

## 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
- 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
- 2008 Certificates of Participation – Street Lights & AV Parks

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, 2008**

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 1,290,716	941,198	555,249	-	2,787,163
Investments	4,726,318	3,037,535	2,911,702	-	10,675,555
Receivables (Net of Allowance for Uncollectibles):					
Taxes	388,943	701,240	-	-	1,090,183
Accrued Interest	34,020	23,056	41,789	-	98,865
Due from Other Funds	370,531	269,989	159,325	-	799,845
Due from Other Governments	-	378	166,666	-	167,044
Total Assets	<u>6,810,528</u>	<u>4,973,396</u>	<u>3,834,731</u>	<u>-</u>	<u>15,618,655</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Deferred Revenue	-	144,948	-	-	144,948
Fund Balances:					
Reserved for Debt Service	<u>6,810,528</u>	<u>4,828,448</u>	<u>3,834,731</u>	<u>-</u>	<u>15,473,707</u>
Total Liabilities and Fund Balances	<u>\$ 6,810,528</u>	<u>4,973,396</u>	<u>3,834,731</u>	<u>-</u>	<u>15,618,655</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, 2008**

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>Revenues:</b>					
Real Property and Personal Property Tax	\$ 2,048,409	5,588,548	-	-	7,636,957
Sundry and In Lieu Tax	-	3,893	-	-	3,893
Special Assessment	-	-	-	1,091,514	1,091,514
Special Assessment Interest	-	-	-	179,258	179,258
Intergovernmental	-	128,307	1,520,000	-	1,648,307
Investment Earnings	260,729	192,483	243,511	347,744	1,044,467
Miscellaneous	-	9,239	-	-	9,239
Total Revenues	<u>2,309,138</u>	<u>5,922,470</u>	<u>1,763,511</u>	<u>1,618,516</u>	<u>11,613,635</u>
<b>Expenditures -- Debt Service:</b>					
Principal Retirement	619,828	4,260,000	1,945,000	-	6,824,828
Interest	425,773	2,456,373	3,097,026	-	5,979,172
Fiscal Charges	1,050	2,930	2,800	-	6,780
Capital Lease Principal	-	1,165,000	-	-	1,165,000
Capital Lease Interest	-	396,617	-	-	396,617
Miscellaneous	-	2,500	2,000	96	4,596
Total Expenditures	<u>1,046,651</u>	<u>8,283,420</u>	<u>5,046,826</u>	<u>96</u>	<u>14,376,993</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,262,487</u>	<u>(2,360,950)</u>	<u>(3,283,315)</u>	<u>1,618,420</u>	<u>(2,763,358)</u>
<b>Other Financing Sources (Uses):</b>					
Transfers In	1,472,391	2,423,350	3,631,356	-	7,527,097
Transfers Out	(1,251,428)	-	(397,063)	(11,552,334)	(13,200,825)
Total Other Financing Sources (Uses)	<u>220,963</u>	<u>2,423,350</u>	<u>3,234,293</u>	<u>(11,552,334)</u>	<u>(5,673,728)</u>
Net Change in Fund Balances	1,483,450	62,400	(49,022)	(9,933,914)	(8,437,086)
Fund Balances - Beginning	<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>
Fund Balances - Ending	<u>\$ 6,810,528</u>	<u>4,828,448</u>	<u>3,834,731</u>	<u>-</u>	<u>15,473,707</u>