

DEBT SERVICE FUNDS

Description The Debt Service Funds account for accumulation of revenues and the payment of general long-term debt principal and interest. The debt service funds include debt service for voter-approved debt and operating debt, as well as Special Assessment District debt.

**WASHOE COUNTY
STATUTORY DEBT LIMITATION
(as reported in the 2008 Debt Management Policy)
June 30, 2008**

Assessed valuation for Fiscal Year 2008-2009	\$15,489,078,879
(includes assessed valuation for Reno Redevelopment Agencies 1 and 2, Reno Increment District, and Sparks Redevelopment Agencies 1 and 2 in the total amount of \$383,586,403)	
Statutory Debt Limitation	\$ 1,548,907,888
Less:	
Outstanding General Obligation Indebtedness	\$ <u>421,551,117</u>
Additional Statutory Debt Capacity	\$ 1,127,356,771

State statutes limit the aggregate principal amount of the County's general obligation debt to 10% of the County's total reported assessed valuation. Based upon the assessed valuation for Fiscal Year 2008-2009 of \$15,489,078,879 (includes assessed valuation for Reno Redevelopment Agencies 1 and 2, Reno Increment District, and Sparks Redevelopment Agencies 1 and 2 in the total amount of \$383,586,403), the County's debt limit for general obligations is \$1,548,907,888.

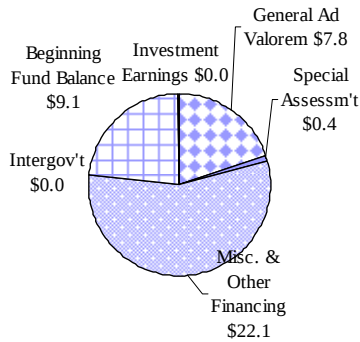
In addition to the county's legal debt limit as a percentage of its total assessed value, the County's ability to issue future property tax supported debt is also constrained by constitutional and statutory limits of total property taxes that may be levied.

Schedule of Five Year Debt Service Requirements as of June 30, 2008

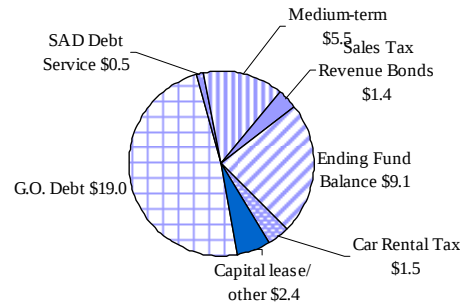
	Fiscal Year				
	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
Current General Obligation Debt Service Supported by Ad Valorem Taxes	\$7,736,850	\$7,759,324	\$7,762,619	\$4,970,638	\$4,971,749
Current & Proposed General Obligation Debt Service Supported by the Consolidated Tax	6,180,134	6,649,240	6,630,803	6,621,873	6,602,971
Medium Term Bonds	6,460,929	5,639,086	5,632,257	3,276,824	2,354,681
Current General Obligation Debt Service Supported by Water and Sewer Revenues	9,048,687	9,048,572	9,047,099	9,047,953	8,275,731
Current - Debt Service on Golf Course Bonds paid from golf course revenues	239,617	242,079	239,125	240,707	241,650
Current-Proposed Superior and Parity Bonds-Sales Tax Pledged Revenue Bonds	5,002,691	6,645,940	6,648,676	6,647,223	6,646,408
Car Rental Fee Revenue Bonds	1,173,774	1,315,248	1,353,058	1,393,845	1,316,439
Facilities and Convention Center Bonds-Room Tax General Obligation Revenue Bonds	8,995,279	8,979,249	8,357,275	7,046,716	9,711,236
TOTALS	\$44,837,961	\$46,278,738	\$45,670,912	\$39,245,779	\$40,120,865

