

## **DEBT SERVICE: FINANCIAL MANAGEMENT**

### **Objective**

It is the objective of the Board of County Commissioners to provide its citizens with sound, long-term financial management of County resources; in order to achieve this objective the Board adopted a long-term financial management policy.

### **Financial Management Policies**

1. Capital projects financed through the issuance of debt will not be financed for a period that exceeds the useful life of the project or the life of the supporting revenue source.
2. Interest and cost will be capitalized only as they relate to the construction of facilities, and will be limited to those expenses encumbered prior to the actual operation of the facility or its improvement.
3. Annually, no later than 60 days after the Comprehensive Annual Financial Report is released by the County's independent auditors, staff will report on the County's debt capacity. The report that the County will consider includes the following elements in determining the County's debt capacity:
  - a. Debt Service Per Capita
  - b. Total Long-Term Debt as A Percentage of Total Taxable Property Values
  - c. Personal Income Per Capita
4. Factors other than those found in the report will also be considered in determining the County's debt capacity.

### **Debt Limits**

The Florida Constitution and Statutes prohibit the pledge of ad valorem tax revenue for long-term obligations unless authorized by a referendum of the voters. The following bonds have been issued in accordance with the provisions of State Law and are paid from ad valorem tax revenue derived from those areas only: three Countywide Limited Ad Valorem Tax bond issues, two Special Districts bond issues and one Municipal Service Taxing Unit bond issue.

|   | Outstanding<br>Debt as of<br>9/30/2005 | Finances the Activities of  |
|---|--|---|
| Limited Ad Valorem Tax Refunding and Improvement Bonds, Series 1996   | \$6,690,000                            | Environmentally Endangered Lands Acquisition (EELs)   |
| Limited Ad Valorem Tax Refunding Bonds, Series 2002   | \$6,775,000                            | Environmentally Endangered Lands Acquisition (EELs)   |
| North Brevard Recreation Special Tax District Brevard County Limited Ad Valorem Tax Bonds, Series 2001          | \$13,090,000                           | The acquisition, operation, and maintenance of Parks & Recreation Facilities in North Brevard County              |
| Merritt Island Recreation Municipal Service Taxing Unit Brevard County, Florida Limited Ad Valorem, Series 2001 | \$11,230,000                           | The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in Merritt Island       |
| South Brevard Recreation Special District Brevard County Limited Ad Valorem Tax Bonds, Series 2001              | \$38,860,000                           | The acquisition, development, operation, and maintenance of Parks & Recreation Facilities in South Brevard County |

## **DEBT SERVICE: FINANCIAL MANAGEMENT**

All other long-term debt is limited only by the credit worthiness of the revenue source and the projected use of the proceeds except as follows: A County Charter, approved by the voters of Brevard County in November, 1994, became effective January 1, 1995. This charter limits all bond issues pledging non-ad valorem revenues to issues of less than \$15,000,000 each unless approved by a referendum. However, the Charter excludes from these limitations projects, which are mandated by judicial decree, self-liquidating projects, utility or other enterprise funds, road projects funded by gasoline taxes, or the refinancing of any existing instruments of indebtedness to reduce the cost of debt service. This limitation increases with the increase in the consumer price index. At September 30, 2005 the potential effective charter limitation on bond issues was \$19,919,840.

**DEBT SERVICE: SUMMARY OF LONG-TERM DEBT**

|  | ACTUAL<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2004-2005 | ADOPTED<br>BUDGET<br>FY 2005-2006 | %<br>INC<br>(DEC) |
|--|------------------------|---------------------------------|---------------------------------|-----------------------------------|-------------------|
| <b>REVENUES:</b>                                 |                        |                                 |                                 |                                   |                   |
| Taxes  | \$21,878,288           | \$24,383,270                    | \$24,978,243                    | \$20,466,306                      | (18.06%)          |
| Licenses and Permits                             | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Intergovernmental                                | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Charges For Services                             | \$855,734              | \$853,942                       | \$70,000                        | \$62,000                          | (11.43%)          |
| Fines and Forfeits                               | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Miscellaneous                                    | \$1,432,697            | \$1,510,837                     | \$1,429,136                     | \$1,374,569                       | (3.82%)           |
| Statutory Reduction                              | (\$79,558)             | (\$1,219,750)                   | (\$1,202,220)                   | (\$973,807)                       | (19.00%)          |
| <i>Operating Revenues</i>                        | \$24,087,161           | \$25,528,299                    | \$25,275,159                    | \$20,929,068                      | (17.20%)          |
| Balance Forward - Operating                      | \$463,694              | \$504,205                       | \$343,724                       | \$434,413                         | 26.38%            |
| Balance Forward - Capital                        | \$738,111              | \$738,111                       | \$740,534                       | \$340,000                         | (54.09%)          |
| Balance Forward - Restricted                     | \$20,514,553           | \$21,603,028                    | \$27,182,303                    | \$21,668,303                      | (20.29%)          |
| Transfers - General Revenue Fund                 | \$5,693,447            | \$6,317,084                     | \$5,585,231                     | \$7,356,179                       | 31.71%            |
| Transfers - Other                                | \$19,029,002           | \$18,191,139                    | \$20,354,086                    | \$18,033,418                      | (11.40%)          |
| Other Financing Sources                          | \$0                    | \$0                             | \$29,196,513                    | \$0                               |                   |
| <i>Non-Operating Revenues</i>                    | \$46,438,807           | \$47,353,567                    | \$83,402,391                    | \$47,832,313                      | (42.65%)          |
| <b>Total Revenues</b>                            | <b>\$70,525,968</b>    | <b>\$72,881,866</b>             | <b>\$108,677,550</b>            | <b>\$68,761,381</b>               | <b>(36.73%)</b>   |
| <b>EXPENDITURES:</b>                             |                        |                                 |                                 |                                   |                   |
| <i>Operating Expenditures (Capital Projects)</i> | \$19,520               | \$35,176                        | \$30,100                        | \$24,500                          | (18.60%)          |
| Debt Service                                     | \$38,304,613           | \$40,234,652                    | \$70,365,995                    | \$43,638,228                      | (37.98%)          |
| Reserves - Operating                             | \$0                    | \$3,538,541                     | \$4,688,306                     | \$4,735,653                       | 1.01%             |
| Reserves - Capital                               | \$0                    | \$40,511                        | \$0                             | \$0                               |                   |
| Reserves - Restricted                            | \$0                    | \$21,934,336                    | \$20,515,810                    | \$18,086,367                      | (11.84%)          |
| Transfers  | \$5,543,562            | \$7,098,650                     | \$13,077,339                    | \$2,276,633                       | (82.59%)          |
| <i>Non-Operating Expenditures</i>                | \$43,848,175           | \$72,846,690                    | \$108,647,450                   | \$68,736,881                      | (36.73%)          |
| <b>Total Expenditures</b>                        | <b>\$43,867,695</b>    | <b>\$72,881,866</b>             | <b>\$108,677,550</b>            | <b>\$68,761,381</b>               | <b>(36.73%)</b>   |
| <b>EXPENDITURES BY FUND TYPE:</b>                |                        |                                 |                                 |                                   |                   |
| General Long-Term Debt                           | \$31,214,801           | \$42,944,480                    | \$78,577,226                    | \$38,161,245                      | (51.43%)          |
| Proprietary Long-Term Debt                       | \$12,652,894           | \$29,937,386                    | \$30,100,324                    | \$30,600,136                      | 1.66%             |
| <b>Total Expenditures By Section</b>             | <b>\$43,867,695</b>    | <b>\$72,881,866</b>             | <b>\$108,677,550</b>            | <b>\$68,761,381</b>               | <b>(36.73%)</b>   |

