### PURPOSE AND MISSION OF THE DEPARTMENT / DIVISION

This fund is used to account for the resources dedicated to the payment of the principal and interest on the City's general obligation bonds. Revenues come from ad valorem property taxes, special assessments, interest earnings and transfers of surplus funds from capital projects.

As of June 30, 2004, the total general obligation debt for the city was $97,110,000. The City is limited by State law in the amount of general obligation debt it can incur. This limit is set at 30% of the total assessed valuation, including motor vehicle assessments. The legal debt margin as of June 30, 2004 can be computed as follows:

\[
\begin{align*}
\text{Assessed Value - January 1, 2003} & \quad \$743,219,623 \\
\text{Debt Limitation (30% of assessed value)} & \quad \$222,965,887 \\
\text{Total Bonded Debt (including notes)} & \quad 106,585,000 \\
\text{Less Revenue Bonds} & \quad -9,475,000 \\
\text{Total Debt applicable to limitation} & \quad \$97,110,000 \\
\text{Legal Debt Margin} & \quad \$125,855,887
\end{align*}
\]

### CURRENT YEAR ACCOMPLISHMENTS

- Maintained a G.O. Debt rating of Aa2.
- Distributed notice of sale and preliminary official statement using the internet.
- Issued $40.93 million in notes and bonds.
- Selected bond counsel on the basis of responses to a request for proposals.