

Debt Service Funds account for the payment of general obligation bond principal and interest from governmental resources and the payment of special assessment bond principal and interest from special assessment levies when the City is obligated in some manner for the payment.

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**GENERAL GOVERNMENT  
DEBT SERVICE FUNDS**



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## ***GENERAL GOVERNMENT DEBT SERVICE FUNDS***

There are three types of debt generally issued by the City for general government purposes:

- **Unlimited Tax General Obligation (UTGO) Bonds** represent debt that was approved by voters for a specific purpose. In this case, citizens have agreed to levy property taxes to repay the debt generally over a twenty-year period.
- **Limited Tax General Obligation (LTGO) Bonds** (also called Councilmanic Bonds) can be issued with approval of the City Council. The debt is repaid from general revenues of the City.
- **Local Improvement District (LID) Bonds** represent debt that is repaid by the property owners who benefited from the capital improvement through annual assessments paid to the City. LIDs are formed by the City Council after a majority of property owners agree to the assessment. Currently the City has no LID Bonds outstanding.

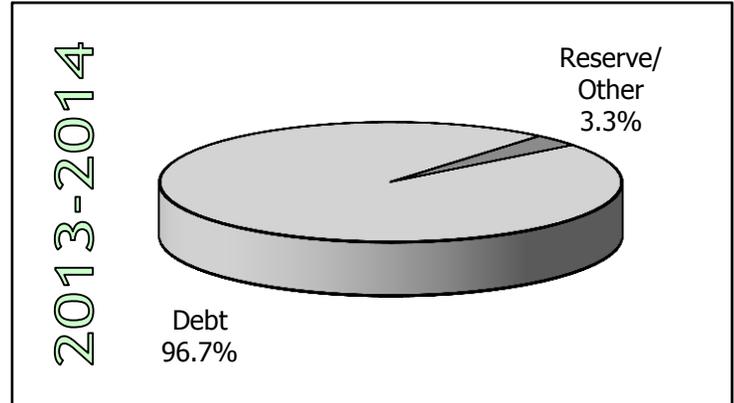
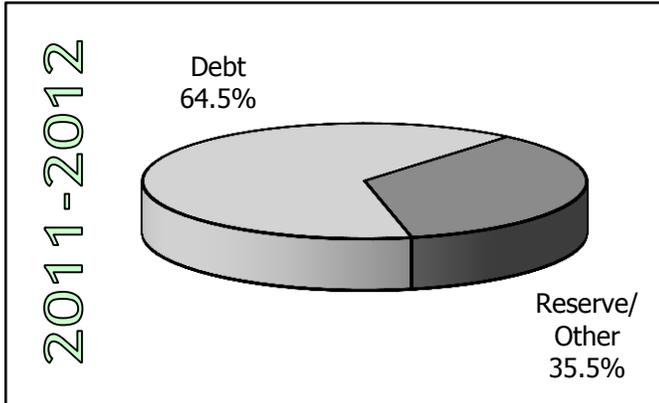
The City's debt management policies provide guidelines for the appropriate use of debt. The complete policies are contained at the end of this document in the appendix. Some key debt management policies include:

- *City Council approval is required prior to issuance of debt.*
- *The City will only use debt to finance capital improvements that cannot be financed through current revenues. The City will not use debt to finance current operations, non-capital furnishings, supplies, or personnel.*
- *Bonds will be issued for a period not to exceed the useful life of the asset being financed.*
- *The City will conduct a thorough analytical review before issuing debt and maintain a good credit rating at all times.*
- *The City's outstanding debt will remain within the limits stated in the City's fiscal policies.*
- *The City will use refunding bonds (refinancing) to restructure current outstanding debt when sufficient savings can be realized from lower interest rates.*

When the City issues debt, a thorough review of the City's financial condition is completed by bond rating agencies. Based on their findings, the bonds are given a rating. The City's bond rating is a reflection of its creditworthiness and affects the cost to the City of issuing debt. There are two rating agencies-- Standard and Poor's (S&P) and Moody's Investor Service--that rate Kirkland's bonds. As of November 2008, S&P upgraded the City's rating from AA to AAA, which is the highest rating. As of April 2010, Moody's upgraded the City's rating from Aa2 to Aa1 for the UTGO Bonds and from Aa3 to Aa2 for the LTGO Bonds.