**DEBT SERVICE: GENERAL LONG-TERM DEBT**

|  | ACTUAL<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2004-2005 | ADOPTED<br>BUDGET<br>FY 2005-2006 | %<br>INC<br>(DEC) |
|--|------------------------|---------------------------------|---------------------------------|-----------------------------------|-------------------|
| <b>REVENUES:</b>                                 |                        |                                 |                                 |                                   |                   |
| Taxes  | \$21,878,288           | \$24,383,270                    | \$24,978,243                    | \$20,466,306                      | (18.06%)          |
| Licenses and Permits                             | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Intergovernmental                                | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Charges For Services                             | \$548,047              | \$546,032                       | \$0                             | \$0                               |                   |
| Fines and Forfeits                               | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Miscellaneous                                    | \$1,066,235            | \$1,100,430                     | \$985,888                       | \$920,549                         | (6.63%)           |
| Statutory Reduction                              | (\$79,558)             | (\$1,219,750)                   | (\$1,202,220)                   | (\$973,807)                       | (19.00%)          |
| <i>Operating Revenues</i>                        | \$23,413,012           | \$24,809,982                    | \$24,761,911                    | \$20,413,048                      | (17.56%)          |
| Balance Forward - Operating                      | \$463,694              | \$504,205                       | \$343,724                       | \$434,413                         | 26.38%            |
| Balance Forward - Capital                        | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Balance Forward - Restricted                     | \$5,414,215            | \$6,557,279                     | \$11,124,239                    | \$5,283,221                       | (52.51%)          |
| Transfers - General Revenue Fund                 | \$5,027,235            | \$5,650,872                     | \$4,918,308                     | \$6,494,932                       | 32.06%            |
| Transfers - Other                                | \$5,870,116            | \$5,422,142                     | \$8,232,531                     | \$5,535,631                       | (32.76%)          |
| Other Financing Sources                          | \$0                    | \$0                             | \$29,196,513                    | \$0                               |                   |
| <i>Non-Operating Revenues</i>                    | \$16,775,260           | \$18,134,498                    | \$53,815,315                    | \$17,748,197                      | (67.02%)          |
|  |                        |                                 |                                 |                                   |                   |
| <b>Total Revenues</b>                            | <b>\$40,188,272</b>    | <b>\$42,944,480</b>             | <b>\$78,577,226</b>             | <b>\$38,161,245</b>               | <b>(51.43%)</b>   |
| <b>EXPENDITURES:</b>                             |                        |                                 |                                 |                                   |                   |
| <i>Operating Expenditures (Capital Projects)</i> | \$19,520               | \$35,176                        | \$30,100                        | \$24,500                          | (18.60%)          |
| Debt Service                                     | \$25,651,719           | \$26,260,611                    | \$56,745,384                    | \$30,059,412                      | (47.03%)          |
| Reserves - Operating                             | \$0                    | \$3,278,762                     | \$4,421,716                     | \$4,482,054                       | 1.36%             |
| Reserves - Capital                               | \$0                    | \$40,511                        | \$0                             | \$0                               |                   |
| Reserves - Restricted                            | \$0                    | \$6,230,770                     | \$4,302,687                     | \$1,318,646                       | (69.35%)          |
| Transfers  | \$5,543,562            | \$7,098,650                     | \$13,077,339                    | \$2,276,633                       | (82.59%)          |
| <i>Non-Operating Expenditures</i>                | \$31,195,281           | \$42,909,304                    | \$78,547,126                    | \$38,136,745                      | (51.45%)          |
|  |                        |                                 |                                 |                                   |                   |
| <b>Total Expenditures</b>                        | <b>\$31,214,801</b>    | <b>\$42,944,480</b>             | <b>\$78,577,226</b>             | <b>\$38,161,245</b>               | <b>(51.43%)</b>   |
| <b>EXPENDITURES BY SECTION:</b>                  |                        |                                 |                                 |                                   |                   |
| Merritt Island Redevelopment Agency              |                        |                                 |                                 |                                   |                   |
| Special Obligation Bonds, 1996                   | \$636,681              | \$637,941                       | \$320,255                       | \$0                               | (100.00%)         |
| Constitutional Fuel Tax Bonds, 2000              | \$3,227,299            | \$3,766,873                     | \$30,457,789                    | \$3,660,426                       | (87.98%)          |
| 4th Cent Tourist Dev. Tax Rev. Bonds, 1993       | \$767,870              | \$1,709,541                     | \$1,709,541                     | \$1,578,025                       | (7.69%)           |
| Sales Tax Refunding Revenue Bonds, 1991/         | (\$15,390,205)         | (\$15,187,851)                  | (\$14,782,053)                  | (\$14,958,724)                    |                   |
| Sales Tax Revenue Bonds, 1993/1994               | \$1,269,757            | \$1,284,392                     | \$1,283,345                     | \$0                               | (100.00%)         |
| Sales Tax Revenue Bonds, 1997                    | \$2,038,100            | \$2,040,491                     | \$2,040,359                     | \$2,037,809                       | (0.12%)           |
| Sales Tax Refunding Revenue Bonds, 2001          | \$2,750,688            | \$2,750,440                     | \$2,740,908                     | \$3,796,815                       | 38.52%            |
| Sales Tax Refunding Revenue Bonds, 2003          | \$16,675,000           | \$16,675,000                    | \$16,675,000                    | \$16,675,000                      | 0.00%             |
| 2nd Guaranteed Ent. Revenue Bonds, 1996          | \$413,002              | \$1,475,794                     | \$1,662,018                     | \$624,929                         | (62.40%)          |
| Limited Ad Valorem Tax Bonds, 1991/1993          | \$2,817,064            | \$4,218,736                     | \$8,962,946                     | \$10,616,196                      | 18.45%            |
| Limited Ad Valorem Tax Refunding Bonds           | \$3,778,396            | \$5,048,341                     | \$4,634,616                     | \$984,921                         | (78.75%)          |
| Limited Ad Valorem Tax Bonds, 1996               | \$1,350,428            | \$1,350,602                     | \$1,347,422                     | \$1,336,582                       | (0.80%)           |
| Capital Imp. Refunding Revenue Bonds, 198        | \$255,968              | \$255,968                       | \$220,000                       | \$220,000                         | 0.00%             |

