

DEBT SERVICE FUNDS

Debt Service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

COUNTY OF EL PASO, TEXAS
Purposes of Debt Service Funds
September 30, 2012

Certificates of Obligation, Series 2001

This fund is used for the payment of principal and interest on bonds issued to pay contractual obligations incurred for the construction or improvement of a courthouse expansion, a courthouse parking, Ascarate park improvements, courthouse capital needs, an east side regional park, rural parks, an animal shelter, Fabens port of entry, coliseum and other county facilities renovations, purchase of land and of election equipment, and for paying costs of issuance.

General Obligation Refunding Bonds, Series 2001

This fund is used for the payment of principal and interest on bonds issued to current refund General Obligation Refunding Bonds, Series 1992, on Certificates of Obligation, Series 1992A, and on General Obligation Refunding Bonds, Series 1992B.

General Obligation Refunding Bonds, Series 2002

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Texas Limited Tax and Revenue Certificates of Obligation, Series 1998.

Certificates of Obligation, Series 2002

This fund is used for the payment of principal and interest on bonds issued to pay contractual obligations incurred for the purpose of constructing and/or improving an expansion of the County courthouse, courthouse parking, courthouse capital needs, and the acquisition of and improvements to the County's water infrastructure, as well as for paying costs of issuance.

General Obligation Refunding Bonds, Series 2002A

This fund is used for the payment of principal and interest on bonds issued to current refund General Obligation Refunding Bonds, Series 1993B and General Obligation Refunding Bonds, Series 1993C.

COUNTY OF EL PASO, TEXAS
Purposes of Debt Service Funds
September 30, 2012

General Obligation Refunding Bonds, Series 2007

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Combination Limited Tax and Surplus Obligations Series 1997, Certificates of Obligation Series 1998, General Obligation Refunding Bonds Series 1998, Certificates of Obligation Series 2001, and Certificates of Obligation Series 2002.

Certificates of Obligation, Series 2007

This fund is used for the payment of principal and interest on bonds issued to finance the following within the County: Capital Equipment, Parks and Open Space, Major Building Projects, Major Technology Projects, and other Permanent Improvements.

Taxable Certificates of Obligation, Series 2007A

This fund is used for the payment of principal and interest on bonds issued to finance the construction of new facilities and renovations of existing facilities at the County Sportspark.

General Obligation Refunding Bonds, Series 2011

This fund is used for the payment of principal and interest on bonds issued to advance refund a portion of the principal and interest on Certificates of Obligation Series 2001, and Certificates of Obligation Series 2002.

Certificates of Obligation, Series 2012

This fund is used for the payment of principal and interest on bonds issued to finance the following projects within the County: Tornillo-Guadalupe Land Port of Entry, expansion of the County's eastside Jail Annex, Courthouse annexes in the Northwest and East sections of the County, renovations to the former army reserve building, vehicles for the Sheriff's and other County departments, roof improvements on County buildings, Courthouse renovations, Radio communications system, wireless communications system, constructing additional County administrative and departmental office space and parking facilities.

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2012

| | Certificates of Obligation Series 2001 | General Obligation Refunding Bonds Series 2001 | Certificates of Obligation Series 2002 | General Obligation Refunding Bonds Series 2002 | General Obligation Refunding Bonds Series 2002A |
|--------------------------------------|----------------------------------------------|------------------------------------------------------------|----------------------------------------------|------------------------------------------------------------|-------------------------------------------------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$57,908 | \$7,384 | \$30,807 | \$2,337 | \$20,494 |
| Total assets | <u>\$57,908</u> | <u>\$7,384</u> | <u>\$30,807</u> | <u>\$2,337</u> | <u>\$20,494</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Total liabilities | | | | | |
| Fund balances: | | | | | |
| Restricted: | | | | | |
| Debt service | \$57,908 | \$7,384 | \$30,807 | \$2,337 | \$20,494 |
| Total fund balances | <u>57,908</u> | <u>7,384</u> | <u>30,807</u> | <u>2,337</u> | <u>20,494</u> |
| Total liabilities and fund balances | <u>\$57,908</u> | <u>\$7,384</u> | <u>\$30,807</u> | <u>\$2,337</u> | <u>\$20,494</u> |

