

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECT

1995 Special Obligations Refunding Bonds

PROJECT DESCRIPTION:

To refinance the 1986 Series B Refunding Issue in order to reduce financing costs. The debt service is funded with pledged recording fees and tax collection commissions.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	98,738	45,000	99,000
Less Five Percent	----	(2,250)	(4,950)
Transfer from Municipal Service District	2,935,000	2,935,000	2,935,000
Transfer from General Fund	14,200,000	14,200,000	14,200,000
Fund Balance	4,162,000	4,080,140	4,200,000
Total	21,395,738	21,257,890	21,429,050

APPROPRIATIONS:

Principal	2,835,000	2,980,000	3,115,000
Interest	1,282,738	1,132,140	981,630
Other Costs	5,400	5,000	5,400
Transfer to Municipal Service District	2,935,000	2,935,000	2,935,000
Transfer to General Fund	10,127,120	10,109,120	10,297,520
Reserve	----	4,096,630	4,094,500
Total	17,185,258	21,257,890	21,429,050

PROJECT HIGHLIGHTS:

- This \$45,493,000 bond issue refinanced bond proceeds, which provided funding for an administrative facility, cost increases for the Main Library funded in the 1978 Public Improvement Bond Issue, and cost increases required by Federal court orders for the correctional facilities, including the Main Jail.
- The refunding bonds were issued in November 1995, and will be retired during fiscal year 2012. Interest rates range from 3.85 percent to 5.5 percent and are paid semi-annually in January and July.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**
Debt Service**PROJECT**
2006 Civic Arena Refunding Bonds**PROJECT DESCRIPTION:**

To refinance the 1996 Broward County Civic Arena Bonds. The 2006 Civic Arena Refunding Bonds are primarily payable from the Professional Sports Franchise Facilities Taxes, the Professional Sports Franchise Sales Tax Rebate, a portion of the County's share of arena operating income, and investment earnings. These bonds are backed by a secondary pledge of County non-ad valorem revenues to cover debt service shortfalls if necessary.

REVENUES:	2005 Actual	2006 Budget	2007 Budget
Interest Income	271,113	40,000	250,000
Guaranteed Rent Payment	----	3,937,090	1,440,500
Less Five Percent	----	(198,850)	(84,530)
Reimbursement from Florida Panthers Hockey Club	----	60,000	----
Miscellaneous Revenue	12,600	----	----
Transfer from Civic Arena Tax Revenue Fund	17,587,977	15,789,960	19,267,040
Fund Balance	12,133,000	1,443,150	6,539,960
Total	30,004,690	21,071,350	27,412,970

APPROPRIATIONS:

Principal	3,285,000	3,465,000	1,620,000
Interest	10,652,595	10,472,090	9,790,500
Other Costs	26,551	131,000	30,000
Transfer to Convention Center Debt Service Reserve	7,587,810	----	15,972,470
Total	21,551,956	21,071,350	27,412,970

PROJECT HIGHLIGHTS:

- In 1996 revenue bonds were issued to finance the Broward County Civic Arena. In 2004, Broward County sold the right to enter into interest rate swaps in exchange for upfront payments, and in the same year the services of an independent Swap Advisor were added to monitor refinancing opportunities.
- In May 2006, the Counterparties to the Swaption transaction exercised their options under the Swaption. The County elected to terminate the swaps and refund the outstanding Arena bonds with fixed rate debt. This refunding generated a net present value savings of over \$1.4 million. Additional cash flow savings were generated by replacing the Debt Service Reserve Fund with a surety policy. These savings were divided according to the ratio established in the Swaption agreements, which provided for 60% of savings to go to the Team and 40% to be retained by the County.
- The Civic Arena project is a multi-purpose sports and entertainment facility, which serves as the home ice of the Florida Panthers Hockey Club (a National Hockey League franchise).

- The Civic Arena Bonds are secured with three primary pledged revenue sources. The Professional Sports Franchise Facilities Tax is a two percent transient lodging tax ("Bed Tax") imposed on the same base as Tourist Development Taxes. The Professional Sports Franchise Sales Tax Rebate consists of \$2 million received annually from the Florida Department of Revenue for facilities associated with new professional sport franchises. These two revenues are transferred from the Arena Revenue Fund. The Guaranteed Rent Payment is the annual amount equal to the difference between \$10 million and the actual amount of debt service on the Civic Arena Bonds. The Guaranteed Rent Payment is paid by the Arena Operator from operating revenues.
- Surplus Arena tourist taxes in excess of debt service obligations are transferred to the 2004 Convention Center Refunding Bonds in compliance with Florida Statutes which provide for Convention Center debt service as an allowable use for these funds. Surpluses available once Convention Center debt service requirements have been satisfied are transferred to the Convention and Visitor's Bureau for marketing the County as a tourist destination and to the Beach Renourishment capital fund for the County's share of these projects.
- The expenses associated with the independent Swap Advisor begun in Fiscal Year 2005 are discontinued in Fiscal Year 2007. In addition, the \$60,000 reimbursement from the Florida Panthers representing their contractual commitment to pay for 60% of those costs is also discontinued in Fiscal Year 2007.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECT

1997 Loan Pool

PROJECT DESCRIPTION:

