

## 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:

- 1999B Various Purpose Bonds
- 2003 Various Purpose Bonds
- 2005 Storm Sewer Construction Bonds
- 2007 Certificates of Participation – Street Lights
- 2007 Stormwater Drainage and Flood Management System Bonds
- 2008 Certificates of Participation – Street Lights & AV Parks
- 2009 Certificates of Participation – Street Lights
- 2010 Certificates of Participation – Street Lights & Emergency Equipment
- 2010B Certificates of Participation – Municipal Services Center
- 2011 Refunding Certificates of Participation
- 2011 Stormwater Bonds
- 2011 General Obligation Refunding Bonds
- 2011B Certificates of Participation – Street Lights & Software
- 2012 General Obligation Refunding Bonds

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

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 Allocation Debt Fund - To accumulate resources for payment of principal and interest on the Highway Allocation Bonds, Series 2004 and Series 2006, and the Highway Allocation Refunding Bonds, Series 2012. 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, 2012**

	<u>Tax Allocation Projects</u>	<u>Bond Interest &amp; Redemption</u>	<u>Tax Supported Bonds</u>	<u>Special Assessment</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 594,437	229,053	92,407	246,069	1,161,966
Investments	9,354,455	3,615,258	2,569,837	-	15,539,550
Receivables (Net of Allowance for Uncollectibles):					
Taxes	138,963	644,392	28,107	-	811,462
Accrued Interest	26,592	6,859	-	-	33,451
Special Assessment	-	-	-	895,871	895,871
Due from Other Funds	191,530	73,977	29,641	4,729	299,877
Due from Other Governments	-	460	166,667	-	167,127
	<u>10,305,977</u>	<u>4,569,999</u>	<u>2,886,659</u>	<u>1,146,669</u>	<u>18,909,304</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	-	-	38,985	-	38,985
Deferred Revenue	-	122,544	-	783,586	906,130
Total Liabilities	<u>-</u>	<u>122,544</u>	<u>38,985</u>	<u>783,586</u>	<u>945,115</u>
Fund Balances:					
Restricted	<u>10,305,977</u>	<u>4,447,455</u>	<u>2,847,674</u>	<u>363,083</u>	<u>17,964,189</u>
Total Liabilities and Fund Balances	<u>\$ 10,305,977</u>	<u>4,569,999</u>	<u>2,886,659</u>	<u>1,146,669</u>	<u>18,909,304</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, 2012**

	Tax Allocation Projects	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>Revenues:</b>					
Real Property and Personal Property Tax	\$ 2,475,031	5,873,721	-	-	8,348,752
Sundry and In Lieu Tax	-	4,517	-	-	4,517
Special Assessment	-	-	-	464,215	464,215
Special Assessment Interest	-	-	-	98,844	98,844
Intergovernmental	-	106,661	1,000,000	-	1,106,661
Investment Earnings	13,843	(762)	65,281	-	78,362
Miscellaneous	330,415	-	-	-	330,415
<b>Total Revenues</b>	<u>2,819,289</u>	<u>5,984,137</u>	<u>1,065,281</u>	<u>563,059</u>	<u>10,431,766</u>
<b>Expenditures -- Debt Service:</b>					
Principal Retirement	1,300,645	2,390,000	3,605,000	190,000	7,485,645
Interest	566,666	1,822,197	2,639,286	94,911	5,123,060
Fiscal Charges	1,448	2,012	4,374	400	8,234
Capital Lease Principal	-	2,917,456	-	-	2,917,456
Capital Lease Interest	-	421,624	-	-	421,624
Payments to Refunding Agent	-	-	950,000	-	950,000
Bond Issuance Expense	-	116,011	304,401	-	420,412
Miscellaneous	65,497	-	5,500	-	70,997
<b>Total Expenditures</b>	<u>1,934,256</u>	<u>7,669,300</u>	<u>7,508,561</u>	<u>285,311</u>	<u>17,397,428</u>
<b>Excess (Deficiency) of Revenues     Over (Under) Expenditures</b>	<u>885,033</u>	<u>(1,685,163)</u>	<u>(6,443,280)</u>	<u>277,748</u>	<u>(6,965,662)</u>
<b>Other Financing Sources (Uses):</b>					
Transfers In	103,121	3,339,080	5,953,306	-	9,395,507
Transfers Out	(973,870)	-	-	-	(973,870)
Issuance of Refunding Debt	-	8,090,000	28,095,000	-	36,185,000
Premium on Debt Issued	-	279,497	3,824,303	-	4,103,800
Transfer to Bond Refunding Agent	-	(8,242,367)	(31,598,630)	-	(39,840,997)
<b>Total Other Financing Sources (Uses)</b>	<u>(870,749)</u>	<u>3,466,210</u>	<u>6,273,979</u>	<u>-</u>	<u>8,869,440</u>
<b>Net Change in Fund Balances</b>	14,284	1,781,047	(169,301)	277,748	1,903,778
Fund Balances - Beginning	<u>10,291,693</u>	<u>2,666,408</u>	<u>3,016,975</u>	<u>85,335</u>	<u>16,060,411</u>
Fund Balances - Ending	<u>\$ 10,305,977</u>	<u>4,447,455</u>	<u>2,847,674</u>	<u>363,083</u>	<u>17,964,189</u>