

DEBT SERVICE FUND

Mission and Responsibilities:

The Debt Service Fund accounts for the accumulation of resources and payment of principal and interest on general long-term debt levied for public improvements. The following outstanding bond issues and debt are included in this fund for debt services payments to be made in 2007 and 2008

- 2001 Pavilion G.O. – This is for the 2001 Council-approved bonds of \$1,250,000 issued for capital improvements to the Recreation Pavilion and pool. Revenues are derived from recreation fees. The bonds will be paid off in 2015
- Limited Tax General Obligation (LTGO) and Refunding Bonds, 2003 Series A (\$3,290,000) to refund the 1993 Limited Tax General Obligation Bonds, to prepay the SNOCOM Loans, to finance the construction of a new Fire Station in the amount of \$1,500,000 and to pay for all costs incidental to the issuance of the LTGO and Refunding Bonds
- 2003 Unlimited Tax General Obligation Refunding Bonds, 2003 Series B to refund the 1993B (\$840,000) Refunded Bonds approved by voters
- A loan from the Washington State Local Option Capital Asset Lending (LOCAL) Loan program for the purchase and installation of a new HVAC system at the Pavilion in the amount of \$1,200,000. Payments are due in annual installments of \$39,000 to \$60,000 through December 2014, with an interest rate of 3.44%
- 2007 Limited Tax General Obligation Funds totaling \$7,500,000 are proposed to fund Town Center improvements (i.e., roads, underground utilities, streetscapes, planned action ordinance, art, etc.) and new City Hall

Financial Summary:

	2003	2004	2005	2006	2007	2008
SOURCES & USES	Actual	Actual	Actual	Revised	Adopted	Adopted
BEGINNING FUND BALANCE	\$ 263,650	\$242,200	\$246,798	\$ -	\$6,551	\$ -
REVENUES						
Property Tax	194,403	195,129	188,644	190,700	185,450	165,200
Investment Interest	15,176	19,426	18,959	9,550	3,000	3,000
Total Operating Revenues	\$ 209,579	\$ 214,555	\$ 207,603	\$ 200,250	\$ 188,450	\$ 168,200
Other Financing Sources:						
Transfer from General Fund	\$139,963	\$281,589	\$72,220	\$339,533	\$302,288	\$313,328
Transfer from Recreation	185,000	185,000	185,000	185,000	185,000	185,000
Transfer from REET Fund	144,870	146,025	103,760	107,336	142,250	142,250
Transfer from REET (2007 GO Bonds)						615,000
Transfer from Equipment Rental	64,956	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources	534,789	612,614	360,980	631,869	629,538	1,255,578
TOTAL REVENUES & OTHER SOURCES	\$1,008,018	\$1,069,369	\$815,381	\$ 832,119	\$ 824,539	\$ 1,423,778
EXPENDITURES						
Long Term Debt - Principal	\$ 588,754	\$ 595,730	\$ 604,799	\$ 629,431	\$ 647,117	\$ 651,409
Long Term Debt - Interest	174,388	225,932	209,672	193,137	174,422	154,369
Long Term Debt - 2007 GO Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	615,000
Total Service Fees	2,676	909	910	3,000	3,000	3,000
TOTAL EXPENDITURES & OTHER USES	\$ 765,818	\$ 822,571	\$ 815,381	\$ 825,568	\$ 824,539	\$ 1,423,778
ENDING FUND BALANCES	\$242,200	\$246,798	\$ -	\$6,551	\$ -	\$ -
TOTAL EXPENDITURES, OTHER USES & FUND BALANCES	\$ 1,008,018	\$ 1,069,369	\$815,381	\$ 832,119	\$824,539	\$1,423,778