To provide funding for the construction and expansion of corrections facilities and to assist the Housing Finance Authority in the purchase of an office building. Non-ad valorem revenues are pledged toward the repayment of this debt.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	40,516	4,000	41,000
Less Five Percent	----	(200)	(2,050)
Reimbursement from Housing Finance Authority	150,115	145,780	146,360
Transfer from General Fund	971,170	962,020	896,350
Fund Balance	1,142,000	1,152,060	1,180,000
Total	2,303,801	2,263,660	2,261,660

APPROPRIATIONS:

Principal	575,000	600,000	630,000
Interest	556,226	526,900	495,700
Other Costs	5,152	6,000	5,200
Reserves	----	1,130,760	1,130,760
Total	1,136,378	2,263,660	2,261,660

PROJECT HIGHLIGHTS:

- In 1997, approximately \$13.3 million was borrowed for a portion of the cost of adding 500 beds to the North Corrections facility (Conte Facility) and to assist the Housing Finance Authority to purchase an office building.
- Interest rates range from 4 percent to 5.7 percent and are paid in January and July. The portion of the loan for the corrections facilities will be repaid over a 20 year period. The portion of the loan for the Housing Finance Authority office building will be repaid over 18 years supported with reimbursements from the Housing Finance Authority.
- The portion attributable to the Housing Finance Authority will be completed in fiscal year 2115. The remainder of the debt will be completed in fiscal year 2117.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT1998 Gas Tax Refunding Bonds

PROJECT DESCRIPTION:

To improve roadways in Broward County through the construction of new roads or expansion of existing roads. Local option gas tax revenues are pledged for the repayment of these bonds.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	169,666	65,000	170,000
Less Five Percent	----	(3,250)	(8,500)
Transfer from County Transportation Trust Fund	5,522,620	5,505,810	5,402,600
Fund Balance	5,656,000	5,666,300	5,670,000
Total	11,348,286	11,233,860	11,234,100

APPROPRIATIONS:

Principal	4,280,000	4,465,000	4,655,000
Interest	1,329,350	1,149,590	959,830
Other Costs	1,500	3,000	3,000
Reserve	----	5,616,270	5,616,270
Total	5,610,850	11,233,860	11,234,100

PROJECT HIGHLIGHTS:

- The County originally issued \$66.5 million in gas tax revenue bonds in February, 1991, which were refunded in 1998.
- Of the \$66.5 million, \$58.1 million was allocated to road construction, \$5.9 million for debt service reserve, and \$2.5 million for issuance and underwriter costs.
- Interest on the bonds will be paid at a rate varying from 4.0 percent to 5.25 percent.
- The bonds will be retired in September, 2010.
- The 1998 gas tax bonds require a reserve in an amount equal to the highest debt service payment during the length of the repayment schedule.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECT

1998 Certificate of Participation Refunding Bonds

PROJECT DESCRIPTION:

To refinance Certificates of Participation Series 1991 issued to provide funds for capital projects including the Water Supply Program, detention facilities, a park, a health center, and two general government facilities.

REVENUES:	2005	2006	2007
	<u>Actual</u>	<u>Budget</u>	<u>Budget</u>
Interest Income	19,500	4,500	4,500
Less Five Percent	----	(230)	(230)
Transfer from General Fund	2,877,510	2,853,040	2,872,350
Fund Balance	13,000	14,200	15,000
Total	2,910,010	2,871,510	2,891,620

APPROPRIATIONS:

Principal	2,150,000	2,225,000	2,335,000
Interest	725,355	641,510	553,620
Other Costs	2,496	5,000	3,000
Total	2,877,851	2,871,510	2,891,620

PROJECT HIGHLIGHTS:

- Certificates of participation are lease arrangements with the entity lending the funds. The lease arrangement is similar to the sale of bonds in that both provide funding for capital projects and require the repayment of principal and interest to the lender.
- The \$34.5 million certificates of participation originally issued in 1991 were allocated to the following projects:
 - Public Safety Warehouse [\$1.6 million]
 - Water Supply Program [\$10.3 million]
 - Deerfield Beach Library [\$1.3 million]
 - Sunrise Library [\$2.1 million]
 - North Regional Warehouse [\$2.5 million]
 - North Regional Library [\$4.2 million]
 - Tequesta Trace Park (repaid in fiscal year 2003) [\$1.9 million]
 - North Regional Health Center [\$2.4 million]
 - Detention [\$5.2 million]
- The remaining \$27.9 million of certificates of participation were refinanced in 1998.
- Interest on the bonds will be paid at a rate varying from 3.0 percent to 5.0 percent in December and June. The 1998 Certificate of Participation Refunding Bonds will be paid off during FY 2011.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT1999 Loan Pool

PROJECT DESCRIPTION:

To provide funding for the construction of a women's correction facility at the North Broward Corrections Complex. Non-ad valorem revenues are pledged toward the repayment of this debt.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	(1,809)	1,000	----
Less Five Percent	----	(50)	----
Transfer from General Fund	1,594,760	1,593,100	1,597,610
Fund Balance	(7,000)	----	----
Total	1,585,951	1,594,050	1,597,610

APPROPRIATIONS:

Principal	835,000	865,000	900,000
Interest	753,358	722,050	689,610
Other Costs	8,546	7,000	8,000
Total	1,596,904	1,594,050	1,597,610

