

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

**Note 9 - Long-Term Liabilities**

**Governmental Activities:** The following is a summary of changes in the long-term liabilities for the year ended September 30, 2015:

	Balance October 1, 2014	Additions	Reductions	Balance September 30, 2015	Due Within One Year
General Obligation Refunding Bonds, Series 2008A	\$ 3,305,000	\$ -	\$ 615,000	\$ 2,690,000	\$ 635,000
General Obligation Bonds, Series 1997	1,847,613	-	712,405	1,135,208	747,815
General Obligation Bonds, Series 1998	3,581,185	-	798,913	2,782,272	860,947
General Obligation Refunding Bonds, Series 2008B	783,600	-	117,850	665,750	122,650
Public Improvement Revenue Refunding Bonds, Series 2008B	1,660,000	-	725,000	935,000	740,000
Public Improvement Revenue Bonds, Series 2004	4,634,470	-	703,813	3,930,657	729,924
Limited General Obligation Bonds, Series 2006	17,400,000	-	17,400,000	-	-
General Obligation Bonds, Series 2006	12,990,000	-	12,990,000	-	-
Community Redevelopment Bonds, Series 2013 A	9,639,845	-	733,189	8,906,656	751,080
Community Redevelopment Bonds, Series 2013 B	7,127,802	-	543,327	6,584,475	556,369
General Obligation Refunding Note, Series 2015	-	12,465,000	-	12,465,000	635,000
Limited General Obligation Refunding Note, Series 2015	-	16,260,000	-	16,260,000	1,325,000
	<u>62,969,515</u>	<u>28,725,000</u>	<u>35,339,497</u>	<u>56,355,018</u>	<u>7,103,785</u>
Insurance claims payable	2,088,275	10,076,974	9,542,175	2,623,074	2,623,074
Compensated absences	8,442,401	6,255,240	5,952,547	8,745,094	949,428
	<u>10,530,676</u>	<u>16,332,214</u>	<u>15,494,722</u>	<u>11,368,168</u>	<u>3,572,502</u>
Total	\$ <u>73,500,191</u>	\$ <u>45,057,214</u>	\$ <u>50,834,219</u>	\$ <u>67,723,186</u>	\$ <u>10,676,287</u>

For governmental activities, compensated absences are generally liquidated by the General Fund. The entire claims liability is reported in the Self-Insurance Internal Service Fund and will be liquidated by that fund.

\$ 7,250,000 General Obligation Refunding Bonds, Series 2008A - Previously, the Town issued \$ 7,250,000 of General Obligation Refunding Bonds, Series 2008A, maturing July 1, 2019, with a fixed interest rate of 3.75%. The Bonds refunded the Town's then outstanding General Obligation Bonds, Series 1989, and paid for certain costs associated with the issuance of the Bonds. The original Bonds were issued in connection with the creation of a program for open space for the preservation of passive recreational areas and other similar activities. Interest is paid semiannually on each July 1 and January 1. Principal on the Bonds is paid annually commencing July 2008 through July 2019. Ad valorem tax revenues from the General Fund are pledged to repay this Bond issue.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2008A are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 635,000	\$ 100,876	\$ 735,876
2017	660,000	77,062	737,062
2018	685,000	52,312	737,312
2019	<u>710,000</u>	<u>26,625</u>	<u>736,625</u>
Total	\$ <u>2,690,000</u>	\$ <u>256,875</u>	\$ <u>2,946,875</u>

**Note 9 - Long-Term Liabilities (continued)**

\$ 9,800,000 General Obligation Bonds, Series 1997 – Previously, the Town issued \$ 9,800,000 of General Obligation Bonds, Series 1997, maturing February 1, 2017, with a fixed interest rate of 4.736%. The Bonds were issued in connection with the acquisition, construction, and furnishing of a police, fire, emergency medical services, and Town Hall Annex Facility and for paying the costs of the issuance of the Bonds. Interest and principal payments are paid quarterly commencing February 1997 through February 2017. Ad valorem tax revenues from the General Fund are pledged to repay this Bond issue.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 1997 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 747,815	\$ 48,112	\$ 795,927
2017	387,393	7,046	394,439
Total	\$ <u>1,135,208</u>	\$ <u>55,158</u>	\$ <u>1,190,366</u>

