

### INTRODUCTION

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This section provides a summary of the City of Manteca's debt service requirements for Fiscal Year End 2016-17.

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, 2016
- ◆ Summary of debt service by source

**DESCRIPTION OF CITY DEBT OBLIGATIONS**

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**2007 Bank of America Equipment Lease (formally La Salle Bank National Assn)  
Matured 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.

◆ Funding Source: Government Building Facilities Fees	
◆ Original Principal	\$1,055,000
◆ Principal Outstanding as of July 1, 2016	0
◆ 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.

◆ Funding Source: Sewer Funds	
◆ Original Principal	\$19,000,000
◆ Principal Outstanding as of July 1, 2016	19,000,000
◆ Interest Rate	4.88 – 5.75%

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

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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, 2016	0
◆ Interest Rate	4.48%

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

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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, 2016	0
◆ Interest Rate	4.25%

## Debt Service Requirements

### 2012 Water Revenue Bonds Matures July 2033

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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, 2016	32,665,000
◆ Interest Rate	2.00 – 5.00%

### 2012 Wastewater Revenue Bonds Series A Matures July 2033

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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, 2016	19,520,000
◆ Interest Rate	2.00 - 5.00%

### 2015 HSE Equipment Lease – Agreement #1 Matures May 2020

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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, 2016	609,914
◆ Interest Rate	3.39%

### 2015 HSE Equipment Lease – Agreement #2 Matures May 2022

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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, 2016	514,065
◆ Interest Rate	3.55%

## Debt Service Requirements

	Actual 2013-14	Actual 2014-15	Estimate 2015-16	Budget 2016-17
<b>GENERAL FUND</b>				
2001 Banc of America Equipment Lease	24,740			
<i>Total Debt Service</i>	<u>24,740</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>MAJOR EQUIPMENT FUND</b>				
2010 Municipal Services Group Equipment Lease	37,859	22,090		
2010 Municipal Services Group Equipment Lease	219,308	219,320	219,310	
HSE Leasing - Parks Equipment			32,870	32,875
HSE Leasing - Fire Engine			59,530	119,060
<i>Total Debt Service</i>	<u>257,167</u>	<u>241,410</u>	<u>311,710</u>	<u>151,935</u>
<b>LOCAL TRANSPORTATION FUND</b>				
2001 Banc of America Equipment Lease	29,094			
<i>Total Debt Service</i>	<u>29,094</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>GOVERNMENT BUILDING FACILITIES FEE FUND</b>				
2007 Bank of America Equipment Lease	177,990	88,995		
<b>GOLF FUND</b>				
1978 Manteca Recreational Facility Bonds	0	7,740	0	0
<b>SEWER MAINTENANCE AND OPERATION FUND</b>				
2001 Banc of America Equipment Lease	(2,164)			
2001 State Energy Commission Loan #1	(368)			
2009 Wastewater Revenue Bonds	513,500	513,500	513,500	513,500
2012 Wastewater Revenue Bonds	922,082	895,897	918,880	937,970
<i>Total Debt Service</i>	<u>1,433,050</u>	<u>1,409,397</u>	<u>1,432,380</u>	<u>1,451,470</u>
<b>SEWER FEES FUND</b>				
2009 Wastewater Revenue Bonds	545,262	545,262	545,265	542,265
2012 Wastewater Revenue Bonds	960,033	951,330	975,735	996,110
<i>Total Debt Service</i>	<u>1,505,295</u>	<u>1,496,592</u>	<u>1,521,000</u>	<u>1,538,375</u>

## Debt Service Requirements

	Actual 2013-14	Actual 2014-15	Estimate 2015-16	Budget 2016-17
<b>WATER MAINTENANCE AND OPERATIONS FUND</b>				
<i>2001 Banc of America Equipment Lease</i>	12,789			
<i>2012 Water Revenue Bonds</i>	1,059,091	1,140,461	1,139,285	1,138,590
<i>Total Debt Service</i>	<u>1,071,880</u>	<u>1,140,461</u>	<u>1,139,285</u>	<u>1,138,590</u>
<b>WATER FEES FUND</b>				
<i>2012 Water Revenue Bonds</i>	1,511,519	1,627,949	1,625,955	1,624,970
<i>Total Debt Service</i>	<u>1,511,519</u>	<u>1,627,949</u>	<u>1,625,955</u>	<u>1,624,970</u>
<b>INFORMATION TECHNOLOGY FUND</b>				
<i>HSE Leasing - Servers</i>			131,475	131,475
<b>EQUIPMENT FUND</b>				
<i>2009 Municipal Services Group Equipment Lease</i>	1,540			0