PROJECT HIGHLIGHTS:

- The County borrowed \$20 million in FY 1999, which was allocated for the construction of a women's correction facility at the North Broward Corrections Complex and issuance costs associated with the borrowing.
- The interest rate varies between 3.3 percent and 5 percent paid in January and July over the 20 year term of the loan. The final payment is due in FY 2019.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT2000 Loan Pool

PROJECT DESCRIPTION:

To refinance a portion of the 1992 Loan Pool attributable to the construction of the Governmental Center Parking Garage and commercial paper for the Civic Arena project. In 2005, a portion of the debt service pertaining to Civic Arena was refunded and appears as the debt in 2005 Loan Pool. Debt will be repaid using non ad-valorem revenues.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	5,278	3,000	3,000
Less Five Percent	----	(150)	(150)
Transfer from General Fund	1,403,920	1,413,030	1,412,900
Reimbursement from Arena Operator	----	646,600	161,950
Fund Balance	651,000	----	----
Total	2,060,198	2,062,480	1,577,700

APPROPRIATIONS:

Principal	1,155,000	1,245,000	1,340,000
Interest	898,100	811,480	231,700
Other Costs	5,373	6,000	6,000
Total	2,058,473	2,062,480	1,577,700

PROJECT HIGHLIGHTS:

- A portion of the 1992 Loan was originally used to finance the construction of the Governmental Center Parking Garage. This portion of the 1992 Loan was refinanced on a taxable basis to accommodate a change in use for Federal tax law purposes.
- The commercial paper notes refinanced with a portion of the 2000 Loan were originally issued by the County on behalf of the Florida Panthers Hockey Club, LTD., as completion debt to pay for cost overruns on the Broward County Civic Arena Project. The Florida Panthers are obligated by various agreements to pay the debt service associated with this portion of the 2000 Loan. A portion of this debt was refinanced in the 2005 Loan Pool.
- Debt service payment every January and July will continue through FY 2010, but the General Fund obligation only continues through fiscal year 2008.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECTLibraries General Obligation Bonds

PROJECT DESCRIPTION:

To provide funding to construct, renovate, improve, and equip new and expanded libraries. These costs are supported with ad valorem taxes.

	2005	2006	2007
REVENUES:	<u>Actual</u>	<u>Budget</u>	<u>Budget</u>
Ad Valorem Taxes	5,988,905	6,198,480	6,214,800
Interest Income	40,017	23,000	47,000
Less Five Percent	----	(309,920)	(312,740)
Fund Balance	260,000	142,500	105,000
Total	6,288,922	6,054,060	6,054,060

APPROPRIATIONS:

Principal	----	----	----
Interest	6,049,056	6,049,060	6,049,060
Other Costs	4,000	5,000	5,000
Total	6,053,056	6,054,060	6,054,060

PROJECT HIGHLIGHTS:

- County voters authorized issuance of \$139.9 million in General Obligation Bonds in March, 1999. These bonds are being used to construct, renovate, improve, and equip libraries County-wide.
- In accordance with debt service schedules, no principal payments will be made in fiscal years 2005 through 2007.
- In September 2001, \$139.9 million in General Obligation Bonds were issued through 2021. Interest rates range between 3.75 percent and 5.25 percent and are paid semi-annually in January and July.
- Principal payments commence in FY2008.

PROGRAM

Debt Service

PROJECT

2001 Loan Pool

PROJECT DESCRIPTION:

To refinance the portion of the 1989 Loan Pool that was not refinanced in 1993. The original issue funded the construction of the Data Center and internal office structures for the Midrise and completed funding for the Government Center garage expansion, in addition to funding the expansion of administrative space and upgraded tax collection system. Debt will be repaid using non ad-valorem revenues.

REVENUES:	2005	2006	2007
	<u>Actual</u>	<u>Budget</u>	<u>Budget</u>
Interest Income	(70)	----	----
Less Five Percent	-	----	----
Transfer from the General Fund	191,800	166,750	1,501,350
Fund Balance	----	----	----
Total	191,730	166,750	1,501,350

APPROPRIATIONS:

Principal	25,000	30,000	1,335,000
Interest	165,250	134,250	163,050
Other Costs	3,285	2,500	3,300
Total	193,535	166,750	1,501,350

PROJECT HIGHLIGHTS:

- In May, 2001, the Series 2001 First Florida Bonds were issued to refinance the portion of the 1989 First Florida Loan Pool Bonds that were not refinanced in 1993.
- Payments will be completed in the year 2009. Interest paid on the refunding bonds ranges from 4.0 percent to 4.25 percent.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECTParks and Land Preservation
General Obligation Bonds

PROJECT DESCRIPTION:

To provide funding to purchase and restore various forms of environmentally sensitive lands, and for the renovation and expansion of Broward County regional and neighborhood parks. These costs are supported with ad valorem taxes.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Ad Valorem Taxes	18,230,430	24,937,160	24,883,480
Interest Income	141,664	40,000	150,000
Less Five Percent Fund Balance	0	(1,246,860)	(1,244,170)
	384,000	356,000	300,000
Total	18,756,094	24,086,300	24,089,310

APPROPRIATIONS:

Principal	7,570,000	6,635,000	8,505,000
Interest	10,562,163	17,441,300	15,577,310
Other Costs	6,950	10,000	7,000
Total	18,139,113	24,086,300	24,089,310

PROJECT HIGHLIGHTS:

- County voters authorized the issuance of \$400 million in General Obligation Bonds in November, 2000. The voters approved the issuance of \$200 million for land acquisition and \$200 million for park system expansion and improvements.
- In 2004, approximately half of the authorized amount of \$400,000,000 was issued for 20 years. The interest rates on this issuance range from 2 percent to 5 percent.
- The Series 2004 Parks and Land Preservation General Obligation Bonds were structured with no principal payments in fiscal years 2011 through 2016 to minimize aggregate interest expense.
- The Series 2005 Parks and Land Preservation General Obligations Bonds were issued for the balance of the voted debt. Payments on the Series 2005 general obligation debt service will continue until 2025. The Series 2005 bonds have interest rates ranging between 3 and 5 percent.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECT

2001B General Obligation Refunding Bonds

PROJECT DESCRIPTION:

To refinance the Series 1992 General Obligation Refunding Bonds, which included General Obligation bonds issued prior to 2001 except for 1979A and 1989 (\$250.7 million) and the remaining Criminal Justice/Public Safety Bonds (\$12 million). The debt service costs are supported with ad valorem taxes and interest earnings.

REVENUES:	2005 Actual	2006 Budget	2007 Budget
Ad Valorem Taxes	12,327,809	11,142,610	27,086,400
Interest Income	74,943	45,000	75,000
Less Five Percent	----	(557,130)	(1,354,320)
Transfer from General Fund	597,170	597,170	597,170
Fund Balance	1,253,000	610,200	375,000
Total	14,252,922	11,837,850	26,779,250

APPROPRIATIONS:

Principal	7,855,000	6,590,000	21,795,000
Interest	5,394,950	5,237,850	4,974,250
Other Costs	----	10,000	10,000
Total	13,249,950	11,837,850	26,779,250

PROJECT HIGHLIGHTS:

- The County issued \$155.6 million in general obligation refunding bonds, which refinanced three series of general obligation refunding bonds from 1992. The debt service will be completed in fiscal year 2012.
- Series A provided \$12.3 million for courthouse construction.
- Series B and C refinanced bonds provided funds for:
 - Thirteen library facilities.
 - Nineteen park sites or park developments.
 - Thirty-seven major road projects.
 - County-wide computerized traffic signals and highway maintenance facilities.
 - Main downtown jail and fire training academy.
 - Public safety building and communication system.
 - Criminal justice facilities including renovation, reconstruction, main courthouse expansion, two regional courthouses and parking garages.
- Interest payments range from 3 percent and 5.0 percent.
- Principal payments decrease by approximately one-half in fiscal years 2005 and 2006 due to variations in the debt service schedule.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT2002 Loan Pool

PROJECT DESCRIPTION:

To fund the purchase of new voting equipment and the completion of the women's detention facility. The loan also refinanced the 1992 Loan Pool, which provided for a wide variety of replacement and new equipment needs. Debt will be repaid using non-ad valorem revenues.

REVENUES:	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Budget</u>	<u>2007</u> <u>Budget</u>
Interest Income	19,876	23,000	20,000
Miscellaneous Receipts	4,217	----	----
Less Five Percent	----	(1,150)	(1,000)
Transfer from the General Fund	4,678,600	4,665,480	4,677,650
Fund Balance	1,361,000	11,200	----
Total	6,063,693	4,698,530	4,696,650

APPROPRIATIONS:

Principal	3,695,000	3,825,000	3,955,000
Interest	992,853	863,530	729,650
Other Costs	11,231	10,000	12,000
Total	4,699,084	4,698,530	4,696,650

PROJECT HIGHLIGHTS:

- Improvement and refunding revenue bonds were issued in April 2002 for \$33.9 million to fund the purchase of new voting equipment and a portion of the cost of completing the Women's Detention Facility, and to refund Broward County's portion of the Series 1992C First Florida Loan.
- Interest payments range between 3.5 percent and 5.375 percent and are paid in January and July. Debt service will continue through 2012 for the voting equipment and through 2022 for the Women's Detention Facility.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT

2003 Loan Pool

PROJECT DESCRIPTION:

To provide funds to construct the Data Center and internal office structures for the Midrise Center facility, complete the funding for expansion of the Governmental Center garage, and acquire additional administrative space and an upgraded tax collection system.