\$ 10,000,000 General Obligation Bonds, Series 1998 - Previously, the Town issued \$ 10,000,000 of General Obligation Bonds, Series 1998, maturing March 1, 2018, with a fixed interest rate of 4.119%. The Bonds were issued in connection with various recreational projects and for paying the costs of the issuance of the Bonds. Interest is paid quarterly; principal is paid annually commencing March 2000 through March 2018. Ad valorem tax revenues from the General Fund are pledged to repay this Bond issue.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 1998 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 860,947	\$ 96,871	\$ 957,818
2017	926,442	60,059	986,501
2018	994,883	20,490	1,015,373
Total	\$ <u>2,782,272</u>	\$ <u>177,420</u>	\$ <u>2,959,692</u>

\$ 1,541,250 General Obligation Refunding Bonds, Series 2008B - Previously, the Town issued \$ 1,541,250 of General Obligation Refunding Bonds, Series 2008B maturing July 1, 2020, with a fixed interest rate of 4.10%. The Bonds refunded the Town's then outstanding General Obligation Bonds, Series 2000, and paid certain costs associated with the issuance of the Bonds. The original bonds were issued in connection with various recreational projects. Interest is paid semiannually on each July 1 and January 1. Principal on the Bonds is paid annually commencing July 2008 through July 2020. Ad valorem tax revenues of the General Fund are pledged to repay this Bond issue.

**Note 9 - Long-Term Liabilities (continued)**

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2008B are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 122,650	\$ 27,296	\$ 149,946
2017	127,700	22,267	149,967
2018	132,950	17,031	149,981
2019	138,400	11,580	149,980
2020	<u>144,050</u>	<u>5,906</u>	<u>149,956</u>
Total	<u>\$ 665,750</u>	<u>\$ 84,080</u>	<u>\$ 749,830</u>

\$ 6,010,000 Public Improvement Revenue Refunding Bonds, Series 2008B - Previously, the Town issued \$ 6,010,000 of Public Improvement Revenue Refunding Bonds, Series 2008B, maturing October 1, 2016, with a fixed interest rate of 3.59%. The Bonds refunded the Town's then outstanding Public Improvement Revenue Bonds, Series 2001, and paid certain costs associated with the issuance of the Bonds. Interest and principal payments are paid quarterly commencing October 2008 through October 2016. Legally available non-ad valorem revenues of the General Fund are pledged to repay this Bond issue.

Annual debt service requirements to maturity for the Public Improvement Revenue Refunding Bonds, Series 2008B are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 740,000	\$ 23,604	\$ 763,604
2017	<u>195,000</u>	<u>1,750</u>	<u>196,750</u>
Total	<u>\$ 935,000</u>	<u>\$ 25,354</u>	<u>\$ 960,354</u>

\$ 10,000,000 Public Improvement Revenue Bonds, Series 2004 - Previously, the Town issued \$ 10,000,000 of Public Improvement Revenue Bonds, Series 2004, maturing December 1, 2019, with a fixed interest rate of 3.71%. The Bonds were issued in connection with financing and reimbursing the cost of acquisition, construction, and equipping of certain capital improvements and for paying the costs of the issuance of the Bonds. Interest is paid semiannually on each December 1 and June 1. Principal on the Bonds is paid annually commencing December 2012 through December 2019. Legally available non-ad valorem revenues of the General Fund are pledged to repay this Bond issue.

