

# Debt Service

Organization: 910050

	2005/06 Actual	2006/07 Current	2007/08 Requested	2007/08 Approved	Percent Change
<b>Revenue</b>					
2nd 1/2 %	\$0	\$950,000	\$1,630,095	\$1,630,095	72%
1st 1/2%	0	0	252,450	252,450	0%
Proceeds - G.O. Refunding Bond	0	0	0	0	0%
From General Capital Projects	1,000,000	0	154,000	184,095	0%
From Schools' Construction	275,117	0	97,487	97,487	0%
COPs - Proceeds (CVMC)	0	1,121,645	1,500,230	1,500,230	34%
Lottery Proceeds	0	0	1,400,000	1,400,000	0%
General Fund - 1/2 cent tax rate (jail - 07/08)	0	0	700,000	700,000	0%
General Fund - 1/2 cent tax rate (jail - 03/04)	0	0	700,000	700,000	0%
General Fund - 2 cents tax rate (schools - 03/04)	0	0	2,800,000	2,800,000	0%
General Fund - 3 cents tax rate (schools - 07/08)	0	0	2,514,595	2,601,000	0%
General Fund	13,245,470	14,475,340	8,489,048	8,489,048	-41%
<b>Total</b>	<b>\$14,520,587</b>	<b>\$16,546,985</b>	<b>\$20,237,905</b>	<b>\$20,354,405</b>	<b>23%</b>
<b>Expenses</b>					
School Bonds	\$7,849,158	\$7,532,390	\$7,365,325	\$7,365,325	-2%
Community College Bonds	685,360	485,140	504,555	504,555	4%
Installment Purchase - Schools	660,000	2,217,150	1,896,185	1,896,185	-14%
Certificates of Participation - CVMC	0	1,121,645	1,500,230	1,500,230	34%
Certificates of Participation - CVCC	681,686	673,360	965,530	1,255,530	86%
Certificates of Participation - Schools	2,975,745	2,929,005	6,452,095	6,278,595	114%
Certificates of Participation - Jail	1,668,638	1,588,295	1,553,985	1,553,985	-2%
<b>Total</b>	<b>\$14,520,587</b>	<b>\$16,546,985</b>	<b>\$20,237,905</b>	<b>\$20,354,405</b>	<b>23%</b>

## Budget Highlights

The Board of Commissioners dedicated ½ cent on the tax rate in Fiscal Year 2003/04 to retire the Jail debt. An additional ½ cent is included in Fiscal Year 2007/08 for Jail debt. Also in Fiscal Year 2003/04, 2 cents on the tax rate was dedicated for school debt payments. For tracking purposes, this is shown as separate revenues from the General Fund. Beginning in Fiscal Year 2007/08, three cents (\$4,200,000) will be added to the tax rate for the next funding cycle of schools' construction. \$2,484,500 is budgeted in Debt Service to repay the debt on schools' construction. The balance of the three cents (\$199,000) is transferred to the Schools' Construction Fund for future debt.

\$97,487 is being transferred from the Schools' Construction Fund to balance the debt payments for schools.

In September 2005 the County borrowed \$5 million to purchase equipment for the Catawba Valley Medical Center (CVMC) allowing them to take advantage of the County's lower financing rates. The term is for 59 months and will be budgeted through Fiscal Year 2010/11. The expense and the revenue have to show up in our budget though no actuals will hit our books. CVMC will make payments directly to BB&T.