

INTRODUCTION

This section provides a summary of the City of Manteca's debt service requirements for Fiscal Year End 2015-16.

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, 2015
- ◆ Summary of debt service by function
- ◆ Summary of debt service by source

DESCRIPTION OF CITY DEBT OBLIGATIONS

**2007 Bank of America Equipment Lease (formally La Salle Bank National Assn)
Matured 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, 2015	0
◆ 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, 2015	19,000,000
◆ Interest Rate	4.88 – 5.75%

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

The proceeds from this equipment lease were used to purchase 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, 2015	0
◆ Interest Rate	4.48%

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

The proceeds from this equipment lease were used Enterprise Resource Planning (ERP) software for the City.

◆ Funding Source: Major Equipment Fund	
◆ Original Principal	\$969,360
◆ Principal Outstanding as of July 1, 2015	213,357
◆ Interest Rate	4.25%

Debt Service Requirements

2012 Water Revenue Bonds Matures July 2033

In 2012 the 2003 Water Revenue Bonds series was refinanced. The proceeds from the original bond were used to finance the city's portion of the South County Surface Water project.

◆ Funding Source: Water Funds	
◆ Original Principal	\$35,840,000
◆ Principal Outstanding as of July 1, 2015	34,935,000
◆ Interest Rate	2.00 – 5.00%

2012 Wastewater Revenue Bonds Series A Matures July 2033

In 2012 the 2003 Wastewater Revenue Bonds series 2003 A and B were refinanced. The proceeds from the original bond issue were used to finance the Wastewater Quality Control Facility (WQCF) Phase III expansion.

Funding Source: Sewer Funds

◆ Original Principal	\$22,690,000
◆ Principal Outstanding as of July 1, 2015	20,625,000
◆ Interest Rate	2.00 - 5.00%

2015 HSE Equipment Lease – Agreement #1 Matures May 2020

The proceeds from this equipment lease were used to purchase a drum chipper and chipper truck for the Parks Department as well as funding for a Virtual Server upgrade for the Information Technology Department.

◆ Funding Source: Major Equipment Fund; Information Technology Fund	
◆ Original Principal	\$750,000
◆ Principal Outstanding as of July 1, 2015	750,000
◆ Interest Rate	3.39%

2015 HSE Equipment Lease – Agreement #2 Matures May 2022

The proceeds from this equipment lease were used to purchase a Hi-Tech/Spartan fire engine and accessories to replace a 1989 engine.

◆ Funding Source: Major Equipment Fund	
◆ Original Principal	\$580,000
◆ Principal Outstanding as of July 1, 2015	580,000
◆ Interest Rate	3.55%

Debt Service Requirements

	Actual 2012-13	Actual 2013-14	Estimate 2014-15	Budget 2015-16
GENERAL FUND				
2001 Banc of America Equipment Lease	49,480	24,740		
<i>Total Debt Service</i>	<u>49,480</u>	<u>24,740</u>	0	0
MAJOR EQUIPMENT FUND				
2010 Municipal Services Group Equipment Lease	37,858	41,014	22,090	
2010 Municipal Services Group Equipment Lease	219,310	219,308	219,320	219,315
HSE Leasing - Parks Equipment				32,870
HSE Leasing - Fire Engine				108,000
<i>Total Debt Service</i>	<u>257,168</u>	<u>260,322</u>	<u>241,410</u>	<u>360,185</u>
LOCAL TRANSPORTATION FUND				
2001 Banc of America Equipment Lease	58,190	29,094		
<i>Total Debt Service</i>	<u>58,190</u>	<u>29,094</u>	0	0
PARK FEES FUND				
1978 Manteca Recreational Facility Bonds	13,450		0	0
GOVERNMENT BUILDING FACILITIES FEE FUND				
2007 Bank of America Equipment Lease	178,880	177,990	88,995	
GOLF FUND				
1978 Manteca Recreational Facility Bonds	53,390		7,740	
<i>Total Debt Service</i>	<u>53,390</u>	0	<u>7,740</u>	0
SEWER MAINTENANCE AND OPERATION FUND				
2001 Banc of America Equipment Lease	41,401	(2,164)		
2001 State Energy Commission Loan #1	0	(368)		
2003 Wastewater Revenue Bonds Series A	1,404,445			
2009 Wastewater Revenue Bonds	604,125	513,500	513,500	513,500
2012 Wastewater Revenue Bonds	219,025	338,437	897,325	918,225
<i>Total Debt Service</i>	<u>2,268,996</u>	<u>849,405</u>	<u>1,410,825</u>	<u>1,431,725</u>
SEWER FEES FUND				
2003 Wastewater Revenue Bonds Series B				
2009 Wastewater Revenue Bonds	454,640	545,262	545,265	545,265
2012 Wastewater Revenue Bonds	232,615	429,583	972,950	975,135
<i>Total Debt Service</i>	<u>687,255</u>	<u>974,845</u>	<u>1,518,215</u>	<u>1,520,400</u>

Debt Service Requirements

	Actual 2012-13	Actual 2013-14	Estimate 2014-15	Budget 2015-16
WATER MAINTENANCE AND OPERATIONS FUND				
<i>2001 Banc of America Equipment Lease</i>	29,010	(1,537)		
<i>2003 Water Revenue Bonds</i>	388,455			
<i>2012 Water Revenue Bonds</i>	367,765	492,715	1,145,100	1,139,285
<i>Total Debt Service</i>	<u>785,230</u>	<u>491,178</u>	<u>1,145,100</u>	<u>1,139,285</u>
WATER FEES FUND				
<i>2003 Water Revenue Bonds</i>	554,395			
<i>2012 Water Revenue Bonds</i>	526,458	979,379	1,634,275	1,625,970
<i>Total Debt Service</i>	<u>1,080,853</u>	<u>979,379</u>	<u>1,634,275</u>	<u>1,625,970</u>
INFORMATION TECHNOLOGY FUND				
<i>HSE Leasing - Servers</i>				131,475
EQUIPMENT FUND				
<i>2009 Municipal Services Group Equipment Lease</i>	5,410	1,540		0