Annual debt service requirements to maturity for the Public Improvement Revenue Bonds, Series 2004 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 729,924	\$ 132,288	\$ 862,212
2017	757,004	104,705	861,709
2018	785,089	76,099	861,188
2019	814,216	46,432	860,648
2020	<u>844,424</u>	<u>15,664</u>	<u>860,088</u>
Total	<u>\$ 3,930,657</u>	<u>\$ 375,188</u>	<u>\$ 4,305,845</u>

**Note 9 - Long-Term Liabilities (continued)**

Community Redevelopment Agency (“CRA”) Bonds - The CRA previously issued \$ 20,000,000 Community Redevelopment Bonds, Series 2010, to make various infrastructure improvements, including drainage, road, and water and sewer improvements, and to acquire land for redevelopment purposes. On August 28, 2013 and September 28, 2013, the CRA issued Community Redevelopment Bonds, Series 2013A and 2013B, amounting to \$ 10,000,000 and \$ 7,394,769, respectively, to currently refund the then outstanding Series 2010 Bonds. The 2013A and 2013B Bonds bear interest at the fixed rate of 2.47% and 2.43%, respectively. Principal and interest on both series is payable semiannually on each June 10 and December 10 through maturity in December 2025. The Bonds are secured by a pledge and lien on tax increment revenues of the Town’s CRA. In addition, the Town covenants to annually budget and appropriate legally available non ad valorem revenues to cover any shortfall in tax increment revenue of the CRA to pay for scheduled principal and interest.

Annual debt service requirements to maturity for the Community Redevelopment Agency Bonds, Series 2013A are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 751,080	\$ 218,976	\$ 970,056
2017	770,593	199,463	970,056
2018	790,012	180,044	970,056
2019	809,920	160,136	970,056
2020	829,961	140,095	970,056
2021-2025	4,476,077	374,200	4,850,277
2026	479,013	6,014	485,027
Total	\$ <u>8,906,656</u>	\$ <u>1,278,928</u>	\$ <u>10,185,584</u>

Annual debt service requirements to maturity for the Community Redevelopment Agency Bonds, Series 2013B are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 556,369	\$ 159,255	\$ 715,624
2017	570,587	145,037	715,624
2018	584,732	130,892	715,624
2019	599,227	116,397	715,624
2020	613,813	101,811	715,624
2021-2025	3,306,302	271,816	3,578,118
2026	353,445	4,365	357,810
Total	\$ <u>6,584,475</u>	\$ <u>929,573</u>	\$ <u>7,514,048</u>

**Note 9 - Long-Term Liabilities (continued)**

\$ 12,465,000 General Obligation Refunding Note, Series 2015 - Previously, the Town issued \$ 16,500,000 of General Obligation Bonds, Series 2006, maturing August 1, 2031, with an interest rate ranging from 4.00% to 4.625%. The Bonds were issued in connection with constructing and furnishing fire and rescue facilities, and the procurement of certain equipment/technology, including the improvement of emergency management and terrorism preparedness, and for paying the costs of the issuance of the Bonds. On May 22, 2015, the Town issued a General Obligation Refunding Note, Series 2015, amounting to \$ 12,465,000, to refund the then outstanding General Obligation Bonds, Series 2006. The entire proceeds of the 2015 Note were applied to refund the principal balance of the 2006 Bonds; therefore, no proceeds were received by the issuer. At September 30, 2015, the General Obligation Bonds, Series 2006 were considered retired/fully defeased. The General Obligation Refunding Note, Series 2015 bears interest at the fixed rate of 2.59%. Interest is paid semiannually on each February 1 and August 1. Principal on the Note is paid annually commencing August 2016 through August 2031. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue.

The Town refunded the General Obligation Bonds, Series 2006 to reduce its total debt service payments over the next sixteen years by approximately \$ 2,357,900 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$ 1,896,600.

