



Long-term Debt

Total outstanding debt was \$271.8 million with \$144.5 million of business-type activities debt supported by the individual funds, resulting in net bonded debt for governmental activities of \$127.3 million. Capital leases of \$1.4 million for the regional radio system joint venture and \$5.9 million for the human services facility were included, while liabilities for compensated absences and workers' compensation of \$4.8 million and landfill closure liability of \$2.8 million were excluded.

**Long-term Debt Obligations
As of June 30, 2006/2005
(in millions)**

	Governmental Activities		Business-type Activities		Total Primary Government		Percentage Change 2006-2005
	2006	2005	2006	2005	2006	2005	
General Obligation Bonds	\$ 116.7	\$ 94.0	\$ 57.5	\$ 61.9	\$ 174.2	\$ 155.9	11.74%
Revenue Bonds	-	-	70.5	63.5	70.5	63.5	11.02%
Literary Bonds	0.1	0.1	-	-	0.1	0.1	0.00%
General Obligation Notes	-	7.5	16.5	-	16.5	7.5	120.00%
Note Payable	3.2	3.2	-	-	3.2	3.2	0.00%
Capital Lease	7.3	7.8	-	-	7.3	7.8	-6.41%
Total	\$ 127.3	\$ 112.6	\$ 144.5	\$ 125.4	\$ 271.8	\$ 238.0	14.20%

Total new debt of \$56.3 million was issued, of which \$29.6 million was for governmental activities and \$26.7 million was for business-type activities. Governmental activities new long-term debt of \$29.6 million consisted of \$23.2 million from general obligation bonds and \$6.4 million of a Virginia Public School Authority (VPSA) bond to advance refund \$7.5 million in two-year bond anticipation notes (BANS). The \$23.2 million of general obligation bonds were issued for \$15.2 million of general government capital projects, \$6 million for school capital projects, and \$2 million for Fleet public safety capital equipment. Business-type activities new long-term debt of \$26.7 million consisted of \$9.6 million from the Virginia Revolving Loan Program (VRL) for CSO sewer capital projects; \$0.6 million of general obligation bonds for airport capital projects; and two-year BANS of \$16.5 million, allocated as \$10 million for water capital projects and \$6.5 million for sewer capital projects.

The City retired \$22.5 million of outstanding principal, which included advance refunded debt of \$7.5 million and \$15 million of planned retirements. The governmental activities advance refunded debt consisted of \$7.5 million for two-year BANS for E. C. Glass High School renovations. The BANS were advance refunded and these renovations permanently financed with a \$6.4 million VPSA bond, \$0.4 million of VPSA bond premium, and \$0.7 million of VPSA Subsidy Loan Program funds. The planned retirements were \$7.4 million for governmental activities and \$7.6 million for business-type activities. During FY 2006, the City utilized \$4.4 million of its interim financing line of credit facility for governmental activities projects, which were \$0.3 million for Fleet capital equipment, \$3.2 million for Schools, and \$0.9 million for general government. New general obligation bond proceeds noted above completely paid the line of credit balance. The use of the line of credit is excluded from the new debt issue and retirement amounts noted above.

The City's general obligation bonds continued to maintain an Aa3 rating from Moody's Investors Service, an AA rating from Standard and Poor's Rating Service, and an AA rating from Fitch Investors. A City Council-adopted policy provides that tax-supported debt should not exceed 5% of net assessed valuation of taxable property in the City. As of the end of FY 2006, outstanding tax-supported debt was 2.7% of net assessed valuation.