Once bonds are rated, the City enters the bond market to secure the necessary funding. Occasionally, the City will conduct an "over-the-counter" sale where City staff sell bonds directly to Kirkland residents. The proceeds (cash) received from selling the bonds are placed in a capital projects fund to account for the cost of constructing the capital improvement. Separate funds have been created to track the principal and interest payments for limited and unlimited bonds. Each year a sufficient amount of revenue is budgeted and placed in each fund to pay the annual principal and interest due.

# CITY OF KIRKLAND GENERAL GOVERNMENT NON-OPERATING DEBT SERVICE FUNDS



Debt service funds are used to account for principal and interest payments used for the retirement of long-term debt. Debt is used by the City as a means of financing capital improvements. By extending the repayment of debt over the anticipated useful life of the improvement, the cost of an improvement can be more equitably spread among the citizens who benefit from the improvement. Bonds are sold and the proceeds (cash) are used to pay for the construction of capital improvements. The bonds are repaid over a period of time from taxes, fees, or other revenue sources dedicated for that purpose.

## 2011-2012 BUDGET SUMMARY: BY PURPOSE

Fund	2011-12 Budget	Budget by Purpose			
		Reserve	Debt	Capital	Other
210 LTGO Debt Service	11,370,553	4,489,287	6,881,266	-	-
220 UTGO Debt Service	2,144,487	306,176	1,838,311	-	-
<b>Total Debt Service Funds</b>	<b>13,515,040</b>	<b>4,795,463</b>	<b>8,719,577</b>	<b>-</b>	<b>-</b>

## 2013-2014 BUDGET SUMMARY: BY PURPOSE

Fund	2013-14 Budget	Budget by Purpose			
		Reserve	Debt	Capital	Other
210 LTGO Debt Service	7,719,330	7,001	7,712,329	-	-
220 UTGO Debt Service	1,770,853	306,693	1,464,160	-	-
<b>Total Debt Service Funds</b>	<b>9,490,183</b>	<b>313,694</b>	<b>9,176,489</b>	<b>-</b>	<b>-</b>

**CITY OF KIRKLAND**  
**CHANGE IN FUND BALANCE (Beginning 2011 to Ending 2014)**  
**GENERAL GOVERNMENT NON-OPERATING**

**DEBT SERVICE FUNDS**

	<b>Limited GO Debt<sup>1</sup></b>	<b>Unlimited GO Debt</b>	<b>Total</b>
<b>2011 Actual Beginning Fund Balance</b>	<b>22,363</b>	<b>306,176</b>	<b>328,539</b>
<i>Reserved</i>	<i>363</i>	<i>306,176</i>	<i>306,539</i>
<i>Unreserved Working Capital</i>	<i>22,000</i>	<i>-</i>	<i>22,000</i>
Plus: 2011-12 Estimated Revenues	11,336,004	1,869,519	<b>13,205,523</b>
Less: 2011-12 Estimated Expenditures	11,351,366	1,869,002	<b>13,220,368</b>
<b>2011-12 Estimated Ending Fund Balance</b>	<b>7,001</b>	<b>306,693</b>	<b>313,694</b>
Less: Funding for Carryovers to 2013	-	-	-
<b>2013 Budgeted Beginning Fund Balance</b>	<b>7,001</b>	<b>306,693</b>	<b>313,694</b>
Plus: 2013-14 Budgeted Revenues	7,712,329	1,464,160	<b>9,176,489</b>
Less: 2013-14 Budgeted Expenditures	7,712,329	1,464,160	<b>9,176,489</b>
<b>2014 Budgeted Ending Fund Balance</b>	<b>7,001</b>	<b>306,693</b>	<b>313,694</b>
<i>Reserved</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Unreserved Working Capital</i>	<i>7,001</i>	<i>306,693</i>	<i>313,694</i>
<b>Change in Fund Balance: Beginning 2011 to Ending 2014</b>	<b>(15,362)</b>	<b>517</b>	<b>(14,845)</b>

**Notes:**

Fund balances in debt service funds provide for cash flow needs.