**DEBT SERVICE: GENERAL LONG-TERM DEBT**

|   | ACTUAL<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2004-2005 | ADOPTED<br>BUDGET<br>FY 2005-2006 | %<br>INC<br>(DEC) |
|---|------------------------|---------------------------------|---------------------------------|-----------------------------------|-------------------|
| Mental Health Facilities Revenue Bonds      | \$164,840              | \$603,155                       | \$604,577                       | \$600,675                         | (0.65%)           |
| North Brev. Recreation Special Tax District | \$1,294,326            | \$2,017,729                     | \$2,496,699                     | \$1,894,706                       | (24.11%)          |
| Merritt Island Recreation MSTU              | \$1,307,849            | \$1,913,693                     | \$2,006,472                     | \$1,237,452                       | (38.33%)          |
| South Brev. Recreation Special Tax District | \$5,513,566            | \$9,607,222                     | \$12,476,637                    | \$4,070,926                       | (67.37%)          |
| Commercial Paper Note - 1999                | \$1,002,209            | \$1,075,390                     | \$1,001,261                     | \$917,101                         | (8.41%)           |
| Commercial Paper Note - 2000                | \$25,812               | \$39,862                        | \$71,362                        | \$0                               | (100.00%)         |
| Commercial Paper Note - 2001                | \$133,435              | \$177,207                       | \$159,184                       | \$166,411                         | 4.54%             |
| Commercial Paper Note - 2002                | \$1,106,567            | \$1,269,727                     | \$2,331,651                     | \$2,541,302                       | 8.99%             |
| Commercial Paper Note - 2003                | \$76,149               | \$214,227                       | \$157,237                       | \$160,693                         | 2.20%             |
| <b>Total Expenditures By Section</b>        | <b>\$31,214,801</b>    | <b>\$42,944,480</b>             | <b>\$78,577,226</b>             | <b>\$38,161,245</b>               | <b>(51.43%)</b>   |

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

### **Merritt Island Redevelopment Agency Special Obligation Bonds, Series 1996**

The 1996 Merritt Island Redevelopment Agency's Special Obligation Bonds in the amount of \$1,295,536 dated September 18, 1996, were issued to consolidate that agency's \$1,151,693 line of credit and to finance the construction of a \$143,000 MSBU sanitary sewage project.

The bonds carry an interest rate of 5.70% and mature in varying annual principal amounts of \$104,490 to \$165,422, paid quarterly. The final maturity date is September 18, 2006.

The bonds are payable from incremental taxes. The final payment on this bond issue was made during FY 2003-2004.

### **Constitutional Fuel Tax Revenue Bonds, Series 2000**

Constitutional Fuel Tax Revenue Bonds, Series 2000, in the amount of \$39,735,000, dated January 1, 2000 were issued January 24, 2000 to provide funding for the acquisition, construction and/or reconstruction of roadways and bridges within the County.

The entire bond issue is comprised of serial bonds due, in amounts ranging from \$990,000 to \$3,050,000, on August 1 of each year from 2000 through 2020. Interest rates vary from 4.5% to 5.75%.

As of September 30, 2005, there was \$8,140,000 in bonds outstanding. The Budget for FY 2005-2006 includes \$1,534,980 in interest payments and \$1,585,000 for principal payments.

### **Fourth Cent Tourist Development Tax Revenue Refunding Bonds, Series 2001**

The Fourth Cent Tourist Development Tax Revenue Refunding Bonds, Series 2001, dated June 15, 2001, par value \$7,070,000 were issued to refinance the Tourist Development Tax Revenue Bonds Series 1993. The Series 1993 bonds were previously issued to finance the construction of a baseball stadium used by the Florida Marlins professional baseball team as a spring training facility.

The 2001 bonds were issued as serial bonds with interest rates ranging from 2.7% to 4.61%. The remaining bonds mature March 1 of each year from 2004 through 2013 in amounts that vary from \$525,000 to \$745,000.

The 2001 Bonds are a pledge of the Fourth Cent Tourist Development Tax Revenue of the County. The total principal outstanding at September 30, 2005 was \$5,170,000. The FY 2005-2006 budget includes \$204,225 in net interest payments and \$560,000 in principal payments.

### **Sales Tax Refunding and Improvement Revenue Bonds, Series 1993**

Sales Tax Refunding and Improvement Revenue Bonds, Series 1993, dated November 1, 1993, par value \$33,400,000, were issued to refund the Sales Tax Revenue Bonds, Series 1987, and to finance the costs of designing a new courthouse to be located in the south central area. It also funded the renovation of five existing libraries, construction of three new libraries, and the expansion and renovation of an existing County courthouse located in Titusville.

The Series 1993 bonds consisted of \$27,175,000 in serial bonds with varying interest rates of 3.75% to 5.125 and \$6,225,000 in term bonds with an interest rate of 5.25%. The Series 1993 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. The Sales Tax Refunding Revenue Bonds, Series 2003, refunded the majority of these bonds during FY 2002-2003. The final payment on this bond issue was made during FY 2002-2003.

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

### **Sales Tax Revenue Bonds, Series 1994**

Sales Tax Revenue Bonds, Series 1994, dated August 1, 1994, par value \$20,090,000, were issued to finance the construction of the Harry T. and Harriette V. Moore Justice Center, located in Viera. The Series 1994 bonds consisted of \$10,575,000 in serial bonds and \$9,515,000 in term bonds. The serial bonds carry varying interest rates of 5.00% to 5.70% and are due in annual installments of \$930,000 to \$1,605,000 through December 1, 2009. The term bonds mature on December 1, 2014, and are subject to mandatory redemption in amounts of \$1,695,000 to \$2,120,000 from December 1, 2010, to December 1, 2014, with interest at 5.75%.

The Series 1994 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2005, was \$1,235,000. The FY 2005-2006 Budget includes \$32,110 in interest payments and \$1,235,000 for principal payments.

### **Sales Tax Refunding Revenue Bonds, Series 1997**

Sales Tax Refunding Revenue Bonds, Series 1997, dated December 3, 1997, par value \$20,105,000, were issued to finance the acquisition of building and land improvements then under lease by the County and to defease Certificates of Participation.

