

PURPOSE

The JCSA Debt Service Fund provides for the payment of principal and interest on long-term general obligation debt of the JCSA. This Debt Service Fund is established to provide financing for the new Groundwater Treatment Facility that is expected to be financed over a 15-year period.

Project Schedule:

Well Drilling Completed	Apr-04
Off-Site Improvements Completed	Apr-04
Concentrate Line Completed	Apr-04
Facility Construction Complete	Sep-04

BUDGET COMMENTS

The following table sets forth the annual Bond Debt Service for the Series 2003 Bonds.

Fiscal Years Ended June 30	Series 2003 Bonds		Total
	Principal	Interest	Debt Service
2004	\$ 435,000.00	\$ 427,673.44	\$ 862,673.44
2005	825,000.00	560,443.76	1,385,443.76
2006	840,000.00	541,881.26	1,381,881.26
2007	860,000.00	522,981.26	1,382,981.26
2008	880,000.00	503,631.26	1,383,631.26
2009	905,000.00	479,431.26	1,384,431.26
2010	935,000.00	450,018.76	1,385,018.76
2011	965,000.00	419,631.26	1,384,631.26
2012	1,000,000.00	383,443.76	1,383,443.76
2013	1,035,000.00	345,943.76	1,380,943.76
2014	1,080,000.00	304,543.76	1,384,543.76
2015	1,135,000.00	249,193.76	1,384,193.76
2016	1,190,000.00	192,443.76	1,382,443.76
2017	1,250,000.00	131,456.26	1,381,456.26
2018	<u>1,315,000.00</u>	<u>67,393.76</u>	<u>1,382,393.76</u>
Total	<u>\$14,650,000.00</u>	<u>\$5,580,111.08</u>	<u>\$20,230,111.08</u>

Revenues - Contributions from the JCSA's Water Fund are the basic source of revenue.

Expenditures - Debt Service spending includes both the principal payments on bonds sold to investors and the interest payments on those bonds. Bond payments began in FY 2004 and covered approximately nine months of interest, with the first payment due January 15, 2004, in the amount of approximately \$862,675. Future annual payments are projected to be as indicated in the above table.

BUDGET SUMMARY

	FY 04 <u>Budget</u>	FY 05 <u>Adopted</u>	FY 06 <u>Adopted</u>
<u>Revenues:</u>			
Water Fund Contribution	<u>\$862,675</u>	<u>\$1,385,444</u>	<u>\$1,381,882</u>
<u>Expenditures:</u>			
Revenue Bonds, Series 2003	<u>\$862,675</u>	<u>\$1,385,444</u>	<u>\$1,381,882</u>