<sup>1</sup>The reduction in Limited GO Debt working capital is due to planned use of cash in excess of required funding.

**CITY OF KIRKLAND  
GENERAL GOVERNMENT NON-OPERATING  
DEBT SERVICE FUNDS  
2013-2014 PAYMENT AND RESERVE SUMMARY**

**2011-12 BUDGET**

Fund	Payment		Reserve	Total
	Principal	Interest		
210 LTGO Debt Service	2,640,000	3,722,014	75,363	6,437,377
220 UTGO Debt Service	1,265,000	573,311	306,539	2,144,850
<b>Total Debt Service Funds</b>	<b>3,905,000</b>	<b>4,295,325</b>	<b>381,902</b>	<b>8,582,227</b>

**2013-14 BUDGET**

Fund	Payment		Reserve	Total
	Principal	Interest		
210 LTGO Debt Service	3,944,400	3,767,929	7,001	7,719,330
220 UTGO Debt Service	474,160	990,000	306,693	1,770,853
<b>Total Debt Service Funds</b>	<b>4,418,560</b>	<b>4,757,929</b>	<b>313,694</b>	<b>9,490,183</b>

## CITY OF KIRKLAND SCHEDULE OF LONG TERM DEBT

The City uses long term debt to finance the cost of large capital improvements. Councilmanic debt is repaid from general revenues. Voter approved debt is retired from property tax increases put in place for the life of the bond issue. Revenue bonds are repaid from water/sewer utility rates. The following schedule identifies current outstanding long-term debt.

Type of Debt	Issue Date	Original Amount	Outstanding 12/31/2012	Cost Per \$1,000 AV	Avg Annual Debt Service*
<b><i>Councilmanic Bonds:</i></b>					
2011 Limited G.O. (Teen Center) <sup>1</sup>	9/2/11	1,025,000	385,000	N/A	60,959
2011 Limited G.O. Refunding (City Hall) <sup>2</sup>	9/2/11	3,595,000	639,981	N/A	331,320
2011 Limited G.O. Refunding (Library) <sup>2</sup>	9/2/11	4,190,000	749,125	N/A	387,809
2011 Limited G.O. Refunding (McAuliffe) <sup>2</sup>	9/2/11	2,945,000	1,570,894	N/A	197,298
2010 Limited G.O. (Facilities Expansion)	12/21/10	35,345,000	34,570,000	N/A	2,352,530
<b>Total Councilmanic Bonds</b>		<b>47,100,000</b>	<b>37,915,000</b>		<b>3,329,916</b>
<b><i>Estimated Remaining Legal Councilmanic Debt Capacity as of 12/31/2012:</i></b>				<b>\$</b>	<b>175,866,641</b>
<b><i>Voter Approved Bonds:</i></b>					
1995 Unlimited G.O. Public Safety	8/1/95	1,020,000	165,000	0.009	89,625
2003 Unlimited G.O. Parks	1/30/03	8,400,000	4,975,000	0.062	644,053
<b>Total Voter Approved Bonds</b>		<b>9,420,000</b>	<b>5,140,000</b>	<b>0.070</b>	<b>733,678</b>
<b><i>Estimated Remaining Voter Approved Debt Capacity as of 12/31/2012:</i></b>				<b>\$</b>	<b>1,026,120,535</b>
<b><i>Fire District #41 Bond:</i></b>					
2011 Limited G.O. (Fire Station Construction)	5/26/11	4,000,000	3,654,687	N/A	470,572
<b>Total Fire District #41 Bond</b>		<b>4,000,000</b>	<b>3,654,687</b>		<b>470,572</b>
<b><i>Revenue Bonds:</i></b>					
2004 Water/Sewer Rev and Refunding	8/1/04	3,090,000	935,000	N/A	486,350
<b><i>Public Works Trust Fund Loans:</i></b>					
1993 Sewer Line Replacement	8/5/93	823,368	43,335	N/A	43,768
1994A Water Line Replacement	7/26/94	1,231,700	129,603	N/A	65,774
1994B Sewer Line Replacement	7/26/94	1,165,500	123,366	N/A	62,608
1995 Lift Station	6/9/95	794,850	133,566	N/A	45,412
2000 Lift Station Replacement-Design	7/1/00	227,500	87,745	N/A	13,036
2001 Lift Station Replacement-Construction	9/15/03	1,848,000	926,718	N/A	105,543
2004 Central Way Sewer Replacement	9/1/04	1,086,300	687,990	N/A	59,195
<b>Total Revenue Bonds &amp; Trust Fund Loans</b>		<b>10,267,218</b>	<b>3,067,323</b>		<b>881,686</b>

