

## **SUMMARY OF DEBT OBLIGATIONS**

City of Monte Vista, Colorado

- I. In 1999 the City became indebted to the Colorado Water Resources and Power Authority for \$968,000 at 4.5% interest due in semi-annual installments with annual debt service of \$74,892. The loan is payable from the City Services fund with sewer revenues dedicated to repayment in the amount of \$37,446 semi-annually for 20 years with the final payment due May 1, 2019. This loan represents approximately 62% of the funding for the storm drainage improvements to the Lariat-Kerr LeMasters subdivisions. The anticipated balance at 12/31/2007 is \$666,647.
  
- II. Voter approved outstanding Sales Tax Revenue Bonds, Series 1998, are payable to the Depository Trust Company, New York, New York in the amount of \$2,675,000 at an average rate of interest of 5.025%. Payments are due June 1 and December 1 with the maximum annual repayment cost of \$216,893. Final payment is due December 1, 2018. A debt service fund receives the sales tax revenue from the Capital Improvement Fund and all bond payments are made from the debt service fund. Bonds are secured by a first lien on one-half of the City's 2% sales tax; deposit of funds to the Capital Improvement Fund is required. The anticipated balance at 12/31/2007 is \$2,393,951.
  
- III. Note payable to the State of Colorado, Department of Local Affairs for the purchase of water meters for installation in the City of Monte Vista. Interest rate of 5%, payable in annual installments of \$16,049, which includes interest. Final payment due September 1, 2013. Payable out of the City Service Utility Fund. The anticipated balance at 12/31/2007 is \$81,733.85.
  
- IV. Lease payable to San Luis Valley Federal Bank, payable in monthly installments of \$1,433, including interest at 5.35%. Final payment due in 2009, collateralized by two 2006 Ford Crown Victoria Police Interceptor vehicles. Payments are made from the General Fund. The anticipated balance at 12/31/2007 is \$17,202.
  
- V. Lease Purchase agreement with Harco Leasing Company, payable in annual installments of \$35,967, including interest at 5.6%. Final payment due in 2008, collateralized by a 2006 International 7400 Truck. Payments are made from the City Service Utility Fund. The anticipated balance at 12/31/2007 is \$34,060.