REVENUES:	<u>2005 Actual</u>	<u>2006 Budget</u>	<u>2007 Budget</u>
Interest Income	(919)	----	----
Miscellaneous Receipts		----	----
Transfer from General Fund	770,060	751,840	----
Total	769,141	751,840	----

APPROPRIATIONS:

Principal	730,000	740,000	----
Interest	21,330	11,840	----
Other Costs	197	----	----
Total	751,527	751,840	----

PROJECT HIGHLIGHTS:

- In June, 2003 the Series 2003 First Florida Refunding Bonds were issued to refinance the 1993 First Florida Loan Pool Bonds.
- This loan was fully repaid in July, 2006.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT2003A General Obligation Refunding Bonds

PROJECT DESCRIPTION:

To refinance a portion of the outstanding Series 1993 General Obligation Refunding Bonds. The 1993 bonds included refinanced 1979A, 1989, and 1992 Series A and B General Obligation Bonds.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Ad Valorem Taxes	11,402,817	10,674,640	8,623,660
Interest Income	60,141	40,000	50,000
Less Five Percent Fund Balance	0	(533,730)	(431,180)
	1,054,000	981,400	210,000
Total	12,516,958	11,162,310	8,452,480

APPROPRIATIONS:

Principal	9,635,000	9,745,000	7,385,000
Interest	1,697,163	1,407,310	1,057,480
Other Costs	44	10,000	10,000
Total	11,332,207	11,162,310	8,452,480

PROJECT HIGHLIGHTS:

- The County authorized issuance of \$46,640,000 to refund a portion of the outstanding Series 1993 General Obligation Refunding Bonds, which had refunded 1978 General Obligation Bonds for libraries, parks, public safety projects, road projects and public works projects, and also had refunded 1989 General Obligation Bonds acquiring environmentally sensitive lands.
- Interest rates paid on the refunding bonds will range between 2 percent and 5 percent. Payments will conclude in 2010.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM
Debt Service**PROJECT**
2004 Certificates of Participation Refunding**PROJECT DESCRIPTION:**

To refinance the outstanding Series 1994 Certificates of Participation. The 1994 issue funded the construction and renovation of detention facilities and the completion of the water supply program.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	1,090	5,000	2,000
Less Five Percent	----	(250)	(100)
Transfer from General Fund	3,890,230	3,824,810	3,734,860
Fund Balance	(62,000)	----	95,000
Total	3,829,320	3,829,560	3,831,760

APPROPRIATIONS:

Principal	2,880,000	2,890,000	2,980,000
Interest	949,978	936,560	848,760
Other Costs	----	3,000	3,000
Issuance Costs	89,754	----	----
Total	3,919,732	3,829,560	3,831,760

PROJECT HIGHLIGHTS:

- Certificates of Participation are lease arrangements with the entity lending the funds. The lease arrangements are similar to the sale of bonds in that both provide funding for capital projects and require repayment of principal and interest to the lender.
- The 1994 Certificates of Participation were issued in the amount of \$47.2 million to provide funding for the acquisition of a detention site and infrastructure necessary for development and the completion of the water supply program.
- In 2001, a portion of the capital funds were reallocated to the Stirling Road Library project (\$4.5 million).
- The 2004 refunding of the 1994 Certificates of Participation generated average annual savings of \$200,000.
- The refunding bonds were issued in June 2004 and will be retired in 2013.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT

2005 Loan Pool

PROJECT DESCRIPTION:

To refinance a portion of the 2000 loan attributable to the completion debt for the Civic Arena Project. The cost is entirely supported by payments from the Broward County Civic Arena.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Reimbursement from Arena Operator	----	----	464,930
Total	----	----	464,930

APPROPRIATIONS:

Principal	----	----	70,000
Interest	----	----	388,930
Other Costs	----	----	6,000
Total	----	----	464,930

PROJECT HIGHLIGHTS:

- A portion of the 2000 Loan attributable to the completion debt for cost overruns on the Broward County Civic Arena has been refunded. The Florida Panthers are obligated by various agreements to pay the debt service associated with this borrowing.
- Interest paid on the refunding averages 5 percent.
- Refunding has yielded savings of \$482,000 over the previous loan.
- Payments will be concluded in 2028.

BROWARD COUNTY CAPITAL BUDGET

PROGRAM

Debt Service

PROJECT

2006 Loan Pool

PROJECT DESCRIPTION:

To provide a portion of the funds to construct a fire station in the Pembroke Park/West Park area.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Transfer from Fire Rescue Fund	----	----	410,520
Total	----	----	410,520

APPROPRIATIONS:

Principal	----	----	175,000
Interest	----	----	229,520
Other Costs	----	----	6,000
Total	----	----	410,520

PROJECT HIGHLIGHTS:

- In June, 2006 the Series 2006 First Florida Refunding Bonds were issued to partially finance the Pembroke Park/West Park Fire Station. Funds will be repaid over 20 years.
- The total amount of the issuance is \$5,300,000; the remainder of the project costs will be funded with unincorporated funds allocated prior to the incorporation of West Park.
- Interest payments are based on rates ranging from 3.8 to 4.7 percent.

PROGRAM

Debt Service

PROJECT

Commercial Paper/Short-Term Financing

PROJECT DESCRIPTION:

To provide financing for equipment, land and buildings on a short-term basis, including the financing of projects in advance of the issuance of long-term debt. Funds budgeted to repay commercial paper for enterprise and general obligation bond issues are shown on the debt service pages for those bonds.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	2,112	----	----
Transfer from General Fund	133,450	255,500	125,000
Transfer from General Fund/Elevator Inspection Program	32,070	32,070	32,070
Reimbursement from General Fund	250,000	250,000	250,000
Transfer from Fire Protection Fund	----	560,590	466,320
Transfer from Building Code Services	317,930	317,930	317,930
Transfer from the Mosquito Control - State Grant Fund	37,450	37,020	----
Transfer from the Convention Center	65,786	500,000	500,000
Fund Balance	(58,000)	----	----
Total	780,798	1,953,110	1,691,320