Annual debt service requirements to maturity for the General Obligation Refunding Note, Series 2015 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 635,000	\$ 322,844	\$ 957,844
2017	655,000	306,397	961,397
2018	675,000	289,433	964,433
2019	690,000	271,950	961,950
2020	710,000	254,079	964,079
2021-2025	3,820,000	985,754	4,805,754
2026-2030	4,340,000	464,517	4,804,517
2031	940,000	24,346	964,346
Total	\$ <u>12,465,000</u>	\$ <u>2,919,320</u>	\$ <u>15,384,320</u>

\$ 16,260,000 Limited General Obligation Refunding Note, Series 2015 – Previously, the Town issued \$ 25,000,000 of Limited General Obligation Bonds, Series 2006, maturing August 1, 2026, with an interest rate ranging from 4.00% to 4.50%. The Bonds were issued in connection with acquiring land to protect the quality of water bodies, preserving and improving wildlife habitat and parks, constructing and improving parks and recreational areas, and for paying the costs of the issuance of the Bonds. On May 22, 2015, the Town issued a Limited General Obligation Refunding Note, Series 2015, amounting to \$ 16,260,000, to refund the then outstanding Limited General Obligation Bonds, Series 2006. The entire proceeds of the 2015 Note were applied to refund the principal balance of the 2006 Bonds; therefore, no proceeds were received by the issuer. At September 30, 2015, the Limited General Obligation Bonds, Series 2006 were considered retired/fully defeased. The Limited General Obligation Refunding Note, Series 2015 bears interest at the fixed rate of 2.18%. Interest is paid semiannually on each February 1 and August 1. Principal on the Note is paid annually commencing August 2016 through August 2026. Ad valorem tax revenues from the General Fund are pledged to repay this Note issue up to a tax limit of 0.38 mills per annum.

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

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**Note 9 - Long-Term Liabilities (continued)**

The Town refunded the Limited General Obligation Bonds, Series 2006 to reduce its total debt service payments over the next eleven years by approximately \$ 2,353,400 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$ 2,060,100.

Annual debt service requirements to maturity for the Limited General Obligation Refunding Note, Series 2015 are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,325,000	\$ 354,468	\$ 1,679,468
2017	1,355,000	325,583	1,680,583
2018	1,380,000	296,044	1,676,044
2019	1,415,000	265,960	1,680,960
2020	1,440,000	235,113	1,675,113
2021-2025	7,705,000	689,970	8,394,970
2026	<u>1,640,000</u>	<u>35,752</u>	<u>1,675,752</u>
Total	\$ <u>16,260,000</u>	\$ <u>2,202,890</u>	\$ <u>18,462,890</u>

The aggregate annual debt service to maturity for the governmental activities debt is as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 7,103,785	\$ 1,484,590	\$ 8,588,375
2017	6,404,719	1,249,369	7,654,088
2018	6,027,666	1,062,345	7,090,011
2019	5,176,763	899,080	6,075,843
2020	4,582,248	752,668	5,334,916
2021-2025	19,307,379	2,321,740	21,629,119
2026-2030	6,812,458	510,648	7,323,106
2031	<u>940,000</u>	<u>24,346</u>	<u>964,346</u>
Total	\$ <u>56,355,018</u>	\$ <u>8,304,786</u>	\$ <u>64,659,804</u>

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

**Note 9 - Long-Term Liabilities (continued)**

**Business - Type Activities:** The following is a summary of changes in the long-term liabilities for the year ended September 30, 2015:

	Balance October 1, 2014	Additions	Reductions	Balance September 30, 2015	Due Within One Year
Bonds Payable:					
Water and Sewer Revenue Bonds, Series 2010	\$ 46,245,000	\$ -	\$ -	\$ 46,245,000	\$ -
Water and Sewer Revenue Bonds, Series 2011	49,235,000	-	475,000	48,760,000	490,000
Water and Sewer Revenue Bonds, Series 2012	28,190,000	-	180,000	28,010,000	185,000
Water and Sewer Revenue Refunding Bonds, Series 2013	14,405,000	-	1,735,000	12,670,000	1,785,000
State Revolving Fund Loan Program	3,520,530	284,169	275,294	3,529,405	277,069
Bond Premiums	932,574	-	34,540	898,034	-
Bond Discounts	(475,187)	-	(16,971)	(458,216)	-
	<u>142,052,917</u>	<u>284,169</u>	<u>2,682,863</u>	<u>139,654,223</u>	<u>2,737,069</u>
Compensated Absences	305,360	255,300	251,267	309,393	200,042
	<u>\$ 142,358,277</u>	<u>\$ 539,469</u>	<u>\$ 2,934,130</u>	<u>\$ 139,963,616</u>	<u>\$ 2,937,111</u>

\$ 46,245,000 Water and Sewer Revenue Bonds, Series 2010 - Previously, the Town issued \$ 46,245,000 Water and Sewer Revenue Bonds, Series 2010, maturing October 1, 2040, with an interest rate ranging from 6.062% to 6.849%. The Bonds were issued in connection with the acquisition and construction of improvements to the Town's water and sewer system, and for paying the costs of issuance of the Bonds. Interest is payable semiannually on each April 1 and October 1. Principal on the Bonds is paid annually commencing October 2021 through October 2040. The Bond Indenture provides for a reserve insurance policy to be obtained in place of funding for the Debt Service Reserve Fund. The Town has obtained the required insurance policy and is in compliance with the reserve requirement.

Annual debt service requirements to maturity for the Water and Sewer Revenue Bonds, Series 2010, are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ -	\$ 3,077,269	\$ 3,077,269
2017	-	3,077,269	3,077,269
2018	-	3,077,269	3,077,269
2019	-	3,077,269	3,077,269
2020	-	3,077,269	3,077,269
2021-2025	6,465,000	14,425,216	20,890,216
2026-2030	9,660,000	11,614,340	21,274,340
2031-2035	11,925,000	7,934,567	19,859,567
2036-2040	14,825,000	3,273,480	18,098,480
2041	3,370,000	-	3,370,000
Total	<u>\$ 46,245,000</u>	<u>\$ 52,633,948</u>	<u>\$ 98,878,948</u>

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

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**Note 9 - Long-Term Liabilities (continued)**

\$ 49,930,000 Water and Sewer Revenue Bonds, Series 2011 - Previously, the Town issued \$ 49,930,000 Water and Sewer Revenue Bonds, Series 2011, maturing October 1, 2041, with an interest rate ranging from 2.0% to 5.0%. The Bonds were issued in connection with the acquisition and construction of improvements to the Town's water and sewer system, and for paying the costs of issuance of the Bonds. Interest is payable semiannually on each April 1 and October 1. Principal on the Bonds is paid annually commencing October 2012 through October 2041. The Bond Indenture provides for a reserve insurance policy to be obtained in place of funding for the Debt Service Reserve Fund. The Town has obtained the required insurance policy and is in compliance with the reserve requirement.

Annual debt service requirements to maturity for the Water and Sewer Revenue Bonds, Series 2011, are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 490,000	\$ 2,252,256	\$ 2,742,256
2017	505,000	2,237,106	2,742,106
2018	520,000	2,226,706	2,746,706
2019	530,000	2,214,781	2,744,781
2020	540,000	2,198,581	2,738,581
2021-2025	5,835,000	10,466,980	16,301,980
2026-2030	7,895,000	8,925,500	16,820,500
2031-2035	10,040,000	6,654,750	16,694,750
2036-2040	12,815,000	3,741,500	16,556,500
2041-2042	9,590,000	331,500	9,921,500
Subtotal	48,760,000	\$ 41,249,660	\$ 90,009,660
Plus: unamortized bond premium	898,034		
Total	\$ 49,658,034		

\$ 28,190,000 Water and Sewer Revenue Bonds, Series 2012 – In November 2012, the Town issued \$ 28,190,000 Water and Sewer Revenue Bonds, Series 2012, maturing October 1, 2042, with an interest rate ranging from 2.0% to 4.0%. The Bonds were issued in connection with the acquisition and construction of improvements to the Town's water and sewer system, and for paying the costs of issuance of the Bonds. Interest is payable semiannually on each April 1 and October 1. Principal on the Bonds is paid annually commencing October 2014 through October 2042. The Bond Indenture provides for a reserve insurance policy to be obtained in place of funding for the Debt Service Reserve Fund. The Town has obtained the required insurance policy and is in compliance with the reserve requirement.