The Series 1997 bonds carry varying interest rates ranging from 4.0% to 4.750% and mature in annual increments beginning December 1, 1998 and ending December 1, 2011.

The Series 1997 bonds are special obligations of the County payable from and secured by lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2005 was \$10,720,000. The FY 2005-2006 Budget includes \$451,809 in interest payments and \$1,585,000 for principal payment.

### **Sales Tax Refunding and Improvement Revenue Bonds, Series 2001**

Sales Tax Revenue Bonds, Series 2001, dated October 15, 2001, par value \$39,150,000, were issued to refund two previous bond issues in whole or in part, refinance commercial paper debt and provide additional funding for additional improvements. These bonds refund all outstanding Sales Tax Refunding Revenue Bonds, Series 1991, and all Sales Tax Revenue Bonds, Series 1994 maturing on or after December 1, 2005. Additionally, these bonds refinance certain tax exempt commercial paper loans obtained by the County to renovate fire-rescue stations, acquire fire-rescue equipment, renovate golf courses and provide for the construction of a new service complex in the southern end of the County. New funding, provided by the 2001 bonds in an amount approximating \$8,048,000, is programmed for the construction of an expansion of the Harry T. and Harriette V. Moore Justice Center. Also included in the 2001 bond issue are the costs of the refunding and the issue of the new bonds.

The Series 2001 bonds consist of \$34,335,000 in serial bonds and \$4,815,000 in term bonds. The serial bonds carry varying interest rates from 3.00% to 5.25% and are due in annual installments from \$980,000 to \$2,785,000 through December 1, 2018. The term bonds mature on December 1, 2020 through December 1, 2026, and are subject to mandatory redemption in amounts of \$505,000 to \$710,000 from December 1, 2019, to December 1, 2026, with interest at 4.875% through 2020 and 5.00% for bonds maturing subsequent to date.

The Series 2001 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. However, the portion used to refinance obligations, which are to be paid from golf course revenues, are treated as obligations of the golf courses and are found in the Parks and Recreation Budget. The FY 2005-2006 Budget includes \$1,275,114 in interest payments and \$2,520,201 for principal payments for the General Government portion.

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

### **Sales Tax Refunding and Improvement Revenue Bonds, Series 2003**

Sales Tax Refunding and Improvement Revenue Bonds, Series 2003, dated September 1, 2003, par value \$16,370,000, were issued to refund the Sales Tax Revenue Bonds, Series 1993 and refinance Library Services Commercial Paper for capital improvement projects.

The Series 2003 bonds consisted of \$16,370,000 in serial bonds carry varying interest rates of 2.0% to 4.750%, and are due in annual installments of \$1,180,000 to \$305,000 through December 1, 2022.

The Series 2003 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. The total principal outstanding at September 30, 2005 was \$15,190,000. The FY 2005-2006 Budget includes \$505,276 in interest payments and \$1,210,000 for principal payments.

### **Second Guaranteed Entitlement Revenue Bonds, Series 1996**

Second Guaranteed Entitlement Revenue Bonds, Series 1996, par value \$4,865,000, were issued to finance the acquisition and construction of recreational facilities in the Port St. John/Canaveral Groves Municipal Service Taxing Unit.

The bonds carry varying coupon interest rates from 4.75% to 5.50%, mature in varying principal amounts of \$165,000 to \$375,000 per year, and are due November 1 of each year through 2015.

Revenue pledged is the second guaranteed entitlement portion of the State Revenue Sharing Trust funds. However, debt service is paid from ad valorem tax revenues. The total outstanding principal at September 30, 2005, was \$3,235,000. The FY 2005-2006 Budget includes \$164,850 in interest payments and \$225,000 for principal payment.

### **Limited Ad Valorem Tax Refunding Bonds, Series 2002**

Limited Ad Valorem Tax Bonds dated June 1, 2002, par value \$8,840,000, were issued to refund that portion of the Limited Ad Valorem Tax Bonds, Series 1993 due after September 1, 2003. The 1993 Bonds were issued to finance the acquisition and preservation of environmentally endangered land within Brevard County.

The Series 2002 bonds consist of \$8,840,000 in serial bonds carrying varying coupon interest rates of 3.00% to 4.1%, mature in varying principal amounts from \$120,000 to \$1,245,000 per year, and are due September 1 of each year through 2011.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total principal outstanding at September 30, 2005, was \$6,775,000. The FY 2005-2006 Budget includes \$245,633 in interest payments and \$1,030,000 for principal payment.

### **Limited Ad Valorem Tax Refunding Bonds, Series 1992**

Limited Ad Valorem Tax Refunding Bonds, Series 1992, dated October 1, 1992, par value \$24,025,000, were issued to partially refund in advance the outstanding General Obligation Refunding Bonds, Series 1986. The 1986 bonds were issued to fund the County's Beach and Riverfront Acquisition program.

The bonds carry varying coupon interest rates from 4.90% to 5.80%, mature in varying principal amounts of \$2,115,000 to \$2,890,000 per year, and are due March 1 of each year through 2005.

The bonds are payable from the Beach and Riverfront Acquisition ad valorem tax revenues. The total outstanding principal at September 30, 2005, was \$2,890,000. The FY 2005-2006 Budget includes \$83,810 in interest payments and \$2,890,000 for principal payment.

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

### **Limited Ad Valorem Revenue Refunding and Improvement Bonds, Series 1996**

Limited Ad Valorem Revenue Refunding and Improvement Bonds, Series 1996, par value \$10,670,000, were issued to partially refund the 1991 Limited Ad Valorem Revenue Bonds and to acquire and preserve additional endangered land.

The bonds carry varying coupon interest rates from 4.20% to 5.375%, mature in varying principal amounts of \$200,000 to \$1,250,000 per year, and are due September 1 of each year through 2011.

The bonds are payable from the Environmentally Endangered Lands ad valorem tax revenues. The total outstanding principal at September 30, 2005, was \$6,690,000. The FY 2005-2006 Budget includes \$346,582 in interest payments and \$990,000 for principal payment.

### **Capital Improvement Refunding Revenue Bonds, Series 1987**

Brevard County Capital Improvement Refunding Revenue Bonds, Series 1987, dated December 1, 1987, par value \$2,897,758, were issued to finance the cost of refunding all outstanding Brevard County Improvement Bonds, Series I. The purpose, in connection with the development of Spaceport Florida Industrial Park, was to finance the acquisition and construction of certain road, drainage, and utility improvements; necessary land acquisition; and certain rights-of-way, roads, streets, water distribution, sewerage, drainage, and related improvements within the Brevard County Service Benefit Units.

