

**CITY OF FILLMORE
2012 RECOMMENDED BUDGET**

PUBLIC FINANCE AUTHORITY FUND 802

DESCRIPTION

The Authority was established September 25, 1990, by the City and the Redevelopment Agency of the City of Fillmore to provide for the financing of public capital improvements by the City and the Agency.

802-7205: 2002 Certificates of Participation

On May 1, 2002, the Fillmore Public Financing Authority issued \$8,065,000 in Certificates of Participation. The purpose of the certificates was to defease \$7,345,000 of outstanding 1997 Certificates of Participation, to fund a reserve fund, to fund capitalized interest with respect to the Certificates through May 1, 2003, and to pay certain expenses of the transaction. The water system will be sold by the Fillmore Public Authority to the City of Fillmore pursuant to an Installment Sale Agreement.

802-7207: 2006 Series A Bonds

On August 10, 2006, the Fillmore Redevelopment Agency issued \$38,970,000 of 2006 Series A Tax Allocation Bonds. The proceeds from the bonds are to be used to finance projects within the Agency's Project Area, pay costs of issuance, fund a reserve account, and advance refund the 2003 loan from the Fillmore Public Authority (PFA) in the amount of \$30,895,982. The bonds are junior and subordinate to the 2005 loans with the PFA. The bonds are secured by a pledge of future tax increment revenues of the Agency. The bonds mature annually beginning May 1, 2007 and ending May 1, 2031. Interest is payable semi-annually each May 1 and November 1, calculated at rates ranging from 4% to 5.37%. The issue consists of \$7,190,000 of serial bonds due from 2007 through 2018 and \$31,780,000 of term bonds due from 2021 through 2031.

802-7208: 2005 Series A Bonds

On February 16, 2006, the Fillmore Public Financing Authority sold \$13,225,000 total aggregate principal amount of 2005 Revenue Bonds Series A. From the issuance, the Authority paid issue costs of \$160,000, financed a reserve fund in the amount of \$950,000, and loaned the balance to the Redevelopment Agency to fund various projects in the amount of \$12,115,000. The loan is secured by incremental property tax revenues of the Agency and the interest rate varies between 3.25% and 5.50%. Interest payments are due semi-annually each May 15 and November 15 with annual principal payments due each May 15 through 2031.

BUDGET HIGHLIGHTS

> The auditor and staff recommend that this fund be closed and all debt service activity be recorded in the fund which received the bond proceeds and are making the debt service payments.

Description	2009 Actual	2010 Actual	2011 Amended	2012 CM Recom
Revenue				
Revenue	1,358,897	469,197	-	-
Other Sources	155,000	-	-	-
Transfers In	-	-	961,030	-
Total	1,513,897	469,197	961,030	-
Expenditures				
Principal	460,000	448,146	-	-
Interest	1,095,983	1,108,650	-	-
Administrative Charges	13,403	8,018	-	-
Total	1,569,386	1,564,814	-	-

Personnel

CITY OF FILLMORE
2012 RECOMMENDED BUDGET

Fund 802 Public Finance Authority - This Fund will not be used in FY 2011-12

Account Number	Account Description	2009 Actual	2010 Actual	2011 Amended	2012 City Mgr Recom
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Revenue/Transfers In

Revenue

802-0000-0306-050	Interest Earnings	1,358,897	469,197	-	-
	Total Revenue	1,358,897	469,197	-	-

Other Sources

802-0000-0318-224	Loan Proceeds	155,000	-	-	-
	Total Other Sources	155,000	-	-	-

Transfers In

802-0000-0400-301	Transfer In - Sewer Fund	-	-	4,030	-
802-0000-0400-401	Transfer In - Sewer DIF Fund	-	-	-	-
802-0000-0400-905	Transfer In - RDA Debt Service	-	-	957,000	-
	Total Transfers In	-	-	961,030	-

Total Revenue/Transfers In	1,513,897	469,197	961,030	-
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Expenditures

7202 1991 Series A Revenue Bonds

802-7202-0085-864	Other Admin Charges	3,885	-	-	-
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7205 - COPs 97/02

802-7205-0085-861	Principal Payment	155,000	160,000	-	-
802-7205-0085-862	Interest Payment-monthly	454,548	478,652	-	-
802-7205-0085-863	Fiscal Agent Charges	4,290	4,290	-	-
	Total COPs 97/02	613,838	642,942	-	-

7206 - 2006 Bond Anticipation Notes

802-7206-0085-861	Principal Payment 2006 BAN	-	(31,854)	-	-
	Total 2006 BAN	-	(31,854)	-	-

7207 - 2006 Series A Bonds

802-7207-0085-864	Other Admin Charges	1,500	-	-	-
	Total 2006 Series A Bonds	1,500	-	-	-

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Fund 802 Public Finance Authority - This Fund will not be used in FY 2011-12

Account Number	Account Description	2009 Actual	2010 Actual	2011 Amended	2012 City Mgr Recom
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7208 - 2005 Series A Bonds

802-7208-0085-861	Principal Payment	305,000	320,000		
802-7208-0085-862	Interest Payment	641,435	629,998		
802-7208-0085-863	Fiscal Agent Charges	1,978	1,978		
802-7208-0085-864	Admin Charges	1,750	1,750		
	Total 2005 Series A Bonds	950,163	953,726	-	-
	Total Expenditures	1,569,386	1,564,814	-	-
	Total Expenditures/Transfers Out	1,569,386	1,564,814	-	-

**CITY OF FILLMORE
2012 RECOMMENDED BUDGET**

STATE WASTE WATER TREATMENT PLANT LOAN FUND 805

DESCRIPTION

On May 15, 1993, the City entered into a loan contract with the State Water Resources Control Board. Under provision of the Federal Clean Water Act and State law, the State Water Board agreed to loan the City a maximum sum of \$1,877,385 for the wastewater treatment plant expansion project. The loan carries an interest rate of 2.9 percent per annum.

In fiscal year 1995-96, this loan was restructured into a zero interest State Revolving Fund Loan. In order to accomplish this, the City paid \$99,106 accrued interest through October 31, 1995 and the State matching share of \$312,904.

Minimum annual payments on the loan amount to \$89,248 and \$4,697 for the governmental long-term debt and the Sewer Enterprise Debt, respectively.

BUDGET HIGHLIGHTS

Description	2009 Actual	2010 Actual	2011 Amended	2012 CM Recom
Revenue				
Revenue	-	-	-	-
Transfers In	93,945	93,945	93,945	93,945
Total	93,945	93,945	93,945	93,945
Expenditures				
Principal	93,945	93,945	93,945	93,945
Interest	-	-	-	-
Administrative Charges	-	-	-	-
Total	93,945	93,945	93,945	93,945
Personnel				

**CITY OF FILLMORE
2012 RECOMMENDED BUDGET**

Fund 805 State WWTP Loan

Account Number	Account Description	2009 Actual	2010 Actual	2011 Amended	2012 City Mgr Recom
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Transfers In

805-0000-0400-301	Transfer In - Sewer Fund	4,697	4,697	4,697	4,697
805-0000-0400-406	Transfer In - Sewer DIF Fund	89,248	89,248	89,248	89,248
	Total Transfers In	<u>93,945</u>	<u>93,945</u>	<u>93,945</u>	<u>93,945</u>

Expenditures

805-7401-0085-861	Principal Payment	93,945	93,945	93,945	93,945
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**CITY OF FILLMORE
2012 RECOMMENDED BUDGET**

CAPITAL LEASES FUND 808

DESCRIPTION

The City is obligated under a lease which is accounted for as capital leases. The City had entered into capital lease agreements with Osh Kosh Capital for the 2004 and 2006 fire engines. The obligations are accounted for as governmental activities long-term debt. The lease payment for the 2004 Fire Engine was \$49,102 and the lease was paid in full in FY 2011. The last payment on the 2006 fire engine will be in FY 2016.

Minimum annual payment on the Capital Lease is \$96,864 which includes interest between 4 percent and 5 percent.

BUDGET HIGHLIGHTS

> Payments on the lease are to be paid from Development Impact Fees for Fire and the City's General Fund. The transfer from the Fire Development Impact Fee Fund will place the fund in a negative amount. The negative amount will be repaid from future Fire Development Impact Fees.

Description	2009 Actual	2010 Actual	2011 Amended	2012 CM Recom
Revenue				
Revenue	-	-	-	-
Transfers In	145,966	145,975	145,957	96,864
Total	<u>145,966</u>	<u>145,975</u>	<u>145,957</u>	<u>96,864</u>
Expenditures				
Lease Payment	<u>145,966</u>	<u>145,966</u>	<u>145,966</u>	<u>96,864</u>

Personnel

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Fund 808 Capital Leases

Account Number	Account Description	2009 Actual	2010 Actual	2011 Amended	2012 City Mgr Recom
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Transfers In

808-0000-0400-101	Transfer In - General Fund	-	-	60,072	-
808-0000-0400-402	Transfer In - Fire DIF	-	-	-	96,864
808-0000-0400-507	Transfer In - Vehicle Replace.	145,966	145,975	85,885	-
	Total Transfers In	<u>145,966</u>	<u>145,975</u>	<u>145,957</u>	<u>96,864</u>

Expenditures

808-7206-0085-861	Principal Payment	145,966	145,966	145,966	96,864
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