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

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**Note 9 - Long-Term Liabilities (continued)**

Annual debt service requirements to maturity for the Water and Sewer Revenue Bonds, Series 2012, are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 185,000	\$ 934,075	\$ 1,119,075
2017	195,000	928,225	1,123,225
2018	195,000	922,375	1,117,375
2019	200,000	916,375	1,116,375
2020	210,000	910,075	1,120,075
2021-2025	1,325,000	4,461,756	5,786,756
2026-2030	2,495,000	4,148,200	6,643,200
2031-2035	4,215,000	3,607,514	7,822,514
2036-2040	6,615,000	2,668,225	9,283,225
2041-2043	12,375,000	683,900	13,058,900
Subtotal	28,010,000	\$ 20,180,720	\$ 48,190,720
Less: unamortized discount	(458,216)		
Total	\$ 27,551,784		

\$ 14,405,000 Water and Sewer Revenue Refunding Bonds, Series 2013 – Previously, the Town issued \$ 14,405,000 of Water and Sewer Revenue Refunding Bonds, Series 2013, with a fixed rate of 1.93%, to refund the then Series 2003 bonds. The gross proceeds of the 2013 issuance were deposited in an irrevocable trust with an escrow agent to provide for the cost of issuance, the establishment of a debt service reserve fund and the required debt service payment on the call date of October 2013. Interest on the Series 2013 Bonds is paid semi-annually on each April 1 and October 1. Principal on the Series 2013 Bonds is paid annually commencing October 2014 through October 2021.

Annual debt service requirements to maturity for the Water and Sewer Revenue Refunding Bonds, Series 2013, are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 1,785,000	\$ 210,081	\$ 1,995,081
2017	1,815,000	175,051	1,990,051
2018	1,855,000	139,250	1,994,250
2019	1,890,000	102,773	1,992,773
2020	1,925,000	65,620	1,990,620
2021-2022	3,400,000	27,792	3,427,792
Total	\$ 12,670,000	\$ 720,567	\$ 13,390,567

The Series 2010, 2011, 2012 and 2013 Bonds were issued in parity as to the lien of the pledged revenues. The Water and Sewer Bonds are payable from the pledged net revenues derived from the Town's water and sewer system and proceeds from contribution charges received by the Town in connection with the system.

**Note 9 - Long-Term Liabilities (continued)**

The Town is subject to certain rate covenants outlined in the Bond Indentures. The Bond Indentures contain certain covenants related to the operation of the water and sewer fund, including the establishment of a rate stabilization fund and a renewal and replacement fund. As of September 30, 2015, the Town was in compliance with those requirements.

\$ 5,569,202 State Revolving Fund Loan - In April 2012, the Town entered into a revolving loan agreement with the State of Florida Department of Environmental Protection Clean Water State Revolving Fund Loan program to provide financing for the Town's Infiltration and Inflow Program and the Master Lift Station No. 8 and Force Main project. The loan is collateralized by a pledge on the revenues from the Town's Water and Sewer System, after payment of operation and maintenance expenditures and satisfaction of all senior revenue obligations. This facility is in junior position to the Water and Sewer Revenue Bonds of the Town. Through September 30, 2015, the Town borrowed \$ 4,096,345 under this agreement. Semiannual payments are due on each September 15<sup>th</sup> and March 15<sup>th</sup>. Final repayment amounts/structure will not be determined until project completion; therefore, an amortization schedule will not be finalized for this loan agreement until such time. Based upon a fully drawn credit facility, repayment is estimated in forty semiannual installments of \$ 177,915, including interest at a fixed rate of 2.30%.