The Series 1987 bonds consist of \$1,335,000 in serial bonds and \$582,758 in capital appreciation serial bonds. The serial bonds carried interest rates of 7.30% and were due in annual installments of \$205,000 through November 1, 1997. The capital appreciation serial bonds mature on November 1, 1998, carry varying interest rates of 7.60% to 8.30%, and are due in annual installments of \$220,000, with final maturity on November 1, 2005.

The bonds are payable from a prior lien upon certain special assessments and the first \$324,657 of the FP&L Utility Franchise Fees to be received in each fiscal year by the County. The total principal outstanding at September 30, 2005, was \$220,000.

### **Brevard County Mental Health Facilities Refunding Revenue Bonds, Series 1994A**

Brevard County Mental Health Facilities Refunding Revenue Bonds, Series 1994A, dated May 1, 1994, par value \$1,700,000, were issued to refund the County's outstanding Mental Health Revenue Bonds, Series 1980.

The Series 1994A bonds carry varying coupon interest rates of 4.90% to 6.00%, mature in varying principal amounts of \$95,000 to \$150,000 per year, and are due January 1 of each year through 2010.

The bonds are secured by a lien on and pledge of the lease revenues derived under the lease agreement and supplemental lease agreements between the County and Circles of Care, Inc. The total principal outstanding at September 30, 2005, was \$685,000. The FY 2005-2006 Budget includes \$36,360 in interest payments and \$125,000 for principal payment.

### **North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001**

The North Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001, dated May 15, 2001, par value \$15,100,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

The Series 2001 (North) bonds consist of \$12,865,000 in serial bonds and \$2,235,000 in term bonds. The serial bonds, carrying interest rates which range from 4.25% to 5.00%, mature in varying principal amounts ranging from \$435,000 due July 1, 2002 to \$1,040,000 due July 1, 2018. The term bonds carry an interest rate of 5.00% and mature July 1, 2021. These bonds are subject to a mandatory early redemption in the amount of \$1,090,000 on July 1, 2020.

These bonds are payable from Ad Valorem taxes levied within the Special District which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2005 was \$13,090,000. The FY 2005-2006 Budget includes \$631,213 in interest payments and \$570,000 for principal payments.

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

### **Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2001 (Merritt Island Recreation Municipal Service Taxing Unit)**

The Brevard County, Florida Limited Ad Valorem Tax Bonds, Series 2001 (Merritt Island Recreation Municipal Service Taxing Unit), dated May 15, 2001, par value \$13,000,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "MSTU," which is located entirely within Brevard County.

The Series 2001 (Merritt Island) bonds consist of \$11,100,000 in serial bonds and \$1,900,000 in term bonds. The serial bonds, carrying interest rates which range from 4.00% to 5.00%, mature in varying principal amounts ranging from \$385,000 due July 1, 2002 to \$885,000 due July 1, 2018. The term bonds carry an interest rate of 5.00% and mature July 1, 2021. These bonds are subject to a mandatory early redemption in the amount of \$925,000 on July 1, 2020.

These bonds are payable from Ad Valorem taxes levied within the MSTU which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2005 was \$11,230,000. The FY 2005-2006 Budget includes \$524,639 in interest payments and \$500,000 for principal payments.

### **South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001**

The South Brevard Recreation Special Tax District Limited Ad Valorem Tax Bonds, Series 2001, dated May 15, 2001, par value \$45,000,000, were issued to provide funds for the acquisition, development, improvement, operations and maintenance of certain parks and recreation facilities within the geographic boundaries of the "Special District," which is located entirely within Brevard County.

The Series 2001 (South) bonds consist of \$45,000,000 in serial bonds. The bonds, carrying interest rates which range from 4.00% to 5.00%, mature in varying principal amounts ranging from \$1,350,000 due July 1, 2002 to \$3,405,000 due July 1, 2021.

These bonds are payable from Ad Valorem taxes levied within the Special District which were approved by a voter referendum in November 2000. The total principal outstanding at September 30, 2005 was \$38,860,000. The FY 2005-2006 Budget includes \$1,805,405 in interest payments and \$1,730,000 for principal payments.

### **Commercial Paper Notes**

A portion of a Commercial Paper Note (designated A-16-2), dated December 2, 2003, totaling \$940,000, was issued to provide \$880,000 for the acquisition of a vote tabulating system for the Supervisor of Elections and \$60,000 for one (1) waterline construction projects for the Wrobel Place MSBU's, as well as a road paving project for Judy Kay Road. This note, with a variable interest rate ranging from 2.5% to 4.75%, had a balance due September 30, 2005 of \$452,000, a maturity date of December 2, 2008 and the following projects outstanding: Judy Kay Road paving, and Supervisor of Elections tabulating system.

A portion of a Commercial Paper Note (designated A-9-1), dated February 27, 1997, totaling \$535,000 was issued to refinance Subordinate Revenue Bonds (South Brevard Service Complex at Sarno Road) and fund construction of the Ranchwood Court MSBU Waterline project. This note was renewed on March 7, 2000 (designated A-9-2) in the amount of \$506,300 with an additional \$140,000 to provide for the construction of the Evergreen MSBU Waterline and the paving of Farnsworth Road MSBU project. This note, which matures December 7, 2004, carries a variable interest rate generally ranging from 2.5% to 4.75%. The outstanding General Long-Term Debt portion of this note was \$5,000 at September 30, 2005 and included the following projects: South Brevard Service Complex construction, Evergreen waterline, and Farnsworth Road paving.

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

A Commercial Note (designated A-19-1); dated October 19, 2000 totaling \$120,000 was issued to provide funds for the construction of a waterline MSBU for residences on Lake Mount Road. This note, with a variable interest rate ranging from 2.5% to 4.5% had a balance of \$22,000 at September 30, 2005 and a maturity date of December 6, 2005.

A Commercial Paper Note (designated A-22-1) totaling \$1,000,000 and dated May 16, 2001 was issued to provide funding for canal dredging for the Merritt Island, and various other island areas of the county. This note will be repaid from Road and Bridge District #2 MSTU funds and bears a varying interest rate ranging from 2.5% to 4.75%. The balance of this note at September 30, 2005 was \$500,000 and the maturity date is December 7, 2005.

A Commercial Note (designated A-23-1) was issued October 25, 2001 in the amount of \$50,000 to finance the paving of Treasure Land Road MSBU project. This note, with a variable interest rate ranging from 2.5% to 4.75% paid monthly, had a balance of \$6,000 at September 30, 2005 and a maturity date of December 6, 2005.

A Commercial Paper Note (designated A-33-1) totaling \$226,000 and dated April 17, 2003 was issued to provide funding for the acquisition of Roadways and Landscaping maintenance equipment. This note will be repaid by District 1 Road and Bridge MSTU and bears a varying interest rate ranging from 2.0% to 4.5%. The balance of this note at September 30, 2005 was \$76,000 and the maturity date of June 6, 2006.