Long-Term Liabilities

General Obligation Debt:

	Interest Rates	Date Issued	Final Maturity Date	Amount of Original Issue	Primary Government			
					Public Improvements	School Facilities	Proprietary Funds	Total All Funds
Bond Anticipation Note								
Public Improvement Water & Sewer BAN	3.88 %	05/09/2006	2009	\$ 16,500,000	\$ -	\$ -	\$ 16,500,000	\$ 16,500,000
State Literary Fund loans payable								
Virginia Department of Treasury	4.00	07/01/1990	2011	372,412	-	87,412	-	87,412
Serial Bonds								
VPSPA General Obligation Bond	4.90 - 6.35	11/12/1992	2013	458,292	-	181,762	-	181,762
Virginia Resources Authority Loan	4.50	03/24/1994	2027	3,976,369	-	-	2,594,649	2,594,649
VPSPA General Obligation Bond	6.10 - 6.60	11/22/1994	2015	2,100,362	-	1,064,894	-	1,064,894
Taxable Refunding Bonds	5.40 - 6.40	01/01/1996	2007	7,150,000	-	385,000	-	385,000
Public Improvement Bonds	4.30 - 4.50	02/01/1996	2007	5,000,000	239,200	-	10,800	250,000
Public Improvement Bonds	4.60 - 4.80	02/15/1997	2007	16,000,000	278,000	356,000	186,000	820,000
Public Improvement Bonds	4.60 - 5.40	04/01/1998	2015	33,855,000	3,976,509	3,498,586	5,699,905	13,175,000
Public Improvement Bonds	4.60 - 5.40	06/01/1999	2019	17,820,000	4,972,119	1,808,931	4,343,950	11,125,000
Public Improvement Bonds	5.30 - 5.60	07/01/2000	2010	14,405,000	882,168	381,432	846,400	2,110,000
Public Improvement Bonds	3.50 - 4.875	08/01/2001	2032	14,620,000	-	1,647,617	11,147,383	12,795,000
VPSPA General Obligation Bond	3.10 - 5.10	11/15/2001	2022	3,473,329	-	2,835,528	-	2,835,528
VPSPA General Obligation Bond	2.35 - 4.85	11/07/2002	2023	6,513,732	-	5,607,720	-	5,607,720
Public Improvement Refunding Bonds	2.00 - 5.00	02/01/2003	2014	23,670,000	4,197,943	497,335	8,399,722	13,095,000
Public Improvement Bonds	2.50 - 4.70	02/01/2003	2033	16,745,000	7,860,000	2,110,000	4,785,000	14,755,000
Public Improvement Bonds	3.00 - 5.00	06/01/2004	2034	28,160,000	9,915,000	9,240,000	7,125,000	26,280,000
Public Improvement Refunding Bonds	3.00 - 5.25	03/16/2005	2030	33,105,000	12,877,845	8,474,880	11,752,275	33,105,000
Taxable Refunding Bonds	3.90 - 4.86	03/16/2005	2014	3,810,000	-	3,810,000	-	3,810,000
VPSPA General Obligation Bond	4.60 - 5.10	11/10/2005	2026	6,411,957	-	6,411,957	-	6,411,957
Public Improvement Bonds	4.00 - 5.00	05/09/2006	2026	23,840,000	17,198,000	6,001,000	641,000	23,840,000
					<u>\$ 62,396,784</u>	<u>\$ 54,400,054</u>	<u>\$ 74,032,084</u>	<u>\$ 190,828,922</u>

Bonds issued between 1992 and 2006 are callable subject to a maximum premium of 2%.

Authorized and unissued general obligation public improvement bonds and public utility revenue bonds amounted to \$65,898,043 and \$2,411,847 respectively, at June 30.

The Commonwealth imposes a legal limit of 10% of assessed valuation on the amount of general obligation borrowings that may be issued by the City. As of June 30, the City's aggregate general obligation indebtedness was \$181,683,000 less than the state limit. In August 1999, City Council adopted a Debt Management Policy that limits tax-supported debt to five percent (5%) of its assessed valuation of real estate subject to tuition. There are no overlapping tax jurisdictions.