APPROPRIATIONS:

Principal	----	975,290	1,180,840
Interest	73,544	214,140	335,480
Other Costs	175,827	763,680	175,000
Total	249,371	1,953,110	1,691,320

PROJECT HIGHLIGHTS:

- Payments are scheduled as follows for these projects:
 - In fiscal year 2007, the fourth of 20 annual payments is budgeted for the Weston fire station in accordance with an interlocal agreement with the City.
 - Beginning in fiscal year 2007, the transfer from the Fire Protection Fund decreases for the construction of a fire station due to the issuance of First Florida debt for this project. In fiscal year 2005, the funds budgeted to repay loans from the Fire Protection Fund for the replacement of twelve ambulances was transferred to a capital fund to fund the project on a pay as you go basis.
 - In fiscal year 2007, payment is deferred for construction of a fire station in Lauderdale by the Sea until the allocation is made.

- ▶ Funds are budgeted in FY 2007 to repay the funds borrowed for the purchase of the rights to the Show Management Property adjacent to the Convention Center. Principal payments began in fiscal year 2003 and will continue for up to 10 years.
- ▶ Funds are budgeted in fiscal year 2007 to fund the annual payments for automation expenses related to the Permitting and Licensing Integration Project for Building Code Services. In fiscal year 2007, a portion of the debt is supported by a transfer from the General Fund, reflecting the amount allocated to the Elevator Inspection program. The remainder of the annual debt payment is provided by the Building Code Services Special Purpose Fund.
- ▶ Beginning in FY 2005 and continuing in FY 2007, a reimbursement from the General Fund in the amount of \$250,000 is budgeted for a 3 to 1 cash match for the Young at Art Capital Challenge Grant. In FY 2004, a transfer from the Cultural Division Fund to the General Capital Outlay Fund funded a portion of the \$3 million match, thereby reducing the amount needed to borrow for the project. The cash match is not to exceed \$3,000,000.
- ▶ Issuance of commercial paper to fund the construction of a hangar for the Mosquito Control airplane has been deferred until the cost of the project is determined.
- ▶ Beginning in FY 2005, a transfer from the General Fund will support a portion of the fixed and cost basis expenses of the commercial paper program administration.
- ▶ Principal payments budgeted for fiscal year 2005 were expended in fiscal year 2006.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECT

Convention Center (2004 Refunding Bonds)

PROJECT DESCRIPTION:

To refinance the 1994 Convention Center Refunding bonds, which provided funding for the construction of the Broward County Convention Center. The 2004 bonds are special and limited obligations of the County and will be payable from a) the Tourist Development Tax Revenues, b) net revenues of the Convention Center and, c) investment earnings on certain accounts created by bond resolution. The bonds are not general obligations of the County.

REVENUES:	2005 Actual	2006 Budget	2007 Budget
Interest Income	49,172	----	----
Transfer from Convention Center	3,069,150	3,069,150	2,508,310
Transfer from 2006 Arena Bonds	7,587,810	----	15,972,470
Transfer from 1994 Tourist Tax Refunding Bonds	3,100,000	----	----
Fund Balance	2,103,000	1,946,300	2,510,000
Total	15,909,132	5,015,450	20,990,780

APPROPRIATIONS:

Principal	1,800,000	1,855,000	2,030,000
Interest	1,568,375	647,670	475,530
Transfer to Beach Renourishment Fund	6,427,810	----	15,132,470
Transfer to Convention and Visitor's Bureau	840,000	----	840,000
Other Debt Service Costs	64,226	4,000	4,000
Reserve	----	2,508,780	2,508,780
Total	10,700,411	5,015,450	20,990,780

PROJECT HIGHLIGHTS:

- The Tourist Development Tax Special Revenue Refunding Bonds, Series 1994 was refinanced in fiscal year 2004. The refunding will generate average savings of more than \$500,000 annually.
- The Tourist Development Tax Bonds were secured by the first 3 cents of Tourist Development Tax receipts and the gross revenues of the Convention Center.
- Fiscal year 2005 actual expenses are those of the 1994 Convention Center Refunding Bonds just prior to issuance of the 2004 Refunding Bonds.
- Surplus Arena tourist taxes are transferred into this fund as provided in Florida Statutes governing the use of Arena tourist taxes. Once debt service requirements have been satisfied, surpluses are transferred to the Convention and Visitor's Bureau for marketing the County as a tourist destination and to the capital fund for beach renourishment projects.

