

## 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 2010 Debt Management Policy)  
June 30, 2010**

Assessed valuation for Fiscal Year 2009-2010 (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 \$437,091,352)	\$15,536,567,014
Statutory Debt Limitation	\$ 1,553,656,701
Less:	
Outstanding General Obligation Indebtedness	\$ 335,080,748
Additional Statutory Debt Capacity	\$ 1,218,575,953

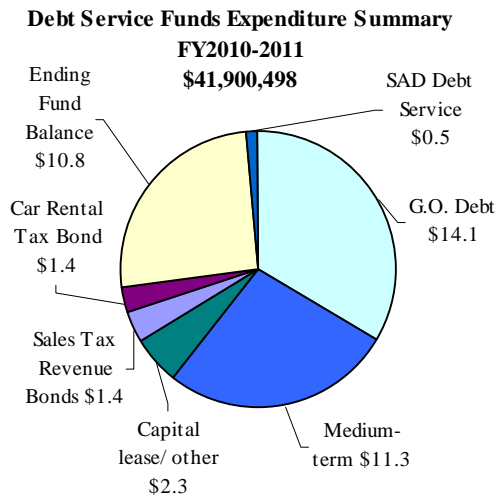
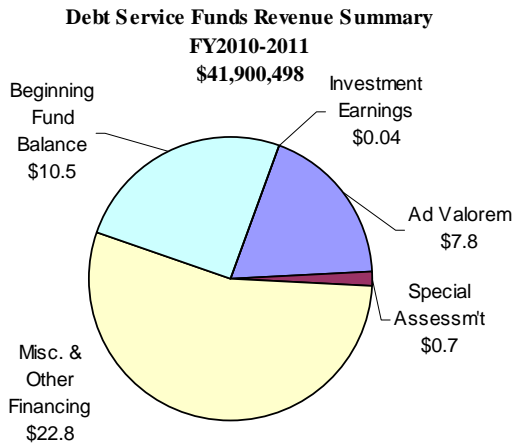
State statutes limit the aggregate principal amount of the County’s general obligation debt to 10% of the County’s total reported assessed valuation. Based upon the assessed valuation for Fiscal Year 2008-2009 of \$15,536,567,014 (includes assessed valuation for Reno Redevelopment Agencies 1 and 2, Reno Increment District, and Sparks Redevelopment Agencies 1 and 2 in the total amount of \$437,091,352), the County’s debt limit for general obligations is \$1,553,656,701.

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, 2010**

	Fiscal Year				
	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015
Current General Obligation Debt Service Supported by Ad Valorem Taxes	\$7,732,246	\$4,942,279	\$4,942,464	\$4,940,226	\$4,942,533
Current & Proposed General Obligation Debt Service Supported by the Consolidated Tax	5,024,603	5,016,873	5,006,008	5,001,428	4,992,325
Medium Term Bonds	12,202,444	1,491,689	566,014	566,051	566,399
Current General Obligation Debt Service Supported by Water and Sewer Revenues	6,071,399	6,069,253	5,301,231	5,301,256	5,305,760
Current - Debt Service on Golf Course Bonds paid from golf course revenues	239,125	240,707	241,650	241,840	241,310
Current-Proposed Superior and Parity Bonds-Sales Tax Pledged Revenue Bonds	2,734,676	2,733,223	2,734,908	2,734,563	2,737,007
Car Rental Fee Revenue Bonds	1,353,058	1,388,870	1,311,595	1,345,862	1,387,793
Facilities and Convention Center Bonds-Room Tax General Obligation Revenue Bonds	6,419,495	7,046,716	9,711,236	9,694,263	9,690,794
<b>TOTALS</b>	<b>\$41,777,046</b>	<b>\$27,437,921</b>	<b>\$29,249,092</b>	<b>\$29,259,438</b>	<b>\$29,297,522</b>

