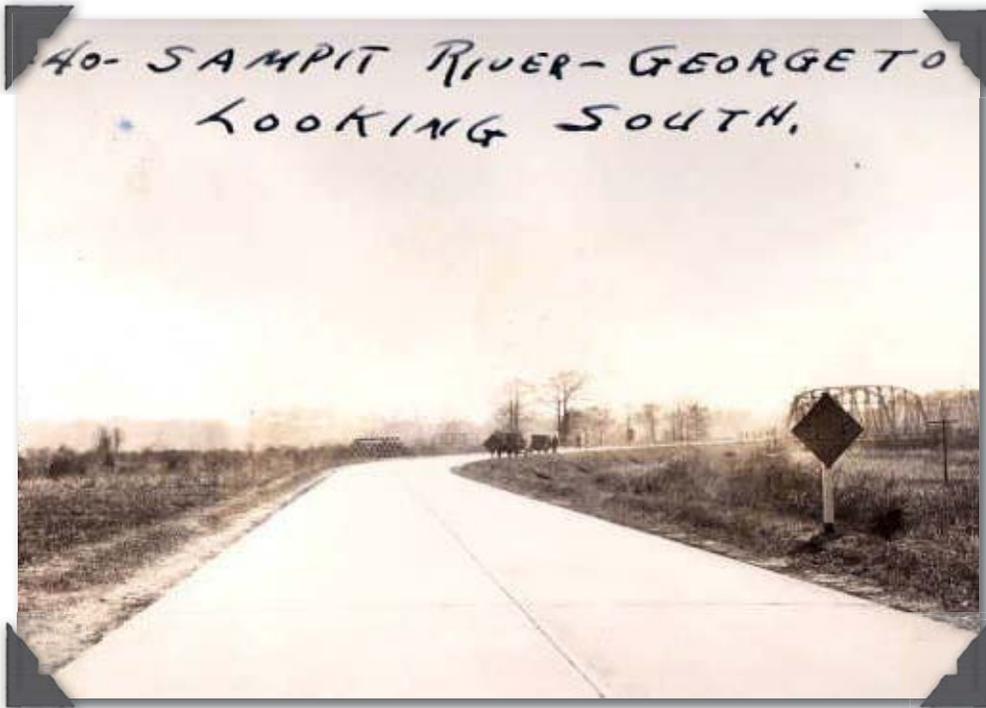




Sampit Bridge





Sampit Bridge



Debt Summary

Debt service expenses represent the retiring of debt such as leases, loans, and bond issues. It includes principal and interest payments, and administrative costs for paying agents, registrars, and escrow agents. As of July 1, 2009 the City uses 3 different debt instruments, and will issue a GO Bond during FY 2009/2010. The issuance of the GO Bond will be accounted for in a Debt Service Fund, the details of which are in this section. The following is a list of the current financing instruments utilized by the city, as well as an explanation of each.

Lease Purchases: A financing approach to acquire the use of an asset in which installment payments are made. A "lease purchase" agreement permits the lessee to purchase the asset at the end of the lease term for a predetermined price. Leases do not constitute a general obligation or other indebtedness of the City within the meaning of any constitutional, statutory, or Charter debt limitations.

One of the City's funding mechanisms for procuring machinery and equipment are lease purchase obligations. At July 1, 2009, the City has 12 lease purchase obligations in the amount of \$1,530,994. Short-term debt for Fiscal Year 2009/2010 totals \$463,975. Through these financing arrangements, the City has purchased the following:

Triple Combo Fire Truck	RWWTP Upgrades	Licensing Software
6 Police Vehicles	105 PCs	Grapple Trucks
Tractor	12 Laptops	Service Truck
Phone Access Port	9 Servers	Fire Command Truck
	Pick-up truck	2 Side Loader Trucks

All leases are collateralized with the machinery and equipment purchased under the financing arrangements. These obligations are to be paid from the General Fund, with the exception of the Grapple Trucks, which will belong to the Waste Management Fund. Interest rates range from 2.85% to 8.94%.

Revenue Bonds: Securities for which debt service payments are generated from a specific revenue source.

In April 2003, the City issued Water and Sewer Revenue Note, Series 2001A in the amount of \$10,069,024 including capitalized interest. The proceeds were issued to partially finance improvements and expansion of the City's Wastewater Treatment Facility. The expansion provides extra treatment capacity to the City and allows the City to provide wastewater treatment services to the Town of Andrews and Georgetown County Water and Sewer District in conjunction with the West Georgetown County Regional Wastewater Treatment System Service Agreement entered into in 1997. Debt service on this loan is payable by and is secured by pledged revenues of the Combined Water and Wastewater Utility Enterprise Funds.