A Commercial Paper Note (designated A-30-1) totaling \$240,000 and dated September 4, 2003 was issued to provide funding for the acquisition of a firefighting tanker for Public Safety. This note will be repaid from Fire Control MSTU funds and bears a varying interest rate ranging from 2.0% to 4.5%. The balance of this note at September 30, 2005 was \$80,000 and the maturity date is June 6, 2006.

A Commercial Paper Note (designated A-6-1) dated December 1, 1995, totaling \$1,720,000, was issued to refinance T-hangars at Valkaria Airport, partial construction of Habitat Road, expansion of the 800 MHz radio tower system, and waterlines, sewer lines and culverts for the National Police Home Foundation, Port St. John West, River Oak Drive, Rambling Acres, Tomahawk Drive and North Melbourne MSBU's. This note was renewed December 1, 1998 (designated A-6-2) and again December 4, 2001 (designated A-6-3) with an interest paid monthly at a variable rate generally ranging from 2.5% to 4.75%. At September 30, 2005, the Valkaria Airport T-hanger was the only project outstanding, with a balance due of \$70,000 and a maturity of December 5, 2006.

A Commercial Paper Note (designated A-1-1 TDC) totaling \$2,000,000 and dated December 21, 2001 was issued to provide a portion of the local matching funds for a beach renourishment project. The US Army Corps of Engineers and the State of Florida provide most of the funding. This note will be repaid from Tourist Development Tax funds and bears a varying interest rate ranging from 2.0% to 4.5%. The balance of this note at September 30, 2005 was \$400,000 and the maturity date is December 5, 2006.

A Commercial Note (designated A-24-1) was issued January 24, 2002 in the amount of \$140,000 to finance the construction of the Woodlands MSBU waterline project. This note, with a variable interest rate ranging from 2.5% to 4.75% paid monthly, had a balance of \$53,000 at September 30, 2005 and a maturity date of December 5, 2006.

A Commercial Paper Note (designated A-25-1) totaling \$1,700,000 and dated June 12, 2002 was issued to provide funding for the acquisition of a helicopter for the Mosquito Control program of the County. This note will be repaid from Mosquito Control District funds and bears a varying interest rate ranging from 2.0% to 4.5%. The balance of this note at September 30, 2005 was \$950,000 and the maturity date is December 5, 2006.

A portion of a Commercial Note (designated A-26-1) was issued January 24, 2002 in the amount of \$120,000 to finance the acquisition of Space Coast Government Television communications equipment. The balance of this note as of September 30, 2005 was \$24,000. A second draw (designated A-26-2) was issued May 22, 2003 in the amount of \$270,000 to finance acquisition and installation of the Enterprise Back-Up System to the County's computer operations and upgrade replacement communication wiring at the Viera Government Center (Building B and C) and the Emergency Operations Center. This

## **DEBT SERVICE: GENERAL LONG-TERM DEBT**

note, with a variable interest rate ranging from 2.5% to 4.75% paid monthly, had a balance of \$162,000 at September 30, 2005 and a maturity date of December 5, 2006.

A Commercial Note (designated A-29-1) was issued January 23, 2003 in the amount of \$300,000 to finance the acquisition of thirteen law enforcement vehicles for the Sheriff's Office. This note, with a variable interest rate ranging from 2.5% to 4.75% paid monthly, had a balance of \$78,000, at September 30, 2004 and a final maturity date of March 7, 2006.

A Commercial Paper Note (designated A-31-1) totaling \$650,000 and dated December 18, 2002 was issued to provide funding for the purchase and renovation of property for the Central Area Parks Operations Office. This note bears a varying interest rate ranging from 2.0% to 4.5%. The balance of this note at September 30, 2005 was \$482,000 and a maturity date of December 4, 2007.

A Commercial Note (designated A-34-1) was issued May 22, 2003 in the amount of \$490,000 to finance the construction of the Parkway Drive MSBU waterline project. This note, with a variable interest rate ranging from 2.5% to 4.75% paid monthly, was retired by September 30, 2004.

A Commercial Note (designated A-35-1) was issued May 7, 2004 in the amount of \$2,950,000 to finance the construction of the Sharpes Community Center. This note bears a varying interest rate ranging from 1.25% to 2.25%. The balance of this note at September 30, 2005 was \$2,650,000 and a maturity date of December 4, 2007

A Commercial Paper Note (designated A-37-1) dated October 16, 2003, totaling \$465,000 was issued to purchase a utility vehicle for Emergency Management, Rio Lindo MSBU maintenance dredging, Toby Rd MSBU road paving. This note bears a varying interest rate ranging from 1.25% to 2.25%. The balance of this note at September 30, 2005 was \$282,000 and the maturity date is December 2, 2008.

A Commercial Paper Note (designated A-38-1) was issued May 20, 2004 in the amount of \$355,000 to provide funding for the purchase new construction team equipment. This note bears a varying interest rate ranging from 1.25% to 2.25%. The balance of this note at September 30, 2005 was \$237,000 and the maturity date is December 2, 2008.

A Commercial Paper Note (designated A-39-1) dated December 16, 2004, totaling \$3,860,000 was issued for a touch screen voting system for Supervisor of Elections, Detention Center renovations for the Sheriff's Office, miscellaneous roof repairs for Facilities, capital equipment for Mosquito Control, and Treasure Lane road paving. This note bears a varying interest rate ranging from 1.25% to 2.25%. The balance of this note at September 30, 2005 was \$2,875,000 and the maturity date is December 8, 2009.

A Commercial Paper Note (designated A-40-1) was issued January 27, 2005 in the amount of \$2,000,000 was issued to provide funding for the beach and dune beach renourishment. This note bears a varying interest rate ranging from 2.5% to 3.75%. The balance of this note at September 30, 2005 was \$1,400,000 and the maturity date is December 1, 2009.

A Commercial Paper Note (designated A-41-1) was issued April 21, 2005 in the amount of \$300,000 to provide funding for the acquisition and repair of the Pritchard House. This note bears a varying interest rate ranging from 2.25% to 3.75%. The balance of this note at September 30, 2005, was \$300,000 and the maturity date is December 1, 2009.