(Continued)

County of El Paso, Texas
Combining Balance Sheet
Nonmajor Debt Service Funds
September 30, 2012

| | General Obligation Refunding Bonds Series 2007 | Certificates of Obligation Series 2007 | Taxable Certificates of Obligation Series 2007A | General Obligation Refunding Bonds Series 2011 | Total Nonmajor Debt Service Funds |
|--------------------------------------|------------------------------------------------------------|----------------------------------------------|----------------------------------------------------------|------------------------------------------------------------|-----------------------------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$106,408 | \$897,004 | \$24,207 | \$488,799 | \$1,635,348 |
| Total assets | <u>\$106,408</u> | <u>\$897,004</u> | <u>\$24,207</u> | <u>\$488,799</u> | <u>\$1,635,348</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Total liabilities | | | | | |
| Fund balances: | | | | | |
| Restricted: | | | | | |
| Debt service | \$106,408 | \$897,004 | \$24,207 | \$488,799 | \$1,635,348 |
| Total fund balances | <u>106,408</u> | <u>897,004</u> | <u>24,207</u> | <u>488,799</u> | <u>1,635,348</u> |
| Total liabilities and fund balances | <u>\$106,408</u> | <u>\$897,004</u> | <u>\$24,207</u> | <u>\$488,799</u> | <u>\$1,635,348</u> |

(Concluded)

County of El Paso, Texas
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended September 30, 2012

| | Certificates of Obligation Series 2001 | General Obligation Refunding Bonds Series 2001 | Certificates of Obligation Series 2002 | General Obligation Refunding Bonds Series 2002 | General Obligation Refunding Bonds Series 2002A |
|--------------------------------------------------------------|----------------------------------------------|------------------------------------------------------------|----------------------------------------------|------------------------------------------------------------|-------------------------------------------------------------|
| REVENUES | | | | | |
| Taxes: | | | | | |
| Property Taxes | \$2,088,179 | \$267,229 | \$1,023,964 | \$12,062 | \$575,532 |
| Miscellaneous: | | | | | |
| Interest | 1,788 | 223 | 994 | 37 | 583 |
| Total revenues | <u>2,089,967</u> | <u>267,452</u> | <u>1,024,958</u> | <u>12,099</u> | <u>576,115</u> |
| EXPENDITURES | | | | | |
| Debt Service: | | | | | |
| Principal | 1,575,000 | 260,000 | 1,010,000 | 350,000 | 585,000 |
| Interest | 538,338 | 5,850 | 20,200 | 7,000 | 12,431 |
| Bond issuance costs | | | | | |
| Total expenditures | <u>2,113,338</u> | <u>265,850</u> | <u>1,030,200</u> | <u>357,000</u> | <u>597,431</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(23,371)</u> | <u>1,602</u> | <u>(5,242)</u> | <u>(344,901)</u> | <u>(21,316)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | | | | 338,356 | |
| Transfers out | | | | | |
| Premium (discount) on refunding bonds issued | | | | | |
| Refunding bonds issued | | | | | |
| Payment to refunded bond escrow agent | | | | | |
| Total other financing sources (uses) | | | | <u>338,356</u> | |
| Net Change in Fund Balances | <u>(23,371)</u> | <u>1,602</u> | <u>(5,242)</u> | <u>(6,545)</u> | <u>(21,316)</u> |
| Fund balances - beginning | <u>81,279</u> | <u>5,782</u> | <u>36,049</u> | <u>8,882</u> | <u>41,810</u> |
| Fund balances - ending | <u>\$57,908</u> | <u>\$7,384</u> | <u>\$30,807</u> | <u>\$2,337</u> | <u>\$20,494</u> |

(Continued)