Debt Summary (continued)

Interfund loans: Amounts provided between funds and blended component units of the primary government with a requirement for repayment.

On August 21, 2003, City Council authorized an Internal Wastewater Utility Fund Loan due from the Wastewater Utility Fund to the Electric Utility Fund, in the amount of \$900,000. The loan was used to fund the City's portion of the Regional Wastewater Treatment Plant not funded by grants or other external loans as well as the City's portion of the landfill compost pad. The loan is being repaid in annual installments of \$65,541 at 3.5% interest.

Future Debt: The City is in the planning stages for capital purchases and has not yet determined its future debt requirements.

Legal Debt Margin: The City has a legal debt limit of 8% of the total assessed value. This is the excess of the amount of debt legally authorized over the amount of debt outstanding. The City is authorized by state statute to exceed the legal debt margin if the additional debt is approved by the City's citizens.

Total Assessed Value	\$ 41,199,008
Debt Limit - 8% of Total Assessed Value	3,295,921
Total Amount of Debt Applicable to Debt Limit	-
Legal Debt Margin	<u>\$ 3,295,921</u>

The matrix on the following page is a summary of principal and interest due by fund for the entire City. The debt service fund is not represented on the matrix because there is no current outstanding debt for the fund. Debt retired in this fund will be issued and retired in the same fiscal period through a debt millage policy that was implemented in FY 2008/2009. The detail for the Debt Service fund is included at the end of this section.

Debt Summary (continued)

Current and Long Term Debt Service by Fund

		2009/2010	2010/2011	2011/2012	2012/2013	2014-2025
General Fund	Principal	189,875	151,333	-	-	-
	Interest	11,753	5,056	-	-	-
	Total	201,628	156,389	-	-	-
Local Hospitality/A Tax	Principal	62	-	-	-	-
	Interest	3	-	-	-	-
	Total	65	-	-	-	-
Electric Utility	Principal	77	-	-	-	-
	Interest	4	-	-	-	-
	Total	81	-	-	-	-
Water Utility	Principal	200	-	-	-	-
	Interest	10	-	-	-	-
	Total	210	-	-	-	-
Wastewater Utility	Principal	546,767	604,538	625,198	646,568	6,531,212
	Interest	277,586	285,356	264,696	243,326	1,223,563
	Total	824,353	889,894	889,894	889,894	7,754,775
Stormwater Utility	Principal	-	-	-	-	-
	Interest	-	-	-	-	-
	Total	-	-	-	-	-
Waste Management	Principal	122,488	126,691	131,058	90,963	45,831
	Interest	17,312	13,092	8,725	4,205	1,306
	Total	139,800	139,783	139,783	95,168	47,137
Grand Total for All Funds		\$ 1,166,137	\$ 1,186,066	\$ 1,029,677	\$ 985,062	\$ 7,801,912

Debt Schedules

LEASE-TRIPLE COMBINATION FIRE TRUCK

Amount of Lease	\$195,279
Remaining Lease Payments as of July 1, 2009	62,680
Present Value of Minimum Lease payments as of July 1, 2009	59,597

Lease Issued September 20, 2000

Interest payable annually on the 20th of September to BB&T

Principal payable annually on the 20th of September to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.43%	Sept 20, 2009	29,296	2,044	31,340
3.43%	Sept 20, 2010	30,301	1,039	31,340

LEASE- 2 POLICE VEHICLES, FLEET SERVICE TRUCK, FIRE COMMAND VEHICLE

Amount of Lease	\$116,000
Remaining Lease Payments as of July 1, 2009	41,784
Present Value of Minimum Lease payments as of July 1, 2009	40,185

Lease Issued November 1, 2006

Interest payable annually on the 1st of November to BB&T

Principal payable annually on the 1st of November to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.98%	Nov 1, 2009	40,185	1,599	41,784

LEASE-4 POLICE VEHICLES, 1 PASSENGER TRUCK, TRACTOR, 800 MHz RADIO EQUIPMENT

Amount of Lease	\$321,519
Remaining Lease Payments as of July 1, 2009	142,542
Present Value of Minimum Lease payments as of July 1, 2009	135,335

Lease Issued October 14, 2005

Interest payable annually on the 14th of October to BB&T

Principal payable annually on the 14th of October to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.53%	Oct 14, 2009	66,494	4,777	71,271
3.53%	Oct 14, 2010	68,841	2,430	71,271

Debt Schedules (continued)

LEASE-TECHNOLOGY REFRESH ROLL OUT

Amount of Lease	\$138,599
Remaining Lease Payments as of July 1, 2009	2,006
Present Value of Minimum Lease payments as of July 1, 2009	1,910