Revenue and Expenditure Summaries – Debt Service Funds

Debt Service Funds Revenue Summary
FY2008-2009
\$39,438,534



Debt Service Funds Expenditure Summary
FY2008-2009
\$39,438,534



Revenue Summary – Debt Service Funds

Revenue Type	2005-2006 Actual	2006-2007 Actual	2007-2008 Final Budget	2007-2008 Estimate to Complete	2008-2009 Final Budget	% of Total Debt Revenue
Ad Valorem:						
General	8,626,253	8,022,033	7,790,924	7,931,161	7,786,214	22.63%
Special Assessments	420,701	372,295	487,250	487,250	411,000	1.05%
Intergovernmental:						
Interlocal Agreement	459,444	459,444	4,289,316	4,289,316	-	1.30%
Miscellaneous:						
Investment Earnings	198,887	60,536	61,375	61,375	58,200	0.17%
Penalties	23,743	21,209	17,500	17,500	20,050	0.06%
Other	208,763	203,813	187,655	187,655	161,550	0.57%
Other Financing Sources						
Transfers In	15,474,076	14,060,480	21,691,697	19,798,270	21,906,856	39.66%
Beginning Fund Balance	12,855,428	12,255,357	12,278,136	8,858,568	9,094,664	34.57%
Total	38,267,295	35,455,166	46,803,853	41,631,095	39,438,534	100.00%

Expenditure Summary – Debt Service Funds

Expenditure Type	2005-2006 Actual	2006-2007 Actual	2007-2008 Final Budget	2007-2008 Estimate to Complete	2008-2009 Final Budget	% of Total Debt Expense
G.O. Debt Service	7,750,166	13,860,670	7,735,495	20,602,541	19,032,866	39.09%
Medium-term Debt Service	11,222,392	8,310,797	22,358,133	7,597,660	5,528,506	23.44%
Capital lease/other	2,362,087	2,353,211	2,358,327	2,358,297	2,353,579	6.64%
Sales Tax Revenue Bonds	2,441,327	1,417,272	1,420,988	1,420,988	1,419,438	4.00%
Car Rental Tax Bonds	-	-	-	-	1,505,746	0.00%
SAD Debt Service	786,981	654,648	556,520	556,945	534,950	1.85%
Transfers Out	1,448,985	-	-	-	-	0.00%
Ending Fund Balance	12,255,357	8,858,568	12,374,390	9,094,664	9,063,449	24.99%
Total	38,267,295	35,455,166	46,803,853	41,631,095	39,438,534	100.00%

DEBT SERVICE FUND

Fund

To account for ad valorem taxes and investment earnings thereon, specifically apportioned and appropriated for the retirement of ad valorem supported debt principal and interest, as well as the payment of other debt supported by other legal resources transferred in from various funds.

Fiscal Summary Revenue	2005-2006 Actual	2006-2007 Actual	2007-2008 Final Budget	2007-2008 Estimate to Complete	2008-2009 Final Budget	\$ Change From 07/08 - 08/09 Final Budget
Ad valorem	8,626,253	8,022,033	7,790,924	7,931,161	7,786,214	(4,710)
Truckee River Water Quality Settlement	459,444	459,444	4,289,316	4,289,316	-	(4,289,316)
Investment Earnings	122,361	19,361	20,000	20,000	19,500	(500)
Fines and Forfeits	-	-	-	-	-	-
Miscellaneous	200	100	-	-	-	-
Transfers In	15,433,515	14,052,957	21,691,697	19,798,271	21,906,856	215,159
Beginning Fund	10,238,171	11,103,973	11,034,606	7,715,918	7,775,179	(3,259,427)
Total	34,879,944	33,657,868	44,826,543	39,754,666	37,487,749	(7,338,794)