## Revenue and Expenditure Summaries – Debt Service Funds



### Revenue Summary – Debt Service Funds

Revenue Type	2006-2007 Actual	2007-2008 Actual	2008-2009 Actual	2009-2010 Estimate	2010-2011 Final Budget	% Change From 09/10 - 10/11 Budget
Ad Valorem:						
General	8,022,033	7,939,735	7,810,155	7,874,881	7,830,019	19.66%
Special Assessments	372,295	602,346	525,782	800,558	717,795	1.49%
Intergovernmental:						
Interlocal Agreement	459,444	4,289,316	-	-	-	10.62%
Miscellaneous:						
Investment Earnings	60,536	79,753	67,428	43,550	42,400	0.20%
Penalties	21,209	35,755	37,255	29,675	28,675	0.09%
Other	203,813	100	100	-	-	0.00%
Other Financing Sources						
Transfers In	14,060,480	18,583,382	39,822,880	16,414,842	22,742,357	46.01%
Beginning Fund Balance	12,255,358	8,858,566	9,003,244	10,236,976	10,539,252	21.93%
<b>Total</b>	<b>35,455,168</b>	<b>40,388,953</b>	<b>57,266,844</b>	<b>35,400,482</b>	<b>41,900,498</b>	<b>100.00%</b>

### Expenditure Summary – Debt Service Funds

Expenditure Type	2006-2007 Actual	2007-2008 Actual	2008-2009 Actual	2009-2010 Estimate	2010-2011 Final Budget	% Change From 09/10 - 10/11 Budget
G.O. Debt Service	13,860,670	19,370,953	35,969,183	14,135,562	14,119,184	47.96%
Medium-term Debt Service	8,310,797	7,596,787	5,528,074	4,710,006	11,274,163	18.81%
Capital lease/other	2,353,211	2,358,327	2,353,580	2,353,293	2,346,849	5.84%
Sales Tax Revenue Bonds	1,417,272	1,420,987	1,419,438	1,421,670	1,422,412	3.52%
Car Rental Tax Bond	-	-	1,177,014	1,528,319	1,359,058	0.00%
SAD Debt Service	654,648	638,655	582,580	712,379	541,298	1.58%
Transfers Out	-	-	-	-	-	0.00%
Ending Fund Balance	8,858,568	9,003,244	10,236,976	10,539,252	10,837,534	22.29%
<b>Total</b>	<b>35,455,166</b>	<b>40,388,953</b>	<b>57,266,845</b>	<b>35,400,481</b>	<b>41,900,498</b>	<b>100.00%</b>

## 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.

	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	\$ Change From 09/10 - 10/11 Budget
<b>Fiscal Summary Revenue</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Estimate</b>	<b>Final Budget</b>	
Ad valorem	8,022,033	7,939,735	7,810,155	7,874,881	7,830,019	(44,862)
Truckee River Water Quality Settlement Agreement Joint Venture	459,444	4,289,316	-	-	-	-
Investment Earnings	19,361	14,622	7,871	-	-	-
Fines and Forfeits	-	-	-	-	-	-
Miscellaneous	100	100	100	-	-	-
Other Financing Sources (Uses)	14,052,957	18,560,476	39,822,880	16,414,842	22,742,357	6,327,515
Beginning Fund	11,103,973	7,715,918	7,773,113	8,966,831	9,107,703	140,872
<b>Total</b>	<b>33,657,868</b>	<b>38,520,167</b>	<b>55,414,119</b>	<b>33,256,554</b>	<b>39,680,079</b>	<b>6,423,525</b>

	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	\$ Change From 09/10 - 10/11 Budget
<b>Fiscal Summary Expenditures</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Estimate</b>	<b>Final Budget</b>	
G.O. Backed Revenue						-
Principal	6,384,583	11,398,810	17,004,577	7,456,822	7,804,851	348,029
Interest	7,459,858	7,964,718	8,288,943	6,629,169	6,264,762	(364,407)
Fees	16,229	7,425	10,675,663	49,571	49,571	-
<b>Subtotal</b>	<b>13,860,670</b>	<b>19,370,953</b>	<b>35,969,183</b>	<b>14,135,562</b>	<b>14,119,184</b>	<b>(16,378)</b>
Medium Term						-
Principal	7,165,000	6,567,000	4,714,000	4,099,000	10,950,000	6,851,000
Interest	1,143,493	1,027,923	812,642	609,642	323,231	(286,411)
Fees	2,304	1,864	1,432	1,364	932	(432)
<b>Subtotal</b>	<b>8,310,797</b>	<b>7,596,787</b>	<b>5,528,074</b>	<b>4,710,006</b>	<b>11,274,163</b>	<b>6,564,157</b>
Capital Lease & Other						-
Principal	1,876,745	1,977,774	2,068,864	2,170,022	2,271,250	101,228
Interest	474,466	378,553	282,716	181,271	73,599	(107,672)
Fees	2,000	2,000	2,000	2,000	2,000	-
<b>Subtotal</b>	<b>2,353,211</b>	<b>2,358,327</b>	<b>2,353,580</b>	<b>2,353,293</b>	<b>2,346,849</b>	<b>(6,444)</b>
Sales Tax Revenue Bonds						-
Principal	476,000	500,000	520,000	545,000	570,000	25,000
Interest	940,772	920,487	898,938	876,170	851,912	(24,258)
Fees	500	500	500	500	500	-
<b>Subtotal</b>	<b>1,417,272</b>	<b>1,420,987</b>	<b>1,419,438</b>	<b>1,421,670</b>	<b>1,422,412</b>	<b>742</b>
Car Rental Tax Bond						-
Principal	-	-	-	588,320	455,700	(132,620)
Interest	-	-	1,173,814	933,999	897,358	(36,641)
Fees	-	-	3,200	6,000	6,000	-
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>1,177,014</b>	<b>1,528,319</b>	<b>1,359,058</b>	<b>(169,261)</b>
<b>Ending Fund Balance</b>	<b>7,715,918</b>	<b>7,773,113</b>	<b>8,966,831</b>	<b>9,107,703</b>	<b>9,158,413</b>	<b>50,710</b>
<b>Total</b>	<b>33,657,868</b>	<b>38,520,167</b>	<b>55,414,120</b>	<b>33,256,553</b>	<b>39,680,079</b>	<b>6,423,526</b>

## 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 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.

	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	\$ Change From 09/10 - 10/11 Budget
<b>Fiscal Summary Revenue</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Estimate</b>	<b>Final Budget</b>	
Special Assessments	372,295	425,208	363,665	623,208	542,445	(80,763)
Interest	166,733	177,138	162,117	177,350	175,350	(2,000)
Investment Earnings	61,967	65,131	59,557	43,550	42,400	(1,150)
Penalties	21,209	35,755	37,255	29,675	28,675	(1,000)
Other	23,709	-	-	-	-	-
Transfers In	-	22,906	-	-	-	-
Beginning Fund Bal	1,151,385	1,142,648	1,230,131	1,270,145	1,431,549	161,404
<b>Total</b>	<b>1,797,298</b>	<b>1,868,786</b>	<b>1,852,725</b>	<b>2,143,928</b>	<b>2,220,419</b>	<b>76,491</b>

	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011	\$ Change From 09/10 - 10/11 Budget
<b>Fiscal Summary Expenditures</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Estimate</b>	<b>Final Budget</b>	
Principal	460,650	445,987	405,410	485,375	333,868	(151,507)
Interest	133,448	146,455	129,319	173,224	160,175	(13,049)
Assessment Refunds	20,960	2,930	-	-	-	-
Fees	4,523	43,283	47,851	53,780	47,255	(6,525)
Services and Supplies	35,067	-	-	-	-	-
Transfers	-	-	-	-	-	-
Ending Fund Bal	1,142,650	1,230,131	1,270,145	1,431,549	1,679,121	247,572
<b>Total</b>	<b>1,797,298</b>	<b>1,868,786</b>	<b>1,852,725</b>	<b>2,143,928</b>	<b>2,220,419</b>	<b>76,491</b>