Lease Issued August 4, 2005

Interest payable annually on the 4th of September to Dell Financial Services

Principal payable annually on the 4th of September to Dell Financial Services

Interest Rate	Due Date	Principal	Interest	Total Payment
5.32%	Sept 4, 2009	1,910	96	2,006

LEASE-TECHNOLOGY REFRESH ROLL OUT

Amount of Lease	\$3,213
Remaining Lease Payments as of July 1, 2009	128
Present Value of Minimum Lease payments as of July 1, 2009	124

Lease Issued September 8, 2005

Interest payable annually on the 8th of September to Dell Financial Services

Principal payable annually on the 8th of September to Dell Financial Services

Interest Rate	Due Date	Principal	Interest	Total Payment
3.79%	Sept 8, 2009	124	4	128

LEASE-TECHNOLOGY REFRESH ROLL OUT

Amount of Lease	\$3,395
Remaining Lease Payments as of July 1, 2009	135
Present Value of Minimum Lease payments as of July 1, 2009	131

Lease Issued September 7, 2005

Interest payable annually on the 7th of September to Dell Financial Services

Principal payable annually on the 7th of September to Dell Financial Services

Interest Rate	Due Date	Principal	Interest	Total Payment
3.79%	Sept 7, 2009	131	4	135

Debt Schedules (continued)

LEASE-TECHNOLOGY REFRESH ROLL OUT

Amount of Lease	\$5,883
Remaining Lease Payments as of July 1, 2009	231
Present Value of Minimum Lease payments as of July 1, 2009	216

Lease Issued November 17, 2005

Interest payable annually on the 17th of November to Dell Financial Services

Principal payable annually on the 17th of November to Dell Financial Services

Interest Rate	Due Date	Principal	Interest	Total Payment
7.27%	Nov 17, 2009	216	15	231

LEASE-DELL LAPTOPS

Amount of Lease	\$16,736
Remaining Lease Payments as of July 1, 2009	1,326
Present Value of Minimum Lease payments as of July 1, 2009	1,223

Lease Issued August 28, 2006

Interest payable annually on the 28th of August to Dell Financial Services

Principal payable annually on the 28th of August to Dell Financial Services

Interest Rate	Due Date	Principal	Interest	Total Payment
8.94%	Aug 28, 2009	1,223	103	1,326

LEASE-2 GRAPPLE ARM SANITATION TRUCKS

Amount of Lease	\$198,675
Remaining Lease Payments as of July 1, 2009	133,846
Present Value of Minimum Lease payments as of July 1, 2009	123,835

Lease Issued April 24, 2007

Interest payable annually on the 24th of April to BB&T

Principal payable annually on the 24th of April to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.99%	April 24, 2010	39,674	4,941	44,615
3.99%	April 24, 2011	41,257	3,358	44,615
3.99%	April 24, 2012	42,904	1,712	44,616

Debt Schedules (continued)

LEASE- LICENSING SOFTWARE, CITY HALL RENOVATIONS, PHONE ACCESS PORT

Amount of Lease	\$152,000
Remaining Lease Payments as of July 1, 2009	107,556
Present Value of Minimum Lease payments as of July 1, 2009	102,843

Lease Issued June 1, 2008

Interest payable annually on the 1st of June to BB&T

Principal payable annually on the 1st of June to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.04%	June 1, 2010	50,652	3,126	53,778
3.04%	June 1, 2011	52,191	1,587	53,778

LEASE- SIDE LOAD SANITATION TRUCK

Amount of Lease	\$216,801
Remaining Lease Payments as of July 1, 2009	192,124
Present Value of Minimum Lease payments as of July 1, 2009	176,380

Lease Issued January 1, 2008

Interest payable annually on the 1st of January to BB&T

Principal payable annually on the 1st of January to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
3.51%	Jan 1, 2010	41,840	6,191	48,031
3.51%	Jan 1, 2011	43,309	4,722	48,031
3.51%	Jan 1, 2012	44,829	3,202	48,031
3.51%	Jan 1, 2013	46,402	1,629	48,031

LEASE- SANITATION TRUCK, REGIONAL WASTEWATER TREATMENT PLANT UPGRADES

Amount of Lease	\$778,801
Remaining Lease Payments as of July 1, 2009	846,636
Present Value of Minimum Lease payments as of July 1, 2009	778,801

Lease Issued June 1, 2008

Interest payable annually on the 6th of February to BB&T

Principal payable annually on the 6th of February to BB&T

Interest Rate	Due Date	Principal	Interest	Total Payment
2.85%	Feb 6, 2010	147,131	22,196	169,327
2.85%	Feb 6, 2011	151,325	18,003	169,328
2.85%	Feb 6, 2012	155,637	13,690	169,327
2.85%	Feb 6, 2013	160,073	9,254	169,327
2.85%	Feb 6, 2014	164,635	4,692	169,327