Long-Term Liabilities

Revenue Debt:

Details of the revenue debt of the Enterprise Funds at June 30 are as follows:

	Interest Rates	Date Issued	Final Maturity Date	Amount of Original Issue	Enterprise Fund
Virginia Resources Authority:					
Public Utility Revenue Bonds	0.00%	03/28/1995	2027	\$ 6,571,207	\$ 3,659,786
Public Utility Revenue Bonds	0.00	08/10/1995	2029	10,000,000	6,313,492
Public Utility Revenue Bonds	0.00	06/27/1996	2029	8,000,000	4,887,262
Public Utility Revenue Bonds	3.00	07/17/1997	2020	14,108,460	10,808,524
Public Utility Revenue Bonds	0.00	07/17/1997	2030	7,591,540	5,338,036
Public Utility Revenue Bonds	0.00	08/01/1998	2031	6,203,000	4,647,284
Public Utility Revenue Bonds	3.00	06/02/1999	2020	2,476,763	1,893,816
Public Utility Revenue Bonds	0.00	09/02/1999	2021	5,300,000	4,184,211
Public Utility Revenue Bonds	0.00	03/15/2001	2032	735,000	587,171
Public Utility Revenue Bonds	3.50	06/08/2001	2021	2,835,000	2,415,623
Public Utility Revenue Bonds	0.00	11/06/2001	2034	1,413,613	1,238,109
Public Utility Revenue Bonds	0.00	09/15/2003	2036	2,350,165	2,269,371
Public Utility Revenue Bonds	0.00	05/20/2004	2038	6,000,000	6,000,000
Public Utility Revenue Bonds	0.00	05/17/2005	2038	6,700,000	6,700,000
Public Utility Revenue Bonds	0.00	06/28/2006	2039	9,600,000	9,600,000
					<u>\$ 70,542,685</u>

The revenue bonds have been issued in accordance with the terms of an indenture agreement with the Virginia Resources Authority (VRA) of the Commonwealth of Virginia. The indenture agreement requires the City to pledge its Sewer Fund Revenues as collateral for the revenue bonds and to maintain debt coverage in the Sewer equal at least 1.15 of all debt service payments which exclude any refunded principal payments. As shown in the supplementary statistical table 21, the debt coverage ratio for the year ended June 30, 2006 was 1.53.



Long-Term Liabilities (Continued)

Primary Government:

The following is a summary of changes in long-term liabilities for the year ended June 30:

	Beginning Balance	Additions	Deletions	Ending Balance	Current Portion
Governmental Activities					
Bond anticipation notes	\$ 7,500,000	\$ -	\$ 7,500,000	\$ -	\$ -
General obligation bonds	93,990,307	29,610,957	6,891,838	116,709,426	8,116,442
Notes payable*	3,200,000	-	-	3,200,000	-
State literary fund loans	126,937	-	39,525	87,412	19,000
Adjust for deferred amounts:					
Issuance premiums	1,665,073	767,130	130,529	2,301,674	-
On refunding	(1,952,538)	-	(177,599)	(1,774,939)	-
Total bonds and notes	104,529,779	30,378,087	14,384,293	120,523,573	8,135,442
Workers' compensation	510,084	1,250,329	836,176	924,237	149,274
Compensated absences	3,702,106	2,485,266	2,735,547	3,451,825	414,218
Capitalized lease obligations	7,747,458	-	460,206	7,287,252	477,493
	<u>\$ 116,489,427</u>	<u>\$ 34,113,682</u>	<u>\$ 18,416,222</u>	<u>\$ 132,186,887</u>	<u>\$ 9,176,427</u>
Business-Type Activities					
Bond anticipation notes	\$ -	\$ 16,500,000	\$ -	\$ 16,500,000	\$ -
General obligation bonds	61,935,092	641,000	5,044,008	57,532,084	5,237,154
Public utility revenue bonds	63,525,957	9,600,000	2,583,272	70,542,685	2,557,922
Adjust for deferred amounts:					
Issuance discounts	(263,872)	-	(26,687)	(237,185)	-
Issuance premiums	1,038,927	34,134	77,499	995,562	-
On refunding	(1,401,426)	-	(155,991)	(1,245,435)	-
Total bonds and notes payable	124,834,678	26,775,134	7,522,101	144,087,711	7,795,076
Workers' compensation	37,226	100,315	53,591	83,950	10,670
Compensated absences	389,738	288,133	295,552	382,319	45,878
Landfill closure – open landfill	2,478,594	159,367	-	2,637,961	-
Landfill closure – closed landfill	323,947	-	170,047	153,900	17,100
	<u>\$ 128,064,183</u>	<u>\$ 27,322,949</u>	<u>\$ 8,041,291</u>	<u>\$ 147,345,841</u>	<u>\$ 7,868,724</u>