County of El Paso, Texas
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended September 30, 2012

| | General Obligation Refunding Bonds Series 2007 | Certificates of Obligation Series 2007 | Taxable Certificates of Obligation Series 2007A | General Obligation Refunding Bonds Series 2011 | Total Nonmajor Debt Service Funds |
|--------------------------------------------------------------|------------------------------------------------------------|----------------------------------------------|----------------------------------------------------------|------------------------------------------------------------|-----------------------------------------|
| REVENUES | | | | | |
| Taxes: | | | | | |
| Property Taxes | \$3,785,252 | \$2,153,344 | \$827,302 | \$473,675 | \$11,206,539 |
| Miscellaneous: | | | | | |
| Interest | 7,077 | 15,294 | 1,694 | 3,194 | 30,884 |
| Total revenues | <u>3,792,329</u> | <u>2,168,638</u> | <u>828,996</u> | <u>476,869</u> | <u>11,237,423</u> |
| EXPENDITURES | | | | | |
| Debt Service: | | | | | |
| Principal | 1,635,000 | 495,000 | 265,000 | | 6,175,000 |
| Interest | 2,176,569 | 2,886,831 | 567,197 | 303,815 | 6,518,231 |
| Bond issuance costs | | | | 166,221 | 166,221 |
| Total expenditures | <u>3,811,569</u> | <u>3,381,831</u> | <u>832,197</u> | <u>470,036</u> | <u>12,859,452</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(19,240)</u> | <u>(1,213,193)</u> | <u>(3,201)</u> | <u>6,833</u> | <u>(1,622,029)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | | | | 307,807 | 646,163 |
| Transfers out | | (338,356) | | | (338,356) |
| Premium (discount) on refunding bonds issued | | | | 921,455 | 921,455 |
| Refunding bonds issued | | | | 11,315,000 | 11,315,000 |
| Payment to refunded bond escrow agent | | | | (12,062,296) | (12,062,296) |
| Total other financing sources (uses) | | <u>(338,356)</u> | | <u>481,966</u> | <u>481,966</u> |
| Net Change in Fund Balances | <u>(19,240)</u> | <u>(1,551,549)</u> | <u>(3,201)</u> | <u>488,799</u> | <u>(1,140,063)</u> |
| Fund balances - beginning | <u>125,648</u> | <u>2,448,553</u> | <u>27,408</u> | | <u>2,775,411</u> |
| Fund balances - ending | <u>\$106,408</u> | <u>\$897,004</u> | <u>\$24,207</u> | <u>\$488,799</u> | <u>\$1,635,348</u> |

(Concluded)

County of El Paso, Texas
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
Debt Service Fund
For the Year Ended September 30, 2012

| | Budgeted Amounts | | Actual | Variance with |
|--------------------------------------------------------------|--------------------|--------------------|--------------------|----------------------------------------|
| | Original | Final | Amounts | Final Budget Positive (Negative) |
| REVENUES | | | | |
| Taxes: | | | | |
| Ad valorem property taxes | \$10,508,486 | \$11,083,077 | \$11,206,539 | \$123,462 |
| Miscellaneous: | | | | |
| Interest | | | 30,884 | 30,884 |
| Total revenues | <u>10,508,486</u> | <u>11,083,077</u> | <u>11,237,423</u> | <u>154,346</u> |
| EXPENDITURES | | | | |
| Debt Service: | | | | |
| Principal | 6,175,000 | 6,175,000 | 6,175,000 | |
| Interest | 6,789,010 | 6,518,234 | 6,518,231 | 3 |
| Refunding bond issuance costs | | 444,935 | 166,221 | 278,714 |
| Total expenditures | <u>12,964,010</u> | <u>13,138,169</u> | <u>12,859,452</u> | <u>278,717</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(2,455,524)</u> | <u>(2,055,092)</u> | <u>(1,622,029)</u> | <u>433,063</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | | | 646,163 | 646,163 |
| Transfers out | | | (338,356) | (338,356) |
| Premium (discount) on refunding bonds issued | | 921,456 | 921,455 | (1) |
| Refunding bonds issued | | 11,315,000 | 11,315,000 | |
| Payment to refunded bond escrow agent | | (12,062,296) | (12,062,296) | |
| Total other financing sources (uses) | | <u>174,160</u> | <u>481,966</u> | <u>307,806</u> |
| Net Change in Fund Balances | <u>(2,455,524)</u> | <u>(1,880,932)</u> | <u>(1,140,063)</u> | <u>740,869</u> |
| Fund balances - beginning | 2,775,411 | 2,775,411 | 2,775,411 | |
| Fund balances - ending | <u>\$319,887</u> | <u>\$894,479</u> | <u>\$1,635,348</u> | <u>\$740,869</u> |