\*The average annual debt service is based on the remaining principal and interest payments due until the debt is extinguished.

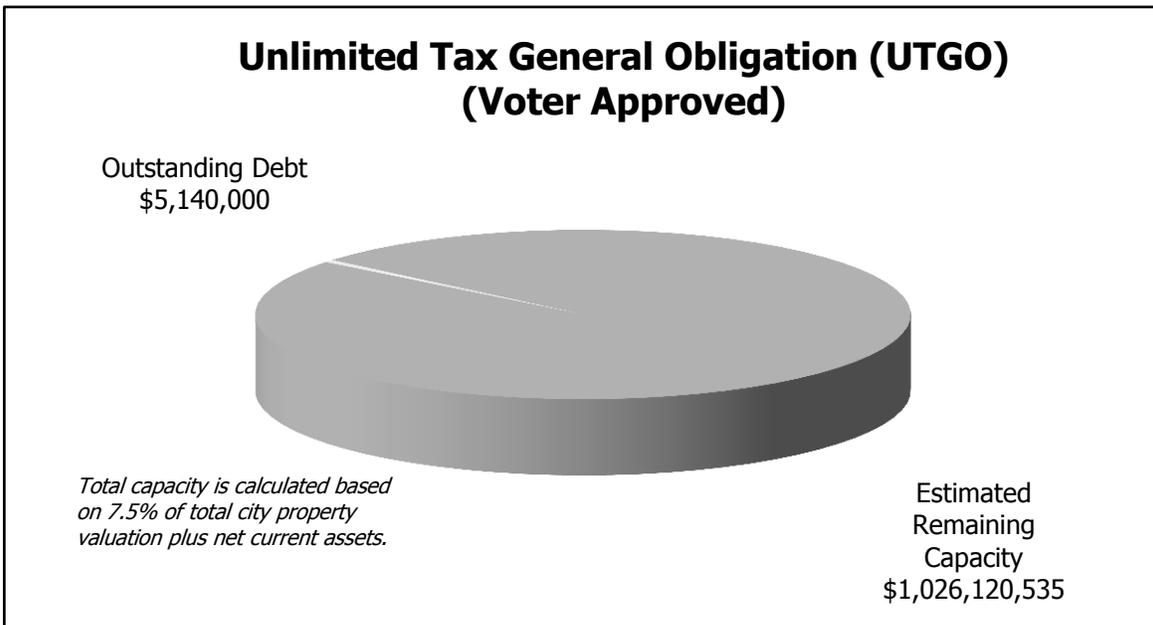
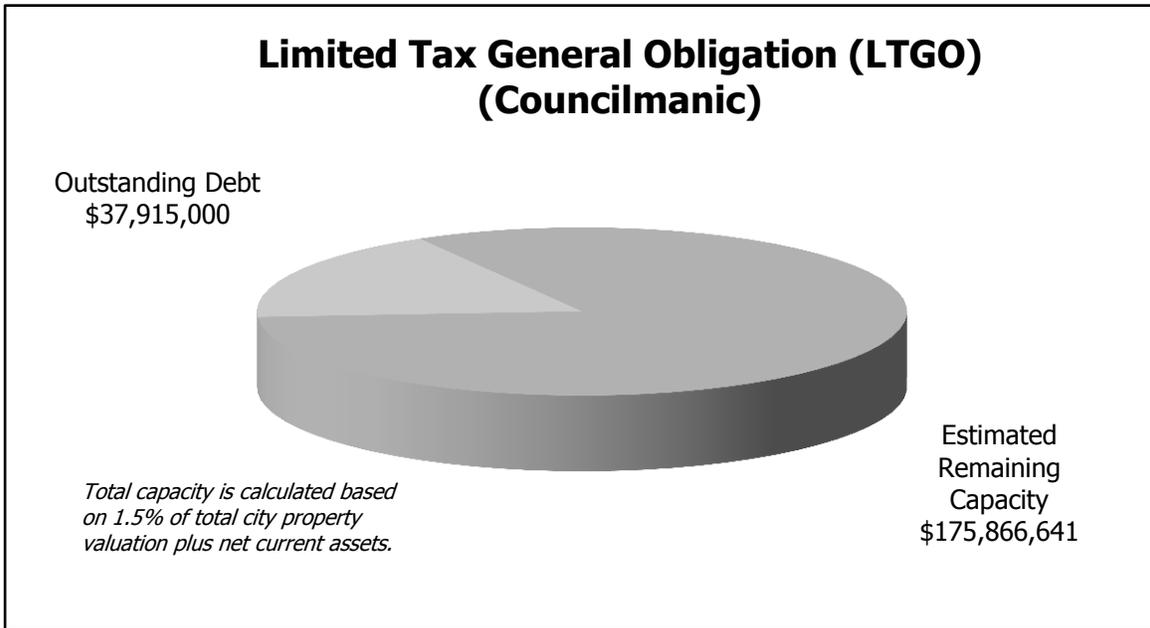
<sup>1</sup> Refunds Original 1999 Issue with 2011 Refund

