

### INTRODUCTION

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This section provides a summary of the City of Manteca and the Manteca Redevelopment Agency's debt service requirements for Fiscal Year End 2010-11.

These obligations represent the installment payments of principal and interest for previous capital improvement plan projects, equipment acquisitions, or future projects that have been funded through debt financings.

This section includes:

- t Descriptions of each lease or bond obligation as of July 1, 2010
- t Summary of debt service by function
- t Summary of debt service by source

**DESCRIPTION OF CITY DEBT OBLIGATIONS**

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**1978 Manteca Recreational Facility Bonds  
Refinanced October 1988, Matures October 2013**

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The proceeds from this bond were used for expansion of the golf course, construction of the tennis courts, and construction of the parking lot.

t Funding Sources: Parks Fees and Golf Funds	
t Original Principal:	\$ \$880,000
t Principal Outstanding as of July 1, 2010	\$ 225,000
t Interest Rate	6.25%

**2001 Banc of America Equipment Lease (formally La Salle Bank National Assn)  
Matures September 2013**

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The proceeds were used for a Citywide energy-savings retrofit program. Improvements included upgrade of lighting, heating and air conditioning systems in all City buildings, replacing pumps in the City's wells with energy-efficient motors, installation of energy projects and the wastewater quality control facility, and conversion of the lights in the City's traffic signals from high-energy-use bulbs to more-efficient LED lights.

t Funding Sources: General, Local Transportation, Sewer, and Water Funds	
t Original Principal:	\$1,575,000
t Principal Outstanding as of July 1, 2010	\$ 565,220
t Interest Rate	5.3%

**2001 State Energy Commission Loan #1  
Matures June 2011**

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t Funding Source: Sewer Fund	
t Original Principal	\$1,919,717
t Principal Outstanding as of July 1, 2010	283,140
t Interest Rate	3.0%

**2003 Water Revenue Bonds  
Matures July 2033**

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The proceeds from this bond were used to finance the city's portion of the South County Surface Water project.

t Funding Source: Water Funds	
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## Debt Service Requirements

t Original Principal	\$43,325,000
t Principal Outstanding as of July 1, 2010	42,715,000
t Interest Rate	2.00 – 4.75%

### **2003 Wastewater Revenue Bonds Series A Matures June 2024**

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The proceeds from this bond were used to finance the Wastewater Quality Control Facility (WQCF) Phase III expansion.

Funding Source: Sewer Funds

t Original Principal	\$18,155,000
t Principal Outstanding as of July 1, 2010	17,285,000
t Interest Rate	2.35 – 5.13%

### **2003 Wastewater Revenue Bonds Series B Matures June 2034**

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The proceeds from this bond were used to finance the Wastewater Quality Control Facility (WQCF) Phase III expansion.

t Funding Source: Sewer Funds	
t Original Principal	\$25,665,000
t Principal Outstanding as of July 1, 2010	14,715,000
t Interest Rate	2.35 – 5.13%

### **2007 Bank of America Equipment Lease (formally La Salle Bank National Assn) Matures August 2014**

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The proceeds from this equipment lease were used to purchase a Sutphen 100' aerial fire truck and accessories to replace a 1981 55' ladder truck.

t Funding Source: Government Building Facilities Fees	
t Original Principal	\$1,055,000
t Principal Outstanding as of July 1, 2010	716,112
t Interest Rate	4.6%

### **2009 Wastewater Revenue Bonds Matures June 2037**

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Purpose: The proceeds from this bond were used to complete the Wastewater Quality Control Facility (WQCF) Phase III expansion.

t Funding Source: Sewer Funds	
t Original Principal	\$19,000,000
t Principal Outstanding as of July 1, 2010	19,000,000
t Interest Rate	4.88 – 5.75%

### **2009 Municipal Services Group Inc. Equipment Lease Matures April 2014**

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## Debt Service Requirements

The proceeds from this equipment lease were used to purchase the Shortel PBX Voice of Internet Protocol (VOIP) telephone system.

t	Funding Source: Equipment Replacement Fund	
t	Original Principal	460,951
t	Principal Outstanding as of July 1, 2010	367,069
t	Interest Rate	4.025%

### **2010 Municipal Services Group Inc. Equipment Lease Matures January 2015**

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The proceeds from this equipment lease were used a 2009 Terex Model XT60/70 Hi Ranger 75' aerial truck for use by the parks department.

t	Funding Source: Major Equipment Fund	
t	Original Principal	171,190
t	Principal Outstanding as of July 1, 2010	160,465
t	Interest Rate	4.48%

**DESCRIPTION OF REDEVELOPMENT AGENCY DEBT OBLIGATIONS**

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**2002 Merged Area and 1992A Refunding Tax Allocation Bonds  
Matures October 2032**