*A note receivable was obtained concurrent with the issuance of this note payable. Neither instrument provided or consumed current financial resources and therefore, are not reflected in the fund statements. The note receivable is included in other assets on the government-wide statement of net assets.



Long-Term Liabilities (Continued)

Debt Service to Maturity:

Following is a summary of debt service to maturity for long-term debt:

Year Ending	Governmental Activities						Business-Type Activities	
	Governmental Obligation		Literary Fund Loans		Capital Lease Obligations		Sewer Fund	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
June 30								
2007	\$ 8,116,442	\$ 4,947,227	\$ 19,000	\$ 3,496	\$ 477,493	\$ 264,784	\$ 2,386,638	\$ 1,309,156
2008	7,782,531	4,908,843	19,000	2,736	494,700	247,576	2,312,792	1,313,175
2009	7,617,057	4,580,498	19,000	1,976	512,532	229,744	8,466,861	1,089,220
2010	7,714,680	4,268,753	19,000	1,216	531,009	211,267	1,961,560	885,197
2011	7,728,747	3,949,890	11,412	456	550,156	192,120	1,963,444	806,271
2012-2016	33,908,915	14,822,283	-	-	1,767,725	731,291	7,165,933	3,023,607
2017-2021	24,336,489	7,586,249	-	-	1,974,489	388,887	4,447,196	1,722,740
2022-2026	16,538,325	2,831,952	-	-	979,148	45,647	3,018,363	1,052,964
2027-2031	2,711,240	364,810	-	-	-	-	2,357,940	479,898
2032-2036	255,000	19,865	-	-	-	-	705,000	47,464
Total	\$ 116,709,426	\$ 48,280,370	\$ 87,412	\$ 9,880	\$ 7,287,252	\$ 2,311,316	\$ 34,785,727	\$ 11,729,692

Year Ending	Business-Type Activities							
	General Obligation						Revenue Bonds	
	Water Fund		Solid Waste Management		Airport Fund		Sewer Fund	
June 30	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 1,679,841	\$ 1,206,385	\$ 864,267	\$ 222,728	\$ 306,408	\$ 101,453	\$ 2,557,922	\$ 458,757
2008	1,683,800	1,272,301	876,266	196,823	275,028	101,724	2,909,118	430,895
2009	11,498,384	1,004,412	584,944	154,373	243,019	89,591	3,097,845	402,168
2010	1,494,805	747,507	577,012	127,160	247,965	79,226	3,287,463	372,550
2011	1,458,045	683,356	588,271	99,958	248,756	68,536	3,318,001	342,012
2012-2016	5,482,238	2,604,798	1,464,386	238,400	840,609	217,442	17,082,297	1,217,768
2017-2021	3,320,872	1,489,378	213,585	35,371	345,333	85,287	16,248,325	324,911
2022-2026	1,978,500	918,718	37,700	13,226	217,083	31,775	10,107,377	-
2027-2031	1,957,700	443,285	36,540	4,196	-	-	6,711,238	-
2032-2036	725,000	57,737	-	-	-	-	4,099,765	-
2037-2041	-	-	-	-	-	-	1,123,334	-
Total	\$ 31,279,185	\$ 10,427,877	\$ 5,242,971	\$ 1,092,235	\$ 2,724,201	\$ 775,034	\$ 70,542,685	\$ 3,549,061

Notes Payable, Bank:

In July 2002, the City issued a general obligation note to SunTrust Bank and concurrently entered into a financing agreement with the Bank. The agreement provides for borrowings of up to \$15,000,000 to provide interim financing for qualifying capital improvements. Interest is equal to the tax-exempt note rate as defined in the agreement, plus 0.45%, up to a maximum of 4%, payable in arrears, on a monthly basis. All outstanding amounts are due at final maturity on August 30, 2007. There are no amounts outstanding at June 30, 2006.



Long-Term Liabilities (Continued)

Principal activity on the line of credit during FY 2005 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
City Capital Projects Fund	\$ -	\$ 920,737	\$ (920,737)	\$ -
School Capital Projects Fund	-	3,177,000	(3,177,000)	-
Internal Service Fund	-	349,815	(349,815)	-
Total governmental activities	\$ -	\$ 4,447,552	\$ (4,447,552)	\$ -

Bond Anticipation Notes:

In May 2006, the City issued \$16,500,000 general obligation bond anticipation notes maturing on May 2009 for interim financing of water and sewer projects. The notes bear interest at the rate of 3.875% per annum.

Component Unit – Lynchburg City Schools:

The following is a summary of changes in other long-term liabilities for the year ended June 30:

	Beginning Balance	Additions	Deletions	Ending Balance	Current Portion
Compensated Capital lease obligations	\$ 690,635	\$ 203,274	\$ (262,512)	\$ 631,397	\$ -
	2,100,304	750,000	(782,024)	2,068,280	738,722
	<u>\$ 2,790,939</u>	<u>\$ 953,274</u>	<u>\$ (1,044,536)</u>	<u>\$ 2,699,677</u>	<u>\$ 738,722</u>

Following is a summary of debt service to maturity:

Year Ending June 30	Capital Lease Obligations	
	Principal	Interest
2007	\$ 738,722	\$ 53,786
2008	506,652	34,329
2009	467,395	19,544
2010	328,494	5,640
2011	27,017	115
Total	\$ 2,068,280	\$ 113,414



Ratios of Outstanding Debt by Type
(dollars in thousands)

Fiscal Year	Governmental Activities					Business-type Activities				
	General Obligation Bonds	Literary Bonds	General Obligation Notes	Note Payable	Capital Leases	General Obligation Bonds	General Obligation Notes	Public Utility Revenue Bonds	Capital Leases	Total Primary Government
1997	\$ 35,364	\$ 574	- \$	-	\$ 3,298	\$ 52,343	- \$	24,242	\$ 709	\$ 116,530
1998	39,256	516	6,000	-	3,130	58,166	-	45,148	438	152,654
1999	43,525	458	-	-	2,961	59,308	-	52,681	226	159,159
2000	39,866	400	3,345	-	2,783	54,707	-	56,266	77	157,444
2001	42,519	341	3,345	-	2,595	55,521	-	57,500	-	161,821
2002	71,901	283	9,290	-	2,397	63,499	-	56,096	-	203,466
2003	85,006	225	610	-	2,187	64,141	-	52,973	-	205,142
2004	100,251	166	7,500	3,200	8,396	66,896	-	59,152	-	245,561
2005	93,990	127	7,500	3,200	7,747	61,935	-	63,526	-	238,025
2006	116,709	87	-	3,200	7,287	57,532	16,500	70,543	-	271,858

Ratios of Net General Bonded Debt Outstanding
(dollars in thousands, except per capita)

Fiscal Year	Population ^a	Assessed Valuation (in thousands)	Gross Bonded Debt ^b	Debt Payable From Enterprise Revenues ^b	Net Bonded Debt	Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
1997	66,200	\$ 2,723,373	\$ 121,617	\$ 52,343	\$ 69,274	2.54%	\$ 1,046
1998	66,400	2,928,511	133,399	58,166	75,233	2.57%	1,133
1999	66,200	3,013,246	133,714	59,337	74,377	2.47%	1,124
2000	65,269	3,166,143	126,725	54,707	72,018	2.27%	1,103
2001	65,400	3,250,445	134,592	55,521	79,071	2.43%	1,209
2002	65,800	3,466,111	144,973	63,499	81,474	2.35%	1,238
2003	66,400	3,604,279	149,981	64,140	85,841	2.38%	1,293
2004	67,100	3,915,725	174,813	66,896	107,917	2.76%	1,608
2005	68,000	3,954,923	163,552	61,935	101,617	2.57%	1,494
2006	68,000	4,325,551	190,828	74,032	116,796	2.70%	1,718

Source: Director of Financial Services, City of Lynchburg, Virginia.

^a Data from the Weldon Cooper Center for Public Service, University of Virginia, Charlottesville, Virginia, for 1996-1999, and 2001-2005 Provisional Estimates; and, United States Bureau of the Census 2000. The 2006 population is an estimate based on 2005.

^b Excludes City of Lynchburg Public Utility Revenue Bonds.



Legal Debt Margin Information
(dollars in thousands)

Legal Debt Margin Calculation for Fiscal Year 2006

Real Property Assessed Value	\$ 3,558,304
Public Service Corporations Real Property Assessed Value	<u>166,820</u>
Total Real Property Assessed Value	<u>3,725,124</u>
Debt limit (10% of assessed value)	372,512
Debt applicable to limit:	
Less: General Obligation Debt	(190,828)
Legal Debt Margin	<u><u>\$ 181,684</u></u>

<u>Description</u>	<u>Fiscal Years</u>				
	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Debt limit	\$ 223,656	\$ 242,460	\$ 247,466	\$ 259,682	\$ 264,398
Total net debt applicable to limit	<u>115,617</u>	<u>127,400</u>	<u>133,714</u>	<u>131,167</u>	<u>140,452</u>
Legal debt margin	<u>\$ 108,039</u>	<u>\$ 115,060</u>	<u>\$ 113,752</u>	<u>\$ 128,515</u>	<u>\$ 123,946</u>
Total net debt applicable to the limit as a percentage of the debt limit	51.69%	52.54%	54.03%	50.51%	53.12%
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Debt limit	\$ 290,687	\$ 301,016	\$ 330,240	\$ 338,155	\$ 372,512
Total net debt applicable to limit	<u>143,183</u>	<u>149,371</u>	<u>167,313</u>	<u>156,052</u>	<u>190,828</u>
Legal debt margin	<u>\$ 147,504</u>	<u>\$ 151,645</u>	<u>\$ 162,927</u>	<u>\$ 182,103</u>	<u>\$ 181,684</u>
Total net debt applicable to the limit as a percentage of the debt limit	49.26%	49.62%	50.66%	46.15%	51.23%

Note: The Constitution of Virginia, Article 7, Section 10(a) sets forth the City's legal debt limit at ten percent (10%) of its assessed valuation of real estate subject to taxation for the City's issuance of any bonds or other interest-bearing obligations. In August 1999, City Council adopted a Debt Management Policy that limits tax-supported debt to five percent (5%) of its assessed valuation of real estate subject to taxation.



Debt Service

General Fund	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 ⁽²⁾ Bond Issue ⁽³⁾	2008 Line of Credit	Less: Savings from Refunding	2008 Budget
1001-7450					
Principal	\$3,770,211	\$0			\$3,770,211
Interest	2,627,991				2,627,991
Regional Radio Principal	234,573				234,573
Regional Radion Interest	35,028				35,028
Human Service Lease Principal	160,128				160,128
Human Service Lease Intrest	212,548				212,548
Debt Service Charges	6,000				6,000
Total	\$7,046,479	\$0			\$7,046,479
Includes Previous E-911 Fund					

E-911 Fund - Bonds	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue		Less: Savings from Refunding	2008 Budget
2017-7450					
Principal	\$0	\$0			\$0
Interest	0				0
Debt Service Charges					
Total	\$0	\$0			\$0
Budgeted in General Fund FY 2008					

E-911 Fund - Leases	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue		Less: Savings from Refunding	2008 Budget
2017-7450					
Principal	\$0	\$0			\$0
Interest	0				0
Debt Service Charges					0
Total	\$0	\$0			\$0
Budgeted in General Fund FY 2008					

Detention Home Fund	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue		Less: Savings from Refunding	2008 Budget
2022-7450					
Principal	\$295,272	\$0			\$295,272
Interest	94,852				94,852
Debt Service Charges					
Total	\$390,124	\$0			\$390,124

Airport Fund	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue		Less: Savings from Refunding	2008 Budget
4030-7450					
Principal	\$275,028	\$0			\$275,028
Interest	102,738				102,738
Debt Service Charges	3,987				3,987
Total	\$381,753	\$0			\$381,753



Debt Service (continued)

	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue	Less: Savings from Refunding	2008 Budget
Solid Waste Fund				
4009-7450				
Principal	\$876,266	\$0		\$876,266
Interest	196,138			196,138
Debt Service Charges	24,421			24,421
Total	\$1,096,824	\$0		\$1,096,824

	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 ⁽²⁾ Bond Issue	Less: Savings from Refunding	2008 Budget
Water Fund				
4015-7450				
Principal	\$1,683,800	\$0		\$1,683,800
Interest	1,272,301			1,272,301
Debt Service Charges	29,457			29,457
Total	\$2,985,558	\$0		\$2,985,558

	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 ⁽²⁾ Bond Issue	Less: Savings from Refunding	2008 Budget
Sewer Fund				
4020-7450				
G.O. Principal	\$2,312,792	\$0		\$2,312,792
G.O. Interest	1,313,175			1,313,175
Rev. Principal	2,909,118			2,909,118
Rev. Interest	430,895			430,895
Debt Service Charges	46,932			46,932
Total	\$7,012,912	\$0		\$7,012,912

	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue	Less: Savings from Refunding	2008 Budget
Stadium Fund				
2026-7450				
Principal	\$96,180	\$0		\$96,180
Interest	120,983			120,983
Total	\$217,163	\$0		\$217,163

	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2008 Bond Issue	Less: Savings from Refunding	2008 Budget
Fleet Services Fund				
5003-7450				
Principal	\$181,144	\$0		\$181,144
Interest	135,483			135,483
Debt Service Charges	(1,732)			(1,732)
Total	\$314,895	\$0		\$314,895



Debt Service (continued)

FY 2008 City's General Fund Appropriation for Schools Debt Service						
	2008 Debt Per 6/30/06 Debt Book ⁽¹⁾	2007 ⁽²⁾ Bond Issue	2007 Line of Credit	2007 VPSA Bond Issue	Less: Savings from Refunding	2008 Budget
1001-7450						
Principal	\$3,458,725	\$0		\$0		\$3,458,725
Interest	<u>2,339,012</u>	<u>0</u>		<u>0</u>		<u>2,339,012</u>
Total School Debt Service	<u>\$5,797,737</u>	<u>\$0</u>		<u>\$0</u>		<u>\$5,797,737</u>
Plus:						
Debt Service Charges	<u>3,000</u>					<u>3,000</u>
Local City Share for School Debt Service	<u>\$5,800,737</u>	<u>\$0</u>		<u>\$0</u>		<u>\$5,800,737</u>

(1) Information for FY 2008 existing debt service per the City's Debt Book as of 6/30/06.

(2) Information for a 2007 bond issue not included at this time.



HISTORICAL QUOTE:

“Be it enacted by the General Assembly...that the mayor, recorder, aldermen and common councilmen...are hereby made a body corporate and politic, by the name of the Mayor and Commonality of the town of Lynchburg...[they] shall have power to erect work houses, houses of correction, prisons and other public buildings....And be it further enacted, that all half acre lots of land, as the same were laid off adjoining the said town, by John Lynch, shall, so soon as a connected plan of the said lots be duly admitted to record in the court of Campbell county, be added to, incorporated with, and considered as a part of, the said town.”

*An Act for incorporating the town of Lynchburg, and enlarging the same.
January 10, 1805*

-- S. Allen Chambers, Lynchburg An Architectural History, University Press of Virginia, 1982.