Debt Schedules (continued)

WATER AND SEWER REVENUE NOTE, SERIES 2001A

Amount of Issue	\$10,069,024
Principal Payments to Date	2,431,606
Remaining Principal Outstanding as of July 1, 2009	7,637,418

Note Issued April 1, 2003

Interest payable quarterly on July 1, Oct 1, Jan 1, and April 1st to the SC Water Pollution Control Revolving Fund

Principal payable quarterly on July 1, Oct 1, Jan 1, and April 1st to the SC Water Pollution Control Revolving Fund

Note payment schedule October 1, 2008 to April 1, 2023 as follows:

Interest Rate	Due Date	Principal	Interest	Total Payment
3.50%	FY 2009/2010	440,594	261,569	702,163
3.50%	FY 2010/2011	456,218	245,945	702,163
3.50%	FY 2011/2012	472,397	229,766	702,163
3.50%	FY 2012/2013	489,149	213,014	702,163
3.50%	FY 2013/2014	506,496	195,667	702,163
3.50%	FY 2014/2015	524,457	177,706	702,163
3.50%	FY 2015/2016	543,055	159,108	702,163
3.50%	FY 2016/2017	562,313	139,850	702,163
3.50%	FY 2017/2018	582,254	119,909	702,163
3.50%	FY 2018/2019	602,901	99,262	702,163
3.50%	FY 2019/2020	624,282	77,881	702,163
3.50%	FY 2020/2021	646,420	55,743	702,163
3.50%	FY 2021/2022	669,343	32,820	702,163
3.50%	FY 2022/2023	517,539	9,083	526,622

Debt Schedules (continued)

INTERNAL WASTEWATER UTILITY FUND LOAN

Amount of Issue	\$900,000
Principal Payments to Date	170,660
Remaining Principal Outstanding as of July 1, 2009	729,340

Note Issued August 21, 2003

Interest payable annually on the 30th of June to the Electric Utility Fund

Principal payable annually on the 30th of June to the Electric Utility Fund

Interest Rate	Due Date	Principal	Interest	Total Payment
3.50%	FY 2009/2010	0	0	0
3.50%	FY 2010/2011	39,121	26,420	65,541
3.50%	FY 2011/2012	40,490	25,051	65,541
3.50%	FY 2012/2013	41,907	23,634	65,541
3.50%	FY 2013/2014	43,374	22,167	65,541
3.50%	FY 2014/2015	44,892	20,649	65,541
3.50%	FY 2015/2016	46,463	19,078	65,541
3.50%	FY 2016/2017	48,090	17,452	65,541
3.50%	FY 2017/2018	49,773	15,768	65,541
3.50%	FY 2018/2019	51,515	14,026	65,541
3.50%	FY 2019/2020	53,318	12,223	65,541
3.50%	FY 2020/2021	55,184	10,357	65,541
3.50%	FY 2021/2022	57,115	8,426	65,541
3.50%	FY 2022/2023	59,115	6,427	65,541
3.50%	FY 2023/2024	61,184	4,358	65,541
3.50%	FY 2024/2025	63,325	2,216	65,541

Debt Service Fund Detail

Account Number	Description	2007 Actual Amount	2008 Actual Amount	2009 Amended Budget	2009 Actual Amount	2010 Council Approved
Fund: 0011 - Debt Service						
<u>Revenues</u>						
Department: 00 - Revenue						
RE21-Property T - Property Taxes						
311.002	Property Taxes -Debt Mill	\$ -	\$ -	\$ 438,500	\$ 438,500	\$ 420,000
Account Classification Total: Property Taxes		\$ -	\$ -	\$ 438,500	\$ 438,500	\$ 420,000
RE33-Operating - Operating Transfers In						
392.004	From General Fund	\$ -	\$ -	\$ 8,470	\$ 4,660	\$ 8,470
Account Classification Total: Operating Transfers In		\$ -	\$ -	\$ 8,470	\$ 4,660	\$ 8,470
Department Total: 00 - Revenue		\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Revenues Total		\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
<u>Expenditures</u>						
Department: 21 - Debt Service						
EX60-Other Serv - Other Services & Charges						
681.130	GO Bond Principal	\$ -	\$ -	\$ 403,500	\$ 440,000	\$ 413,500
681.140	GO Bond Interest	-	-	8,470	3,160	8,470
686.186	Legal Services	-	-	35,000	-	6,500
Account Classification Total: Other Services & Charges		\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Department Total: 21 - Debt Service		\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Expenditures Total		\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Fund Revenue	Total: 0011 - Debt Service	\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Fund Expenditure	Total: 0011 - Debt Service	\$ -	\$ -	\$ 446,970	\$ 443,160	\$ 428,470
Fund Net	Total: 0011 - Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -