

INTRODUCTION

This section provides a summary of the City of Manteca and the Manteca Redevelopment Agency's debt service requirements for Fiscal Year End 2011-12.

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:

- ◆ Descriptions of each lease or bond obligation as of July 1, 2011
- ◆ Summary of debt service by function
- ◆ Summary of debt service by source

DESCRIPTION OF CITY DEBT OBLIGATIONS

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

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

◆ Funding Sources: Parks Fees and Golf Funds	
◆ Original Principal:	\$ \$880,000
◆ Principal Outstanding as of July 1, 2011	\$ 175,000
◆ Interest Rate	6.25%

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

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.

◆ Funding Sources: General, Local Transportation, Sewer, and Water Funds	
◆ Original Principal:	\$1,575,000
◆ Principal Outstanding as of July 1, 2011	\$ 414,145
◆ Interest Rate	5.3%

**2003 Water Revenue Bonds
Matures July 2033**

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

◆ Funding Source: Water Funds	
◆ Original Principal	\$43,325,000
◆ Principal Outstanding as of July 1, 2011	42,235,000
◆ Interest Rate	2.00 – 4.75%

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

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

Funding Source: Sewer Funds	
◆ Original Principal	\$18,155,000
◆ Principal Outstanding as of July 1, 2011	16,595,000
◆ Interest Rate	2.35 – 5.13%

Debt Service Requirements

2003 Wastewater Revenue Bonds Series B Matures June 2034

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

◆ Funding Source: Sewer Funds	
◆ Original Principal	\$25,665,000
◆ Principal Outstanding as of July 1, 2011	11,015,000
◆ Interest Rate	2.35 – 5.13%

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

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.

◆ Funding Source: Government Building Facilities Fees	
◆ Original Principal	\$1,055,000
◆ Principal Outstanding as of July 1, 2011	569,395
◆ Interest Rate	4.6%

2009 Wastewater Revenue Bonds Matures June 2037

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

◆ Funding Source: Sewer Funds	
◆ Original Principal	\$19,000,000
◆ Principal Outstanding as of July 1, 2011	19,000,000
◆ Interest Rate	4.88 – 5.75%

2009 Municipal Services Group Inc. Equipment Lease Matures April 2014

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

◆ Funding Source: Equipment Replacement Fund	
◆ Original Principal	460,951
◆ Principal Outstanding as of July 1, 2011	273,155
◆ Interest Rate	4.025%

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

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.

◆ Funding Source: Major Equipment Fund	
◆ Original Principal	171,190
◆ Principal Outstanding as of July 1, 2011	126,116
◆ Interest Rate	4.48%

**2010 Leasource Financial Services, Inc. Equipment Lease
Matures December 2015**

The proceeds from this equipment lease were used to fund Enterprise Resource Planning Software (ERP) for use City-wide.

◆ Funding Source: Major Equipment Fund	
◆ Original Principal	969,360
◆ Principal Outstanding as of July 1, 2011	969,360
◆ Interest Rate	4.25%

DESCRIPTION OF REDEVELOPMENT AGENCY DEBT OBLIGATIONS

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

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

◆ Funding Source: Redevelopment Agency Fund	
◆ Original Principal	\$30,765,000
◆ Principal Outstanding as of July 1, 2011	26,325,000
◆ Interest Rate	2.0 – 5.0%

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

The proceeds were used to finance ongoing redevelopment activities.

◆ Funding Source: Redevelopment Agency Debt Administration Funds	
◆ Original Principal	\$25,925,000
◆ Principal Outstanding as of July 1, 2011	23,925,000
◆ Interest Rate	3.0 – 5.0%

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

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

◆ Funding Source: Redevelopment Agency Housing Funds	
◆ Original Principal	\$ 5,310,000
◆ Principal Outstanding as of July 1, 2011	4,965,000
◆ Interest Rate	3.0 – 5.0%

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

The proceeds were used to finance ongoing redevelopment activities.

◆ Funding Source: Redevelopment Agency Debt Administration Funds	
◆ Original Principal	\$50,760,000
◆ Principal Outstanding as of July 1, 2011	50,050,000
◆ Interest Rate	variable swap

2006 Merged Area Tax Allocation Bonds Matures October 2042

The proceeds were used to finance ongoing redevelopment activities.

◆ Funding Source: Redevelopment Agency Housing Funds	
◆ Original Principal	\$22,675,000
◆ Principal Outstanding as of July 1, 2011	22,290,000
◆ Interest Rate	4.0 – 5.0%