**DEBT SERVICE: PROPRIETARY LONG-TERM DEBT**

|  | ACTUAL<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2003-2004 | FINAL<br>BUDGET<br>FY 2004-2005 | ADOPTED<br>BUDGET<br>FY 2005-2006 | %<br>INC<br>(DEC) |
|--|------------------------|---------------------------------|---------------------------------|-----------------------------------|-------------------|
| <b>REVENUES:</b>                                 |                        |                                 |                                 |                                   |                   |
| Taxes  | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Licenses and Permits                             | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Intergovernmental                                | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Charges For Services                             | \$307,687              | \$307,910                       | \$70,000                        | \$62,000                          | (11.43%)          |
| Fines and Forfeits                               | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Miscellaneous                                    | \$366,462              | \$410,407                       | \$443,248                       | \$454,020                         | 2.43%             |
| Statutory Reduction                              | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| <i>Operating Revenues</i>                        | \$674,149              | \$718,317                       | \$513,248                       | \$516,020                         | 0.54%             |
| Balance Forward - Operating                      | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Balance Forward - Capital                        | \$738,111              | \$738,111                       | \$740,534                       | \$340,000                         | (54.09%)          |
| Balance Forward - Restricted                     | \$15,100,338           | \$15,045,749                    | \$16,058,064                    | \$16,385,082                      | 2.04%             |
| Transfers - General Revenue Fund                 | \$666,212              | \$666,212                       | \$666,923                       | \$861,247                         | 29.14%            |
| Transfers - Other                                | \$13,158,886           | \$12,768,997                    | \$12,121,555                    | \$12,497,787                      | 3.10%             |
| Other Financing Sources                          | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| <i>Non-Operating Revenues</i>                    | \$29,663,547           | \$29,219,069                    | \$29,587,076                    | \$30,084,116                      | 1.68%             |
|  |                        |                                 |                                 |                                   |                   |
| <b>Total Revenues</b>                            | <b>\$30,337,696</b>    | <b>\$29,937,386</b>             | <b>\$30,100,324</b>             | <b>\$30,600,136</b>               | <b>1.66%</b>      |
| <b>EXPENDITURES:</b>                             |                        |                                 |                                 |                                   |                   |
| <i>Operating Expenditures (Capital Projects)</i> | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Debt Service                                     | \$12,652,894           | \$13,974,041                    | \$13,620,611                    | \$13,578,816                      | (0.31%)           |
| Reserves - Operating                             | \$0                    | \$259,779                       | \$266,590                       | \$253,599                         | (4.87%)           |
| Reserves - Capital                               | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Reserves - Restricted                            | \$0                    | \$15,703,566                    | \$16,213,123                    | \$16,767,721                      | 3.42%             |
| Transfers  | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| <i>Non-Operating Expenditures</i>                | \$12,652,894           | \$29,937,386                    | \$30,100,324                    | \$30,600,136                      | 1.66%             |
|  |                        |                                 |                                 |                                   |                   |
| <b>Total Expenditures</b>                        | <b>\$12,652,894</b>    | <b>\$29,937,386</b>             | <b>\$30,100,324</b>             | <b>\$30,600,136</b>               | <b>1.66%</b>      |
| <b>EXPENDITURES BY SECTION:</b>                  |                        |                                 |                                 |                                   |                   |
| Solid Waste Mgmt. Revenue Bonds, 1993            | \$1,072,917            | \$2,886,375                     | \$2,915,750                     | \$2,915,718                       | (0.00%)           |
| Solid Waste Mgmt. Revenue Bonds, 1997            | \$1,740,120            | \$2,966,220                     | \$2,971,383                     | \$2,974,831                       | 0.12%             |
| Solid Waste Mgmt. Revenue Bonds, 2002            | \$1,072,918            | \$2,886,375                     | \$2,915,750                     | \$2,915,718                       | (0.00%)           |
| Utility Revenue Bonds, 1993                      | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Utility Revenue Bonds, 1995                      | \$3,368,178            | \$5,275,655                     | \$5,414,879                     | \$3,299,026                       | (39.07%)          |
| Utility Revenue Bonds, 2002                      | \$4,221,913            | \$13,368,545                    | \$13,437,231                    | \$15,457,654                      | 15.04%            |
| Utility Revenue Bonds (Barefoot Bay), 20         | \$426,657              | \$1,104,168                     | \$1,441,818                     | \$1,576,289                       | 9.33%             |
| Sales Tax Refunding Rev. Bonds, 1991             | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| 2nd Guaranteed Entitlement Bonds, 1999           | \$416,882              | \$555,842                       | \$559,875                       | \$545,175                         | (2.63%)           |
| Sales Tax Revenue Bonds, 2001                    | \$0                    | \$559,196                       | \$373,638                       | \$827,175                         | 121.38%           |
| Commercial Paper Notes - 1998                    | \$0                    | \$0                             | \$0                             | \$0                               |                   |
| Commercial Paper Notes - 2000                    | \$25,622               | \$27,100                        | \$0                             | \$26,550                          |                   |
| Commercial Paper Note - 2001                     | \$307,687              | \$251,910                       | \$70,000                        | \$62,000                          | (11.43%)          |
| Commercial Paper Note - 2003                     | \$0                    | \$56,000                        | \$0                             | \$0                               |                   |
| <b>Total Expenditures By Section</b>             | <b>\$12,652,894</b>    | <b>\$29,937,386</b>             | <b>\$30,100,324</b>             | <b>\$30,600,136</b>               | <b>1.66%</b>      |

## **DEBT SERVICE: PROPRIETARY LONG-TERM DEBT**

### **Solid Waste Management System Revenue Refunding Bonds, Series 1997**

Solid Waste Management System Revenue Refunding Bonds, Series 1997, dated December 1, 1997, par value of \$11,945,000, were issued to refund the Solid Waste Disposal System Revenue Bonds, Series 1987, which was originally issued to finance additional land acquisitions for the system.

The Series 1997 bonds are serial bonds with principal and interest due April 1 of each year. The bonds mature each year in amounts ranging from \$770,000 to \$1,725,000 with interest rates from 4.0% to 4.3% with a final maturity in 2007.

The bonds are secured by and payable from the revenues of the operations of the system. Total bond principal outstanding at September 30, 2005 was \$3,365,000. The FY 2005-2006 Budget includes \$108,615 in interest payments and \$1,640,000 in principal payments.

### **Solid Waste Management System Revenue Refunding Bonds, Series 2002**

Solid Waste Management System Revenue Refunding Bonds, Series 2002, dated October 15, 2002, par value of \$9,960,000, were issued to refund the Solid Waste Disposal System Revenue Bonds, Series 1993.

The Series 2002 bonds are serial bonds with principal and interest due April 1, 2004 and thereafter each year. The bonds mature each year in amounts ranging from \$755,000 to \$1,155,000 with interest rates from 3.0% to 3.80% with a final maturity in 2010.

The bonds are secured by and payable from the revenues of the operations of the system. Total bond principal outstanding at September 30, 2005 was \$8,430,000. The FY 2005-2006 Budget includes \$276,788 in interest payments and \$795,000 in principal payments.