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The proceeds of this issue were used to refund the outstanding 1992-A Tax Allocation Bonds and to finance ongoing redevelopment activities.

t Funding Source: Redevelopment Agency Fund	
t Original Principal	\$30,765,000
t Principal Outstanding as of July 1, 2010	27,110,000
t Interest Rate	2.0 – 5.0%

**2004 Merged Area Subordinate Tax Allocation Bonds  
Matures October 2036**

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The proceeds were used to finance ongoing redevelopment activities.

t Funding Source: Redevelopment Agency Debt Administration Funds	
t Original Principal	\$25,925,000
t Principal Outstanding as of July 1, 2010	24,615,000
t Interest Rate	3.0 – 5.0%

**2004 Housing Tax Allocation Bonds  
Matures October 2034**

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The proceeds were used to finance public capital improvements including the acquisition of land for the construction of certain residential housing units.

t Funding Source: Redevelopment Agency Housing Funds	
t Original Principal	\$ 5,310,000
t Principal Outstanding as of July 1, 2010	5,085,000
t Interest Rate	3.0 – 5.0%

**2005 Merged Area Variable Rate Subordinate Tax Allocation Bonds  
Matures October 2043**

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The proceeds were used to finance ongoing redevelopment activities.

t Funding Source: Redevelopment Agency Debt Administration Funds	
t Original Principal	\$50,760,000
t Principal Outstanding as of July 1, 2010	50,525,000
t Interest Rate	variable swap

### 2006 Merged Area Tax Allocation Bonds Matures October 2042

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The proceeds were used to finance ongoing redevelopment activities.

t	Funding Source: Redevelopment Agency Housing Funds	
t	Original Principal	\$22,675,000
t	Principal Outstanding as of July 1, 2010	22,675,000
t	Interest Rate	4.0 – 5.0%

## Debt Service Requirements

	Actual 2007-08	Actual 2008-09	Estimate 2009-10	Budget 2010-11
<b>GENERAL FUND</b>				
<i>2001 Banc of America Equipment Lease</i>	49,479	49,480	49,480	49,480
<i>2001 State Energy Commission Loan #2</i>	13,615	13,615	13,620	13,620
<i>1997 Municipal Services Group Capital Lease</i>	223,883	223,883	112,000	0
<b>Total Debt Service</b>	<b>286,977</b>	<b>286,978</b>	<b>175,100</b>	<b>63,100</b>
<b>MAJOR EQUIPMENT FUND</b>				
<i>2003 LaSalle National Bank Capital Lease</i>	77,075	38,538	0	0
<i>2010 Municipal Services Group Equipment Lease</i>	0	0	17,355	37,860
<b>Total Debt Service</b>	<b>77,075</b>	<b>38,538</b>	<b>17,355</b>	<b>37,860</b>
<b>LOCAL TRANSPORTATION FUND</b>				
<i>2001 Banc of America Equipment Lease</i>	58,187	58,188	58,270	58,187
<i>2001 State Energy Commission Loan #2</i>	19,464	19,463	19,470	19,470
<b>Total Debt Service</b>	<b>77,651</b>	<b>77,651</b>	<b>77,740</b>	<b>77,657</b>
<b>PARK FEES FUND</b>				
<i>1978 Manteca Recreational Facility Bonds</i>	13,347	13,347	13,620	13,620
<b>Total Debt Service</b>				
<b>GOVERNMENT BUILDING FACILITIES FEE FUND</b>				
<i>2007 Bank of America Equipment Lease</i>	88,996	177,991	178,000	177,995
<b>Total Debt Service</b>				
<b>GOLF FUND</b>				
<i>1978 Manteca Recreational Facility Bonds</i>	52,000	52,000	52,000	55,200
<i>1994 Bank of New York Capital Lease</i>	245,435	239,075	245,980	0
<b>Total Debt Service</b>	<b>297,435</b>	<b>291,075</b>	<b>297,980</b>	<b>55,200</b>
<b>SEWER MAINTENANCE AND OPERATION FUND</b>				
<i>2001 Banc of America Equipment Lease</i>	11,260	9,609	42,040	41,978
<i>2001 State Energy Commission Loan #1</i>	30,494	22,586	289,555	289,535
<i>2003 Wastewater Revenue Bonds Series A</i>	1,705,482	1,557,265	2,137,100	2,172,910
<i>2009 Wastewater Revenue Bonds</i>	0	226,903	0	0
<b>Total Debt Service</b>	<b>1,747,236</b>	<b>1,816,363</b>	<b>2,468,695</b>	<b>2,504,423</b>
<b>SEWER FEES FUND</b>				
<i>2003 Wastewater Revenue Bonds Series B</i>	3,000,000	2,400,000	2,250,205	794,190
<i>2009 Wastewater Revenue Bonds</i>	0	241,620	0	0
<b>Total Debt Service</b>	<b>3,000,000</b>	<b>2,641,620</b>	<b>2,250,205</b>	<b>794,190</b>