<sup>2</sup> Refunds 2001 Refund with 2011 Refund

Note: On May 26, 2010, Fire Protection District #41 issued \$4 million in Limited Tax General Obligation Bonds to finance the Consolidated Fire Station Project. On June 1, 2011, the Fire District ceased operation when the City of Kirkland annexed all the territory served by the District. The outstanding debt remains an obligation of the taxable property which was annexed.

**CITY OF KIRKLAND  
DEBT CAPACITY**

Washington State law imposes limitations on the total amount of debt that a city can have outstanding to 7.5 percent of total assessed property valuation plus the net of current assets and liabilities. This comprises the City's "Debt Capacity" at any one time. The City Council has authority to issue bonds without voter approval (Councilmanic) for a combined total of up to 1.5 percent of the City's assessed valuation. The following graphs compare the total estimated capacity available to the City's indebtedness:



**City of Kirkland**

**1999 Limited General Obligation Bonds**

**Now a portion of the 2011 LTGO REFUNDING BONDS**

**Purpose: Teen Center Design and Construction**

Denomination	\$5,000	Date of Bond Sale	9/2/2011
Amount of Issue	\$430,000	Net Interest Rate	5.723%
Ordinance	4317	Org:	2100009111

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011		0	2.00%	12/1/2011		0	430,000
2012	7,189	4,810	2.00%	12/1/2012	45,000	56,999	385,000
2013	4,431	4,431	2.00%	12/1/2013	50,000	58,862	335,000
2014	4,055	4,055	2.00%	12/1/2014	55,000	63,110	280,000
2015	3,792	3,792	2.00%	12/1/2015	50,000	57,584	230,000
2016	3,252	3,252	2.00%	12/1/2016	55,000	61,504	175,000
2017	2,625	2,625	2.00%	12/1/2017	55,000	60,250	120,000
2018	1,800	1,800	2.00%	12/1/2018	60,000	63,600	60,000
2019	900	900	2.00%	12/1/2019	60,000	61,800	0
Totals	28,044	25,665			430,000	483,709	

**City of Kirkland  
2011 Limited General Obligation Bonds**

**Purpose: Refunds 1994 LTGO City Hall Bonds/2001 Refund**

Denomination	\$5,000	Date of Bond Sale	9/2/2011
Amount of Issue	\$ 942,607	Net Interest Rate	2.000%
Ordinance	4317	Org:	2100009111