### **Utility Revenue Refunding Bonds, Series 1995**

Utility Revenue Refunding Bonds, Series 1995, par value \$25,000,000, were issued to finance the cost of refunding a portion of the Utility Revenue Bonds, Series 1986.

The bonds, bearing interest rates ranging from 4.05% to 4.75%, are due in annual installments of \$2,845,000 to \$3,235,000 March 1 of each year through 2006.

The bonds are secured and payable from gross revenues of the water/wastewater system. The total principal outstanding at September 30, 2005, was \$3,235,000. The FY 2005-2006 Budget includes \$64,026 in interest payments and \$3,235,000 for principal payment.

### **Utility Revenue Refunding Bonds, Series 2002**

Utility Revenue Refunding Bonds, Series 2002, dated December 3, 2002, par value \$55,155,000, were issued to finance the cost of refunding the Utility Revenue Bonds, Series 1993.

The bonds, bearing interest rates ranging from 5.00% to 5.25%, are due in annual installments of \$701,931 to \$7,941,112 March 1 of each year through 2014.

The bonds are secured and payable from gross revenues of the water/wastewater system. The total principal outstanding at September 30, 2005, was \$52,325,000. The FY 2005-2006 Budget includes \$1,530,000 in interest payments and \$2,685,413 for principal payment.

### **Utility Revenue Refunding Bonds (Barefoot Bay Utility System), Series 2000**

Utility Revenue Refunding Bonds (Barefoot Bay Utility System), Series 2000, dated February 2, 2000, par value \$17,135,000, were issued to finance the acquisition of a utility system and certain other property.

## **DEBT SERVICE: PROPRIETARY LONG-TERM DEBT**

The serial bonds are due in annual installments of \$305,000 to \$435,000 through October 1, 2011 bearing interest at 3.55% to 4.50%. The term bonds maturing October 1, 2018 are subject to mandatory redemption in amounts of \$455,000 to \$615,000 from October 1, 2012, to October 1, 2018, with interest at 5.25%. Term bonds maturing October 1, 2029 are subject to mandatory redemption in amounts of \$650,000 to \$1,055,000 from October 1, 2019, to October 1, 2029, with interest at 5.00%.

The bonds are secured and payable from gross revenues of the utility system. The total principal outstanding at September 30, 2005, was \$15,610,000. The FY 2005-2006 Budget includes \$755,058 in interest payments and \$340,000 for principal payment.

### **Guaranteed Entitlement Revenue Refunding Bonds, Series 1999**

The Guaranteed Entitlement Revenue Refunding Bonds, Series 1999, dated April 15, 1999, par value \$4,880,000, were issued to refund the Special Obligation Refunding Revenue Bonds, Series 1991. The original bond issue was undertaken to construct the Habitat Golf Course. The 1999 bonds also include approximately \$350,000 for the construction of a new clubhouse at the golf course.

The bonds were originally issued as \$1,925,000 in serial bonds maturing June 1 of each year in increments ranging from \$10,000 to \$265,000 and carrying interest rates of 4.0% to 4.25%. There is \$2,755,000 in term bonds due June 1, 2018 that have mandatory redemption provisions beginning 2010 and ending 2018 in increments of \$275,000 through \$390,000 with varying interest rates ranging from 4.35% to 4.875%.

The bonds are secured by and payable from "Guaranteed Entitlement Revenue" received as Revenue Sharing distributions from the State of Florida. However, the revenues from County golf courses are in fact used to pay debt service on these bonds. These bonds had an outstanding balance of \$3,940,000 on September 30, 2005. The FY 2005-2006 Budget includes \$178,881 in interest payments and \$230,000 in principal payments.

### **Sales Tax Refunding and Improvement Revenue Bonds, Series 2001**

Sales Tax Revenue Bonds, Series 2001, dated October 15, 2001, par value \$39,150,000, were issued to refund two previous bond issues in whole or in part, refinance commercial paper debt and provide additional funding for additional improvements. These bonds refund all outstanding Sales Tax Refunding Revenue Bonds, Series 1991, all Sales Tax Revenue Bonds, Series 1994 maturing on or after December 1, 2005. Additionally, these bonds refinance certain tax exempt commercial paper loans obtained by the County to renovate fire-rescue stations, acquire fire-rescue equipment, renovate golf courses and provide for the construction of a new service complex in the southern end of the County. New funding, provided by the 2001 bonds in an amount approximating \$8,048,000, is programmed for the construction of an expansion of the Harry T. and Harriette V. Moore Justice Center. Also included in the 2001 bond issue are the costs of the refunding and the issue of the new bonds.

The Series 2001 bonds consist of \$34,335,000 in serial bonds and \$4,815,000 in term bonds. The serial bonds carry varying interest rates from 3.00% to 5.25% and are due in annual installments from \$980,000 to \$2,785,000 through December 1, 2018. The term bonds mature on December 1, 2020 through December 1, 2026, and are subject to mandatory redemption in amounts of \$505,000 to \$710,000 from December 1, 2019, to December 1, 2026, with interest at 4.875% through 2020 and 5.00% for bonds maturing subsequent to that date.

The Series 2001 bonds are special obligations of the County payable from and secured by a lien upon the County's Half-Cent Local Government Sales Tax distribution. However, only the portion used to refinance obligations, which are to be paid from golf course revenues are treated as obligations of the golf courses enterprise and are referenced here. The FY 2004-2005 Budget includes \$356,598 in interest payments and \$310,325 for principal payments.

### **Commercial Paper Notes**

A portion of a Commercial Paper Note (designated A-9-1), dated February 27, 1997, totaling \$280,000, was issued to refinance the remaining balance of the 1976 Recreational Facilities Revenue Bonds originally used to finance the construction of the Spessard Holland Golf Course. This note was renewed on March 7, 2000 (designated A-9-2) in the

## **DEBT SERVICE: PROPRIETARY LONG-TERM DEBT**

amount of \$100,000. This note, which matures December 7, 2004, carries a variable interest rate ranging from 2.5% to 4.75%. Interest is paid monthly. The Commercial Paper Note outstanding at September 30, 2004 was \$25,000.

A Commercial Paper Note (designated A-14-1) dated December 1, 1998; totaling \$1,000,000 was issued to fund the purchase of the Financial Information Systems software package. This note was renewed on September 4, 2001 (designated A-14-2) in the amount of \$370,000. This note, which has a variable interest rate, ranging from 2.5% to 4.75% was retired by September 30, 2004.

A portion of the Commercial Paper Note (designated A-26-2) dated May 22, 2003; totaling \$280,000 was issued to fund the purchase of the SAP Failover Financial System & Document Management System (DMS). The balance outstanding September 30, 2004 was \$216,000 and is payable from Information Systems charges for services. This note, which has a variable interest rate ranging from 2.5% to 4.75%, is due December 5, 2006.