PROGRAM

Debt Service

PROJECTAviation Revenue Bonds

PROJECT DESCRIPTION:

Bond Proceeds provided construction and land acquisition funds for new airport facilities, runways, and land at the Fort Lauderdale/Hollywood International Airport. Debt service for the bonds is funded with airport revenues.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Passenger Facility Charges	19,762,692	24,201,500	24,362,460
Debt Proceeds - Consolidated Rental Car Facility	4,996,973	----	----
Operating Revenue	37,775,176	55,121,420	55,133,020
Fund Balance	48,000,000	48,000,000	49,402,850
Total	110,534,841	127,322,920	128,898,330

APPROPRIATIONS:

Interest	38,694,841	45,502,920	43,695,480
Principal	23,840,000	33,820,000	35,800,000
Debt Service Reserve	48,000,000	48,000,000	49,402,850
Total	110,534,841	127,322,920	128,898,330

PROJECT HIGHLIGHTS:

- The total amount of outstanding debt as of FY 2006 is \$893,235,000.
- Airport System Revenue Refunding Bonds, Series 1998 E, issued for \$75.6 million, defeased the outstanding debt of Series B. Only interest will be paid on the Series E bonds through 2009 at ranges from 4.75 percent to 5.375 percent. Principal payments for Series E will begin in 2009 and continue through 2013.
- Airport System Revenue Bonds, Series 1998 F provided \$10.5 million for a maintenance facility and a portion of the required funds for terminal refurbishment. Interest paid on the Series F bonds ranges from 4.00 percent to 4.75 percent. Principal and interest payments for Series F continue until the year 2009.
- Airport System Revenue Bonds, Series 1998 G provided \$63.5 million toward a new passenger terminal, refurbishment of existing terminals, a new parking garage, and an air freight facility. Interest paid on the Series G bonds ranges from 3.60 percent to 5.125 percent. Principal and interest payments for Series G continue until the year 2023.

- Airport System Revenue Bonds, Series 2001 J1 (taxable) & J2 provided \$210 million toward a new joint use facility to house the 12 rental car company services and to provide additional public parking. Interest paid on the Series J1 & J2 bonds ranges from 5.25 percent to 6.90 percent. Principal and interest payments for Series J1 continue until the year 2026 and for Series J2 until year 2021.
- Airport System Revenue Refunding Bonds, Series 2003 K, issued for \$87.4 million, defeased the outstanding debt of Series 1993 C bonds. Interest paid on the Series K bonds ranges from 2.00 percent to 6.00 percent. Principal and interest payments for Series K continue until the year 2009.
- Airport System Revenue Bonds, Series 2004 L provided \$142 million toward pedestrian bridges and exit roadways. Interest paid on the Series L bonds ranges from 2.00 percent to 4.60 percent. Principal and interest payments for Series L continue until the year 2027.
- Airport System Revenue Bonds, Series 2004 M1/M2 provided \$105.2 million toward replacement of air handlers, additional floors in parking garage, signage, and parking revenue system. Interest paid on the Series M1/M2 bonds is based on Auction Rates. Principal and interest payments for Series M1/M2 continue until the year 2029.
- Passenger Facility Charge/Airport System Revenue Convertible Lien Bonds, Series 1998 H provided \$126.6 million toward a new passenger terminal and terminal roadway improvements. Interest paid on the Series H Bonds ranges from 3.00 percent to 5.25 percent. Principal and interest payments for Series H will be paid through 2012 from passenger facility charges and from 2013 until 2023 from airport system revenues.
- Passenger Facility Charge/Airport System Revenue Convertible Lien Bonds, Series 2001 I provided \$41.855 million toward a new passenger concourse and terminal improvements. Interest paid on the Series I Bonds ranges from 4.00 percent to 5.75 percent. Principal and interest payments for Series I will be paid through 2012 from passenger facility charges and from 2013 until 2026 from airport system revenues.

PROGRAM

Debt Service

PROJECT

Port Everglades Revenue Bonds

PROJECT DESCRIPTION:

To provide funding for the defeasance of part of Port Facilities Revenue Bonds, Series 1989A, Series 1998 A, B, and C, Subordinate Series 1998, financing for land acquisition and development of land purchase adjacent to Southport, and to provide construction funding for new Port facilities. Debt service is funded from Port revenues.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Operating Revenues	20,701,314	28,547,760	22,873,920
Interest Income	4,337,466	1,860,000	7,000,000
Less Five Percent	----	(1,427,390)	(1,143,700)
Total	25,038,780	28,980,370	28,730,220

APPROPRIATIONS:

Principal	11,950,000	12,010,580	12,085,000
Interest *	12,694,790	13,219,200	13,161,300
Other Debt Service Costs	393,990	357,000	390,330
Reserves	----	3,393,590	3,093,590
Total	25,038,780	28,980,370	28,730,220

* Interest expense excludes the amount that is charged to the Port Everglades Capital Fund (4710).

PROJECT HIGHLIGHTS:

- In 1998, the County issued revenue bonds and refunding revenue bonds in the aggregate amount of \$215,075,000 to restructure the Port's debt to provide long-term financing for the Southport land acquisition and other capital projects. The defeasance of certain Series 1989 Bonds allowed for changes to the Bond Resolution and strengthened debt service coverage ratios, which led to a rating upgrade of the outstanding Port Bonds.
- The aggregate amount of the Series 1998 Port Bonds consists of the \$49,000,000 Series 1998 Subordinate Port Bonds and three series of senior lien bonds: the \$13,195,000 Series 1998 A Refunding Revenue Bonds, the \$80,440,000 Series 1998 B Refunding Revenue Bonds, and the \$72,440,000 Series 1998 C Revenue Bonds.