## Debt Service Requirements

	Actual 2007-08	Actual 2008-09	Estimate 2009-10	Budget 2010-11
<b>WATER MAINTENANCE AND OPERATIONS FUND</b>				
<i>2001 Banc of America Equipment Lease</i>	7,889	6,733	29,460	29,412
<i>2001 State Energy Commission Loan #2</i>	4,430	2,841	56,660	56,660
<i>2003 Water Revenue Bonds</i>	808,786	806,731	956,670	1,001,891
<i>Total Debt Service</i>	<u>821,105</u>	<u>816,305</u>	<u>1,042,790</u>	<u>1,087,963</u>
<b>WATER FEES FUND</b>				
<i>2003 Water Revenue Bonds</i>	<u>1,150,613</u>	<u>1,147,677</u>	<u>1,360,460</u>	<u>1,424,999</u>
<b>EQUIPMENT FUND</b>				
<i>2009 Municipal Services Group Equipment Lease</i>		<u>4,610</u>	<u>102,180</u>	<u>102,180</u>
<b>REDEVELOPMENT AGENCY HOUSING FUNDS</b>				
<i>2002 Subordinate Tax Allocation Bonds</i>	62,366	88,690	93,075	92,805
<i>2004 Subordinate Tax Allocation Housing Bonds</i>	244,423	352,773	354,400	355,875
<i>Total Debt Service</i>	<u>306,789</u>	<u>441,463</u>	<u>447,475</u>	<u>448,680</u>
<b>REDEVELOPMENT AGENCY DEBT SERVICE FUND</b>				
<i>2002 Subordinate Tax Allocation Bonds</i>	2,062,517	2,026,504	2,028,575	2,021,320
<i>2004 Subordinate Tax Allocation Bonds</i>	0	651,000	1,834,300	1,838,955
<i>2005 Variable Rate SubTax Allocation Bonds</i>	0	0	3,024,300	2,784,400
<i>2006 Merged Area Tax Allocation Bonds</i>	0	0	512,600	889,895
<i>Total Debt Service</i>	<u>2,062,517</u>	<u>2,677,504</u>	<u>7,399,775</u>	<u>7,534,570</u>



## Debt Service Requirements

	Actual 2007-08	Actual 2008-09	Estimate 2009-10	Budget 2010-11
GENERAL ADMINISTRATION <i>Non Departmental</i>	63,094	67,705	165,280	165,280
FIRE PROTECTION <i>Operations</i>	166,071	216,529	178,000	177,995
PARKS <i>Maintenance Services</i>	0	0	17,355	37,860
RECREATION <i>Recreation Services</i>	13,347	13,347	13,620	13,620
GOLF <i>Course Maintenance</i>	297,435	291,075	297,980	55,200

## Debt Service Requirements

	Actual 2007-08	Actual 2008-09	Estimate 2009-10	Budget 2010-11
<b>WATER SUPPLY &amp; DISTRIBUTION SERVICES</b>				
<i>Water Distribution</i>	12,319	9,574	86,120	86,072
<i>Water Production</i>	1,959,399	1,954,408	2,317,130	2,426,890
<i>Total Debt Service</i>	<u>1,971,718</u>	<u>1,963,982</u>	<u>2,403,250</u>	<u>2,512,962</u>
<b>WASTEWATER COLLECTIONS &amp; TREATMENT</b>				
<i>Wastewater Maintenance</i>	41,754	32,195	331,595	331,513
<i>Operations</i>	4,705,482	4,425,788	4,387,305	2,967,100
<i>Total Debt Service</i>	<u>4,747,236</u>	<u>4,457,983</u>	<u>4,718,900</u>	<u>3,298,613</u>
<b>STORM DRAINAGE</b>				
<i>Maintenance</i>	<u>223,883</u>	<u>223,883</u>	<u>112,000</u>	<u>0</u>
<b>STREETS</b>				
<i>Street Light and Traffic Signal Maintenance</i>	<u>77,651</u>	<u>77,651</u>	<u>77,740</u>	<u>77,657</u>
<b>REDEVELOPMENT AGENCY HOUSING</b>				
<i>Housing</i>	<u>306,789</u>	<u>441,463</u>	<u>447,475</u>	<u>448,680</u>
<b>REDEVELOPMENT AGENCY NON HOUSING</b>				
<i>Redevelopment Programs</i>	<u>2,062,517</u>	<u>2,677,504</u>	<u>7,399,775</u>	<u>7,534,570</u>