

INTRODUCTION

This section provides a summary of the City of Manteca's debt service requirements for Fiscal Year End 2018-19.

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, 2018
- ◆ Summary of debt service by source

DESCRIPTION OF CITY DEBT OBLIGATIONS

**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, 2018	19,000,000
◆ Interest Rate	4.88 – 5.80%

**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, 2018	30,235,000
◆ 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, 2018	17,075,000
◆ 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, 2018	315,207
◆ Interest Rate	3.39%

Debt Service Requirements

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, 2018	335,991
◆ Interest Rate	3.55%

Debt Service Requirements

	Actual 2015-16	Actual 2016-17	Estimate 2017-18	Budget 2018-19
MAJOR EQUIPMENT FUND				
<i>2010 Municipal Services Group Equipment Lease</i>	219,310			
<i>HSE Leasing - Parks Equipment</i>	32,870	32,870	32,870	32,870
<i>HSE Leasing - Fire Engine</i>	59,530	119,060	119,060	119,060
<i>Total Debt Service</i>	<u>311,710</u>	<u>151,930</u>	<u>151,930</u>	<u>151,930</u>
SEWER MAINTENANCE AND OPERATION FUND				
<i>2009 Wastewater Revenue Bonds</i>	513,500	513,500	513,500	513,500
<i>2012 Wastewater Revenue Bonds</i>	917,495	935,190	963,125	925,095
<i>Total Debt Service</i>	<u>1,430,995</u>	<u>1,448,690</u>	<u>1,476,625</u>	<u>1,438,595</u>
SEWER FEES FUND				
<i>2009 Wastewater Revenue Bonds</i>	545,265	545,265	545,265	545,265
<i>2012 Wastewater Revenue Bonds</i>	974,289	993,037	1,022,700	982,330
<i>Total Debt Service</i>	<u>1,519,554</u>	<u>1,538,302</u>	<u>1,567,965</u>	<u>1,527,595</u>
WATER MAINTENANCE AND OPERATIONS FUND				
<i>2012 Water Revenue Bonds</i>	1,129,832	1,138,055	1,138,625	1,138,970
<i>Total Debt Service</i>	<u>1,129,832</u>	<u>1,138,055</u>	<u>1,138,625</u>	<u>1,138,970</u>
WATER FEES FUND				
<i>2012 Water Revenue Bonds</i>	1,612,478	1,610,209	1,625,025	1,625,525
<i>Total Debt Service</i>	<u>1,612,478</u>	<u>1,610,209</u>	<u>1,625,025</u>	<u>1,625,525</u>
INFORMATION TECHNOLOGY FUND				
<i>HSE Leasing - Servers</i>	131,475	131,475	131,475	131,475
	<u>131,475</u>	<u>131,475</u>	<u>131,475</u>	<u>131,475</u>