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011			2.00%	12/1/2011		-	942,607
2012	15,759	10,545	2.00%	12/1/2012	302,626	328,930	639,981
2013	7,366	7,366	2.00%	12/1/2013	312,549	327,281	327,432
2014	3,963	3,963	2.00%	12/1/2014	327,432	335,358	0
Totals	27,088	21,874			942,607	991,569	

**City of Kirkland**  
**2011 Limited General Obligation Bonds**

**Purpose: Refunds 1994 LTGO Library Parking Garage Bonds/2001 Refund**

Denomination	\$5,000	Date of Bond Sale	9/2/2011
Amount of Issue	\$ 1,101,362	Net Interest Rate	2.000%
Ordinance	4317	Org:	2100009111

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011			2.00%	12/1/2011		-	1,101,362
2012	18,413	12,321	2.00%	12/1/2012	352,237	382,971	749,125
2013	8,622	8,622	2.00%	12/1/2013	367,121	384,365	382,004
2014	4,624	4,624	2.00%	12/1/2014	382,004	391,252	0
Totals	31,659	25,567			1,101,362	1,158,588	

**City of Kirkland  
2011 Limited General Obligation Bonds**

**Purpose: Refunds McAuliffe Private Placement Takeout Bonds 2001**

Denomination	\$5,000	Date of Bond Sale	9/2/2011
Amount of Issue	\$1,781,031	Net Interest Rate	2.000%
Ordinance	4317	Org:	2100009111

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011			2.00%	12/1/2011		-	1,781,031
2012	29,776	19,924	2.00%	12/1/2012	210,137	259,837	1,570,894
2013	18,081	18,081	2.00%	12/1/2013	215,330	251,492	1,355,564
2014	16,408	16,408	2.00%	12/1/2014	210,564	243,380	1,145,000
2015	15,508	15,508	2.00%	12/1/2015	155,000	186,016	990,000
2016	13,998	13,998	2.00%	12/1/2016	155,000	182,996	835,000
2017	12,525	12,525	2.00%	12/1/2017	155,000	180,050	680,000
2018	10,200	10,200	2.00%	12/1/2018	160,000	180,400	520,000
2019	7,800	7,800	2.00%	12/1/2019	170,000	185,600	350,000
2020	5,250	5,250	2.00%	12/1/2020	175,000	185,500	175,000
2021	2,625	2,625	2.00%	12/1/2021	175,000	180,250	0
Totals	132,171	122,319			1,781,031	2,035,521	

**City of Kirkland**  
**2010 Build America Bonds and Recovery Zone Economic Development Bonds**

**Purpose: Facilities Expansion**

Amount of Issue	\$35,345,000	Date of Bond Sale	12/21/2010
Ordinance	4272	Net Interest Rate	3.583%
		Org:	2100009010