- The Series 1998 A Refunding Revenue Bonds were issued to fully defease the series 1989 B Senior Lien Bonds, which allowed the outstanding Series 1989 A Junior Lien Bonds to ascend to senior lien status. The Series 1998 B Refunding Revenue Bonds were issued to refund commercial paper notes, which provided temporary financing for a portion of the Southport land acquisition. The series 1998 C Revenue bonds were issued to finance the cost of developing the recently acquired land, to purchase two gantry cranes, new Port facilities, and to provide replacement financing of the local match requirement associated with the Florida Ports Council financing.
- The Series 1998 Subordinate Port bonds were issued to refund commercial paper notes, which provided temporary financing for the leased-back portion of the Southport land acquisition, and to repay a portion of the temporary advance to the County used to repay a portion of a note associated with the Southport land acquisition.
- The Series 1998 Subordinate Port Bonds were issued on a variable rate basis. As part of the plan of finance for the Series 1998 Port Bonds, the County entered into a long-term interest rate swap with AMBAC Financial Services to fix the County's debt service obligations associated with the Series 1998 Subordinate Port Bonds at 5.003%.

BROWARD COUNTY CAPITAL BUDGET**PROGRAM**

Debt Service

PROJECTSolid Waste System
Revenue Bonds**PROJECT DESCRIPTION:**

To provide funding for the acquisition and development of the Broward Southwest Regional Landfill, to purchase two resource recovery sites and mitigation sites, and to provide initial funds necessary for construction of the waste-to-energy plants. The debt service costs are paid by the tipping fees at the two waste-to-energy facilities.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Interest Income	56,000	60,000	250,000
Less Five Percent	----	(3,000)	(12,500)
Transfer from Resource Recovery	6,740,032	6,717,400	6,535,900
Fund Balance	----	4,586,000	4,586,000
Total	6,796,032	11,360,400	11,359,400

APPROPRIATIONS:

Principal	5,415,000	5,635,000	5,815,000
Interest	1,381,032	1,139,400	958,400
Reserves	----	4,586,000	4,586,000
Total	6,796,032	11,360,400	11,359,400

PROJECT HIGHLIGHTS:

- In October, 2003 the Broward County Board of Commissioners approved the issuance of the Solid Waste System Revenue Bonds, Series 2003. The Series 2003 Bonds were issued to convert approximately \$45.6 million in existing variable interest rate debt to a fixed interest rate issue. The proceeds also funded the debt service reserve and paid for the issuance costs.
- A debt service reserve of \$4.6 million is required. Interest earnings on this reserve are used to reduce future debt service payments.
- The bonds will be retired in fiscal year 2011.

PROGRAM

Debt Service

PROJECTWater & Wastewater Debt Service

PROJECT DESCRIPTION:

To provide funds for the expansion and improvement of water and wastewater facilities. Debt service is supported by the net revenue of the water and wastewater fund, which includes user charges and interest income.

REVENUES:	2005 <u>Actual</u>	2006 <u>Budget</u>	2007 <u>Budget</u>
Operating Charges	19,134,541	19,319,280	18,305,159
Interest Income	957,594	442,390	1,511,570
Less Five Percent Fund Balance	----	(22,120)	(75,580)
	20,216,194	24,053,190	24,553,190
Total	40,308,329	43,792,740	44,294,340

APPROPRIATIONS:

Principal	5,355,099	5,439,190	5,678,150
Interest	10,590,974	14,234,360	13,997,000
Other Costs	94,062	66,000	66,000
Reserves	----	24,053,190	24,553,190
Total	16,040,135	43,792,740	44,294,340

PROJECT HIGHLIGHTS:

The water and wastewater debt service budget includes debt service payments for the following bond issues:

- As of September 30, 2005, the Fund had \$285,646,892 of Series 1988 A, Series 2003-A, 2003-B, and 2005 Water and Sewer Utility Revenue Refunding Bonds outstanding.
- The Series 1988A Bonds totaling \$8,811,892 are comprised of Capital Appreciation Term Bonds due on October 1, 2008 with interest at 7.0% to 7.5%.
- The Series 2003 A Bonds totaling \$104,585,000 are comprised of \$84,370,000 of Current Interest Bonds due serially on October 1, from 2005 to 2025 with interest at 2.0% to 5.0%; and \$20,215,000 of Term Bonds due on October 1, 2027 with interest at 4.625%.
- The series 2003 B Bonds totaling \$95,510,000 are comprised of Current Interest Bonds due serially on October 1 from 2005 to 2018 with interest at 2.5% to 5.0%.

- The Series 2005 Bonds totaling \$76,740,000 are comprised of \$23,065,000 of Current Interest Bonds due serially on October 1, from 2005 to 2026 with interest at 5.0%; and \$53,675,000 of Term Bonds due on October 1, 2030 with interest at 5.0%.
- The Series 2003 A Bonds were issued for utility improvements and to refund on a current basis a portion of the outstanding Water and Sewer Utility Revenue Refunding Bonds, Series 1988 A, and all the Water and Sewer Utility Revenue Bonds Series 1991.
- The Series 2003 B Bonds were issued to refund on a current basis a portion of the outstanding Water and Sewer Utility Revenue Refunding Bonds, Series 1993. As a result of this transaction, total future debt service payments were reduced by \$12,400,000.
- On April 20, 2005 Series 2005 Bonds in the aggregate amount of \$76,740,000 were issued for utility improvements. Debt service appropriations have increased accordingly.