Based on current drawn amounts, annual expected debt service requirements to maturity for the State Revolving Fund Loan, are as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 277,069	\$ 79,578	\$ 356,647
2017	282,642	73,188	355,830
2018	289,180	66,650	355,830
2019	295,870	59,960	355,830
2020	302,714	53,116	355,830
2021-2025	1,621,902	157,248	1,779,150
2026-2027	460,028	9,892	469,920
Total	<u>\$ 3,529,405</u>	<u>\$ 499,632</u>	<u>\$ 4,029,037</u>

The aggregate annual debt service to maturity for the business-type activities is as follows:

Year Ending September 30,	Principal	Interest	Total
2016	\$ 2,737,069	\$ 6,553,259	\$ 9,290,328
2017	2,797,642	6,490,839	9,288,481
2018	2,859,180	6,432,250	9,291,430
2019	2,915,870	6,371,158	9,287,028
2020	2,977,714	6,304,661	9,282,375
2021-2025	18,646,902	29,538,992	48,185,894
2026-2030	20,510,028	24,697,932	45,207,960
2031-2035	26,180,000	18,196,831	44,376,831
2036-2040	34,255,000	9,683,205	43,938,205
2041-2043	25,335,000	1,015,400	26,350,400
Total	<u>\$ 139,214,405</u>	<u>\$ 115,284,527</u>	<u>\$ 254,498,932</u>

**Town of Davie, Florida**  
**Notes to Basic Financial Statements**  
**September 30, 2015**

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**Note 9 - Long-Term Liabilities (continued)**

**Pledged Revenues:**

The Town's debt is collateralized by multiple sources. The following table provides the gross revenue received in the current year and pledged for each debt issuance, the current year principal and interest paid on the debt, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenue for each debt, which is the amount remaining of principal and interest on the indebtedness at September 30, 2015:

<u>Debt Issue</u>	<u>Pledged Revenue</u>	<u>Revenue Received</u>	<u>Principal and Interest Paid</u>	<u>Future Maturities Principal and Interest</u>	<u>Pledged Through:</u>
<u>Governmental Activities:</u>					
Community Redevelopment Bonds, Series 2013A and 2013B	Tax increment revenues of the Town's Community Redevelopment Agency	\$ 2,841,494	\$ 1,685,679	\$ 17,699,632	2026
General Obligation Refunding Bonds, Series 2008A	Ad valorem tax	\$ 738,331	\$ 738,938	\$ 2,946,875	2019
General Obligation Bonds, Series 1997	Ad valorem tax	\$ 788,863	\$ 788,880	\$ 1,190,366	2017
General Obligation Bonds, Series 1998 and 2008B (Refunding)	Ad valorem tax	\$ 1,079,704	\$ 1,079,946	\$ 3,709,522	2020
Public Improvement Revenue Bonds, Series 2008B (Refunding) and 2004	Legally available non-ad valorem revenues	\$ 54,312,252	\$ 1,637,463	\$ 5,266,199	2020
Limited General Obligation Bonds, Series 2006 and 2015 (Refunding)	Ad valorem tax	\$ 1,898,324	\$ 1,966,727	\$ 18,462,890	2026
General Obligation Bonds, Series 2006 and 2015 (Refunding)	Ad valorem tax	\$ 1,109,461	\$ 1,171,740	\$ 15,384,320	2031
<u>Business-Type Activities:</u>					
Water and Sewer Revenue Bonds, Series 2010, 2011 2012 and 2013 (Refunding), and State Revolving Loan	Net revenues from the water and sewer system and contribution charges	\$ 26,440,709	\$ 9,302,447	\$ 254,498,932	2043