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011	765,233	860,888	0.90%	12/1/2011	135,000	1,761,121	35,210,000
2012	860,280	860,280	1.20%	12/1/2012	640,000	2,360,560	34,570,000
2013	856,440	856,440	1.50%	12/1/2013	645,000	2,357,880	33,925,000
2014	851,603	851,603	1.80%	12/1/2014	655,000	2,358,205	33,270,000
2015	845,708	845,708	2.20%	12/1/2015	990,000	2,681,415	32,280,000
2016	834,818	834,818	2.75%	12/1/2016	1,010,000	2,679,635	31,270,000
2017	820,930	820,930	3.00%	12/1/2017	1,030,000	2,671,860	30,240,000
2018	805,480	805,480	3.40%	12/1/2018	1,045,000	2,655,960	29,195,000
2019	787,715	787,715	3.75%	12/1/2019	1,070,000	2,645,430	28,125,000
2020	767,653	767,653	4.00%	12/1/2020	1,195,000	2,730,305	26,930,000
2021	743,753	743,753	4.20%	12/1/2021	805,000	2,292,505	26,125,000
2022	726,848	726,848	4.40%	12/1/2022	1,000,000	2,453,695	25,125,000
2023	704,848	704,848	4.60%	12/1/2023	1,030,000	2,439,695	24,095,000
2024	681,158	681,158	4.75%	12/1/2024	1,060,000	2,422,315	23,035,000
2025	655,983	655,983	4.90%	12/1/2025	1,095,000	2,406,965	21,940,000
2026	629,155	629,155	5.10%	12/1/2026	1,125,000	2,383,310	20,815,000
2027	600,468	600,468	5.25%	12/1/2027	1,165,000	2,365,935	19,650,000
2028	569,886	569,886	5.40%	12/1/2028	1,205,000	2,344,773	18,445,000
2029	537,351	537,351	5.50%	12/1/2029	1,245,000	2,319,703	17,200,000
2030	503,114	503,114	5.55%	12/1/2030	1,290,000	2,296,228	15,910,000
2031	467,316	467,316	5.60%	12/1/2031	1,340,000	2,274,633	14,570,000
2032	429,796	429,796	5.875%	12/1/2032	1,390,000	2,249,593	13,180,000
2033	388,965	388,965	5.875%	12/1/2033	1,440,000	2,217,930	11,740,000
2034	346,665	346,665	5.875%	12/1/2034	1,495,000	2,188,330	10,245,000
2035	302,749	302,749	5.875%	12/1/2035	1,555,000	2,160,499	8,690,000
2036	257,071	257,071	5.875%	12/1/2036	1,610,000	2,124,143	7,080,000
2037	209,778	209,778	5.90%	12/1/2037	1,675,000	2,094,555	5,405,000
2038	160,365	160,365	5.90%	12/1/2038	1,735,000	2,055,730	3,670,000
2039	109,183	109,183	5.95%	12/1/2039	1,800,000	2,018,365	1,870,000
2040	55,633	55,633	5.95%	12/1/2040	1,870,000	1,981,265	0
<b>Totals</b>	<b>17,275,940</b>	<b>17,371,594</b>			<b>35,345,000</b>	<b>69,992,535</b>	

**City of Kirkland**  
**1995 Unlimited General Obligation Bonds**

**Purpose: Public Safety Forbes Creek Fire Station Construction**

Denomination	\$5,000	Date of Bond Sale	8/1/1995
Amount of Issue	\$1,020,000	Net Interest Rate	5.487%
Ordinance	3483	Org:	2200009951

**DEBT SERVICE SCHEDULE**

Year	Interest Dates		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
1995	0	18,985	7.00%	12/1/1995	0	18,985	1,020,000
1996	28,478	28,478	7.00%	12/1/1996	15,000	71,955	1,005,000
1997	27,953	27,953	7.00%	12/1/1997	35,000	90,905	970,000
1998	26,728	26,728	7.00%	12/1/1998	35,000	88,455	935,000
1999	25,503	25,503	7.00%	12/1/1999	40,000	91,005	895,000
2000	24,103	24,103	7.00%	12/1/2000	40,000	88,205	855,000
2001	22,703	22,703	4.65%	12/1/2001	45,000	90,405	810,000
2002	21,656	21,656	4.75%	12/1/2002	45,000	88,313	765,000
2003	20,588	20,588	4.85%	12/1/2003	45,000	86,175	720,000
2004	19,496	19,496	4.95%	12/1/2004	50,000	88,993	670,000
2005	18,259	18,259	5.05%	12/1/2005	50,000	86,518	620,000
2006	16,996	16,996	5.10%	12/1/2006	55,000	88,993	565,000
2007	15,594	15,594	5.20%	12/1/2007	60,000	91,188	505,000
2008	14,034	14,034	5.30%	12/1/2008	60,000	88,068	445,000
2009	12,444	12,444	5.40%	12/1/2009	65,000	89,888	380,000
2010	10,689	10,689	5.50%	12/1/2010	70,000	91,378	310,000
2011	8,764	8,764	5.55%	12/1/2011	70,000	87,528	240,000
2012	6,821	6,821	5.65%	12/1/2012	75,000	88,643	165,000
2013	4,703	4,703	5.70%	12/1/2013	80,000	89,405	85,000
2014	2,423	2,423	5.70%	12/1/2014	85,000	89,845	0
Totals	327,930	346,915			1,020,000	1,694,845	