Fiscal Summary Expenditures	2005-2006 Actual	2006-2007 Actual	2007-2008 Final Budget	2007-2008 Estimate to Complete	2008-2009 Final Budget	\$ Change From 07/08 - 08/09 Final Budget
G.O. Backed Revenue						
Principal	4,175,000	6,384,583	4,550,000	11,398,810	8,463,753	3,913,753
Interest	3,567,411	7,459,858	3,178,146	9,180,658	10,544,189	7,366,043
Fees	7,755	16,229	7,349	23,074	24,924	17,575
Subtotal	7,750,166	13,860,670	7,735,495	20,602,542	19,032,866	11,297,371
Medium Term						
Principal	7,284,601	7,165,000	14,177,429	6,567,000	4,714,000	(9,463,429)
Interest	3,933,045	1,143,493	8,161,811	1,027,924	812,642	(7,349,169)
Fees	4,746	2,304	18,893	2,736	1,864	(17,029)
Subtotal	11,222,392	8,310,797	22,358,133	7,597,660	5,528,506	(16,829,627)
Capital Lease & Other						
Principal	1,795,778	1,876,745	1,977,774	1,977,744	2,067,774	90,000
Interest	564,309	474,466	378,553	378,553	283,805	(94,748)
Fees	2,000	2,000	2,000	2,000	2,000	-
Subtotal	2,362,087	2,353,211	2,358,327	2,358,297	2,353,579	(4,748)
Sales Tax Revenue Bond						
Principal	1,454,000	476,000	500,000	500,000	520,000	20,000
Interest	986,576	940,772	920,488	920,488	898,938	(21,550)
Fees	751	500	500	500	500	-
Subtotal	2,441,327	1,417,272	1,420,988	1,420,988	1,419,438	(1,550)
Car Rental Tax Bond						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	1,504,246	1,504,246
Fees	-	-	-	-	1,500	1,500
Subtotal	0	0	0	-	1,505,746	1,505,746
Ending Fund Balance	11,103,972	7,715,918	10,953,600	7,775,179	7,647,614	(3,305,986)
Total	34,879,944	33,657,868	44,826,543	39,754,666	37,487,749	(7,338,794)

DEBT SERVICE FUND – SPECIAL ASSESSMENT DISTRICTS

Fund Account for assessments, penalties and interest and other resources to retire debt issued for completed improvements benefiting properties against which the special assessments are levied:

- District 09 – SW Truckee Meadows: street, sanitary sewer and water improvements
- District 21 - Cold Springs: Sewer treatment plant
- District 25 - Calle de la Plata: Road project
- District 26 - Matterhorn Drive: Road project
- District 27 - Osage/Placerville: Road project
- District 29 - Mount Rose: Sewer Line project
- District 30 - Antelope Valley: Road project
- District 31 – Spearhead/Running Bear: Road project
- District 35 - Rhodes: Street Grading, Paving
- District 36 - Evergreen Hills Drive: Road Extension
- District 37 – Spanish Springs Sewer Phase 1a

Description The debt service fund for special assessment districts was established to account for the actual assessments levied and bonds or other debt incurred in the construction of a special assessment district project. Assessments are levied on specific parcels of land based on criteria approved for the particular assessment districted, related to the value of improvement of the parcel. Assessments collected in a particular assessment district can only be applied to the benefit of that district during the life of the indebtedness.

	2005-2006	2006-2007	2007-2008	2007-2008	2008-2009	\$ Change
Fiscal Summary Revenue	Actual	Actual	Final Budget	Estimate to Complete	Final Budget	From 07/08 - 08/09 Final Budget
Special Assessments	420,701	372,295	487,250	487,250	411,000	(76,250)
Interest	186,683	166,733	187,655	187,655	161,550	(26,105)
Investment Earnings	39,970	61,967	41,375	41,375	38,700	(2,675)
Penalties	23,743	21,209	17,500	17,500	20,050	2,550
Other	98,997	23,709	-	-	-	-
Transfers In	-	-	-	-	-	-
Beginning Fund Bal	2,617,257	1,151,385	1,243,530	1,142,650	1,319,485	75,955
Total	3,387,351	1,797,298	1,977,310	1,876,430	1,950,785	(26,525)

	2005-2006	2006-2007	2007-2008	2007-2008	2008-2009	\$ Change
Fiscal Summary Expenditures	Actual	Actual	Final Budget	Estimate to Complete	Final Budget	From 07/08 - 08/09 Final Budget
Principal	505,746	460,650	346,634	346,634	340,410	(6,224)
Interest	150,091	133,448	172,437	172,437	133,883	(38,554)
Assessment Refunds	4,774	20,960	-	37,874	4,000	4,000
Fees	51,715	4,523	3,749	-	55,727	51,978
Services and Supplies	74,655	35,067	33,700	-	930	(32,770)
Transfers	1,448,985	-	-	-	-	-
Ending Fund Bal	1,151,385	1,142,650	1,420,790	1,319,485	1,415,835	(4,955)
Total	3,387,351	1,797,298	1,977,310	1,876,430	1,950,785	(26,525)