

## NONMAJOR DEBT SERVICE FUNDS

Debt Service Funds are established to account for the resources for, and the payment of, general long-term debt principal, interest, and related costs.

Tax Allocation Projects Debt Service Fund - To accumulate resources for payment of principal and interest on the various outstanding tax allocation bonds. Resources are derived from additional taxes generated by the specific properties upon completion of the Redevelopment Projects.

Bond Interest & Redemption Fund - To accumulate resources derived from an annual tax levy for payment of principal and interest on several general obligation bond issues and capital leases outstanding as follows:

- 1999A Various Purpose Bonds
- 1999B Various Purpose Bonds
- 2002 Storm Sewer and Drainage System Bonds
- 2003 Various Purpose Bonds
- 2004 Certificates of Participation – Fire & 911 Lease
- 2005 Storm Sewer Refunding Bonds
- 2005 Storm Sewer Construction Bonds
- 2005 Certificates of Participation – Street Lights
- 2006 Certificates of Participation – Street Lights
- 2007 Certificates of Participation – Street Lights
- 2007 Stormwater Drainage and Flood Management System Bonds

Tax Supported Bonds Fund – includes bonded debt funds as follows:

MIRF Bond Debt Fund – To accumulate resources for payment of principal and interest on the Municipal Infrastructure Redevelopment Fund Bonds, Series 2000. The bonds are payable from amounts received by the City from the State of Nebraska MIRF fund established pursuant to the MIRF Act (Chapter 18, Article 26, Reissue Revised Statutes of Nebraska, as amended), which provides annual appropriations from an imposed cigarette tax.

Antelope Valley Debt Fund – To accumulate resources for payment of principal and interest on the Tax Supported Antelope Valley Project Bonds, Series 2002. The bonds are payable from amounts received from the State of Nebraska City of the Primary Class Development Fund, established pursuant to Chapter 19, article 1, Reissue Revised Statutes of Nebraska, which provides annual appropriations from an imposed cigarette tax, and from the sales tax receipts of the City pledged to the payment of the bonds as needed.

Highway User Allocation Debt Fund - To accumulate resources for payment of principal and interest on the Highway User Allocation Bonds, Series 2004 and Series 2006. For the prompt payment of principal of and interest on the bonds, the City has pledged funds received and to be received by the City from the State Highway Allocation Fund as authorized under Section 66-4,101, Reissue Revised Statutes of Nebraska, as amended.

Special Assessment Fund - To accumulate resources for payment of principal and interest on special assessment bond issues. Income is derived from special assessment tax collections, interest on special assessment taxes and interest from investments.

**CITY OF LINCOLN, NEBRASKA**  
**SUBCOMBINING BALANCE SHEET**  
**NONMAJOR DEBT SERVICE FUNDS**  
AUGUST 31, 2007

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 936,773	815,665	512,911	1,754,087	4,019,436
Investments	3,993,623	3,005,667	3,009,228	7,435,753	17,444,271
Receivables (Net of Allowance for Uncollectibles):					
Taxes	84,155	858,795	-	-	942,950
Accrued Interest	39,881	29,724	45,609	88,198	203,412
Special Assessment	-	-	-	2,432,110	2,432,110
Due from Other Funds	272,646	237,415	149,338	511,770	1,171,169
Due from Other Governments	-	379	166,667	-	167,046
Total Assets	<u>5,327,078</u>	<u>4,947,645</u>	<u>3,883,753</u>	<u>12,221,918</u>	<u>26,380,394</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Deferred Revenue	-	181,597	-	2,288,004	2,469,601
Fund Balances:					
Reserved for Debt Service	5,327,078	4,766,048	3,883,753	-	13,976,879
Unreserved - Designated for Debt Service	-	-	-	9,933,914	9,933,914
Total Fund Balances	<u>5,327,078</u>	<u>4,766,048</u>	<u>3,883,753</u>	<u>9,933,914</u>	<u>23,910,793</u>
Total Liabilities and Fund Balances	<u>\$ 5,327,078</u>	<u>4,947,645</u>	<u>3,883,753</u>	<u>12,221,918</u>	<u>26,380,394</u>

**CITY OF LINCOLN, NEBRASKA**  
**SUBCOMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED AUGUST 31, 2007**

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>Revenues:</b>					
Real Property and Personal Property Tax	\$ 2,031,843	5,657,267	-	-	7,689,110
Sundry and In Lieu Tax	-	3,217	-	-	3,217
Special Assessment	-	-	-	1,322,214	1,322,214
Special Assessment Interest	-	-	-	188,349	188,349
Intergovernmental	-	134,032	1,686,667	-	1,820,699
Investment Earnings	242,051	121,697	185,541	477,731	1,027,020
Miscellaneous	-	100,000	-	-	100,000
Total Revenues	<u>2,273,894</u>	<u>6,016,213</u>	<u>1,872,208</u>	<u>1,988,294</u>	<u>12,150,609</u>
<b>Expenditures -- Debt Service:</b>					
Principal Retirement	727,536	3,940,000	950,000	-	5,617,536
Interest	248,975	2,215,943	2,521,769	-	4,986,687
Fiscal Charges	700	3,320	2,800	-	6,820
Capital Lease Principal	-	665,000	-	-	665,000
Capital Lease Interest	-	228,227	-	-	228,227
Miscellaneous	-	5,250	-	88	5,338
Total Expenditures	<u>977,211</u>	<u>7,057,740</u>	<u>3,474,569</u>	<u>88</u>	<u>11,509,608</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,296,683</u>	<u>(1,041,527)</u>	<u>(1,602,361)</u>	<u>1,988,206</u>	<u>641,001</u>
<b>Other Financing Sources (Uses):</b>					
Transfers In	39,342	2,583,283	2,058,434	-	4,681,059
Transfers Out	(1,394,718)	(960)	-	(546,027)	(1,941,705)
Issuance of Debt	175,479	-	-	-	175,479
Total Other Financing Sources (Uses)	<u>(1,179,897)</u>	<u>2,582,323</u>	<u>2,058,434</u>	<u>(546,027)</u>	<u>2,914,833</u>
Net Change in Fund Balances	116,786	1,540,796	456,073	1,442,179	3,555,834
Fund Balances - Beginning	<u>5,210,292</u>	<u>3,225,252</u>	<u>3,427,680</u>	<u>8,491,735</u>	<u>20,354,959</u>
Fund Balances - Ending	<u>\$ 5,327,078</u>	<u>4,766,048</u>	<u>3,883,753</u>	<u>9,933,914</u>	<u>23,910,793</u>