**City of Kirkland**  
**2003 Unlimited General Obligation Bonds**

**Purpose: Park Acquisition and Improvements**

Denomination	\$5,000	Date of Bond Sale	1/30/2003
Amount of Issue	\$8,400,000	Net Interest Rate	4.408%
Ordinance	3878	Org:	2200009031

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2003	121,513	160,826	1.20%	12/1/2003	335,000	617,339	8,065,000
2004	158,816	158,816	1.20%	12/1/2004	305,000	622,633	7,760,000
2005	156,986	156,986	1.45%	12/1/2005	315,000	628,973	7,445,000
2006	154,703	154,703	1.85%	12/1/2006	320,000	629,405	7,125,000
2007	151,743	151,743	2.20%	12/1/2007	330,000	633,485	6,795,000
2008	148,113	148,113	2.60%	12/1/2008	340,000	636,225	6,455,000
2009	143,693	143,693	3.00%	12/1/2009	350,000	637,385	6,105,000
2010	138,443	138,443	3.20%	12/1/2010	365,000	641,885	5,740,000
2011	132,603	132,603	3.50%	12/1/2011	375,000	640,205	5,365,000
2012	126,040	126,040	3.70%	12/1/2012	390,000	642,080	4,975,000
2013	118,825	118,825	3.80%	12/1/2013	405,000	642,650	4,570,000
2014	111,130	111,130	4.00%	12/1/2014	420,000	642,260	4,150,000
2015	102,730	102,730	4.00%	12/1/2015	440,000	645,460	3,710,000
2016	93,930	93,930	4.10%	12/1/2016	460,000	647,860	3,250,000
2017	84,500	84,500	5.20%	12/1/2017	490,000	659,000	2,760,000
2018	71,760	71,760	5.20%	12/1/2018	510,000	653,520	2,250,000
2019	58,500	58,500	5.20%	12/1/2019	520,000	637,000	1,730,000
2020	44,980	44,980	5.20%	12/1/2020	550,000	639,960	1,180,000
2021	30,680	30,680	5.20%	12/1/2021	575,000	636,360	605,000
2022	15,730	15,730	5.20%	12/1/2022	605,000	636,460	0
Totals	2,165,416	2,204,729			8,400,000	12,770,144	

**City of Kirkland**

**Fire District #41 Bond (Issued by Fire District prior to Annexation)**

**Purpose: Fire Station Construction**

Denomination	n/a	Date of Bond Sale	5/26/2011
Amount of Issue	4,000,000	Net Interest Rate	3.200%
Ordinance	n/a	Org:	2100009110

**DEBT SERVICE SCHEDULE**

Year	Interest Dates:		Interest Rate	Maturity Date	Principal Amount	Total Payment	Principal Balance
	June 1	December 1					
2011		65,778	3.20%	12/1/2011		65,778	4,000,000
2012	64,000	61,259	3.20%	12/1/2012	345,313	470,572	3,654,687
2013	58,475	55,646	3.20%	12/1/2013	356,451	470,572	3,298,236
2014	52,772	49,852	3.20%	12/1/2014	367,949	470,572	2,930,287
2015	46,885	43,870	3.20%	12/1/2015	379,817	470,572	2,550,470
2016	40,808	37,696	3.20%	12/1/2016	392,069	470,572	2,158,401
2017	34,534	31,322	3.20%	12/1/2017	404,715	470,572	1,753,686
2018	28,059	24,743	3.20%	12/1/2018	417,770	470,572	1,335,916
2019	21,375	17,952	3.20%	12/1/2019	431,245	470,572	904,670
2020	14,475	10,942	3.20%	12/1/2019	445,156	470,572	459,515
2021	7,352	3,705	3.20%	12/1/2019	459,515	470,572	-
<b>Totals</b>	<b>368,734</b>	<b>402,766</b>			<b>4,000,000</b>	<b>4,771,500</b>	

Note: On May 26, 2010, Fire Protection District #41 issued \$4 million in Limited Tax General Obligation Bonds to finance the Consolidated Fire Station Project. On June 1, 2011, the Fire District dissolved when the City of Kirkland annexed all the territory served by the District. The outstanding debt remains an obligation of the taxable property which was annexed.