of 3.83%. Coupons range from 3.0% to 4.25%.

The District levies sufficient funds to make scheduled and anticipated debt service payments for all issues, plus an amount necessary to meet the first bond payments each year prior to collection of levied property taxes.

BUDGET SUMMARY

Expenditures	2006-07 Actual	2007-08 Actual	2008-09 Budget	2009-10 Budget
2009 Debt Service, Series B				\$1,128,227
2009 Debt Service				1,040,454
2007 Debt Service	\$690,000	\$1,821,042	\$1,794,500	1,744,500
2000 Debt Service	684,000	798,250	814,875	
1999 Debt Service	76,200	687,600	707,200	
Fund Balance Reserved	1,273,796	1,321,652	372,250	869,337
Total Expenditures	\$2,723,996	\$4,628,544	\$3,688,825	\$4,782,518

Debt Service Fund, continued

MATURITY SCHEDULES

	Series 2007 Bonds		Series 2009 Bonds		Series 2009 B Bonds	
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest
2009-10	\$1,000,000	\$744,500	\$560,000	\$480,453	\$555,000	\$573,227
2010-11	1,000,000	694,500	960,000	486,000	560,000	558,173
2011-12	1,000,000	652,000	960,000	457,200	570,000	541,373
2012-13	1,000,000	612,000	960,000	428,400	580,000	524,272
2013-14	1,000,000	572,000	960,000	399,600	595,000	506,873
2014-29	13,000,000	3,771,250	9,600,000	2,157,600	12,140,000	4,377,259
	\$18,000,000	\$7,046,250	\$14,000,000	\$4,409,253	\$15,000,000	\$7,081,177

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<i>Historical Data</i>			<i>Budget for Next Year 2009-10</i>			
Actual Second Preceding Year 2006-07	Actual First Preceding Year 2007-08	Adopted Budget This Year 2008-09		Proposed by Budget Officer	Approved by Budget Committee	Adopted by Governing Board
			Resources			
			Beginning Fund Balance (Cash Basis) or			
\$1,165,747	\$1,273,796	\$1,155,729	Working Capital (Accrual Basis)	\$319,734	\$319,734	\$319,734
26,065	26,207	33,963	Previously Levied Taxes Estimated to be Rec'd	33,963	33,963	33,963
39,888	60,032	25,255	Earnings from Temporary Investments	14,000	14,000	14,000
485	5,549	855	Interest on Taxes	700	700	700
2,150	57	215	Tax in Lieu of Property Tax	215	215	215
1,234,335	1,365,641	1,216,017	Total Resources, Except Taxes to be Levied	368,612	368,612	368,612
		2,472,808	Taxes Necessary to Balance	5,056,592	5,056,592	4,413,906
1,489,661	3,262,903		Taxes Collected in Year Levied			
\$2,723,996	\$4,628,544	\$3,688,825	Total Resources	\$5,425,204	\$5,425,204	\$4,782,518
			Requirements			
			Bond Principal Payments			
	\$635,000	\$680,000	1999 - Jan 15			
\$590,000	740,000	795,000	2000 - Jul 15			
			2007 - Apr 01	\$1,000,000	\$1,000,000	\$1,000,000
690,000	1,000,000	1,000,000	2009 - Sep 01	560,000	560,000	560,000
			2009 - Dec 15	1,000,000	1,000,000	555,000
1,280,000	2,375,000	2,475,000	Total Principal	2,560,000	2,560,000	2,115,000
			Bond Interest Payments			
			1999 - July 15			
38,100	26,300	13,600	1999 - Jan 15			
38,100	26,300	13,600	2000 - Jul 15			
55,625	19,875	19,875	2000 - Jan 15			
38,375	38,375		2007 - Apr 01	372,250	372,250	372,250
		397,250	2007 - Oct 01	372,250	372,250	372,250
	821,042	397,250	2009 - Sep 01	480,454	480,454	480,454
			2009B - Dec 15	400,000	400,000	285,815
			2009B - June 15			287,412
170,200	931,892	841,575	Total Interest	1,624,954	1,624,954	1,798,181
			Reserves			
			Unappropriated Balance for Next Year			
		372,250	2007 - Oct 01 - Interest	347,250	347,250	347,250
			2009 - Sep 01 - Interest	243,000	243,000	243,000
			2009B - June 15 - Interest	650,000	650,000	279,087
1,273,796	1,321,652	372,250	Total Unappropriated Ending Fund Balance	1,240,250	1,240,250	869,337
\$2,723,996	\$4,628,544	\$3,688,825	Total Requirements	\$5,425,204	\$5,425,204	\$4,782,518