

NON-DEPARTMENTAL
DEBT SERVICE
 BUDGET DETAIL

Michael Feeney
Manager

REVENUE SUMMARY

ORG DESI	OBJECT DESC	FY2009	FY2010	FY2011	VARIANCE TO	
		ACTUAL	BUDGET	MAYOR PROPOSED	FY2011 ADOPTED	FY2010 BUDGET
01600000	GENERAL PURPOSE BONDS PAYABLE	0	2,447,547	2,377,776	2,377,776	-69,771
	41296 CONDUIT ANNUAL FEES	0	0	0	0	0
	41297 CONDUIT ORIGINATION FEE	0	0	0	0	0
	41298 CONDUIT FINANCING REIMBURSEMEN	0	0	0	0	0
	44514 SCHOOL DEBT SRVC REIMBURSEMENT	0	2,447,547	2,377,776	2,377,776	-69,771

APPROPRIATION SUMMARY

ORG DESC	APPR DESC	FY2009	FY2010	FY2011	VARIANCE TO	
		ACTUAL	BUDGET	MAYOR PROPOSED	FY2011 ADOPTED	FY2010 BUDGET
'01600000	GENERAL PURPOSE BONDS PAYABLE	42,285,709	3,946,530	1,228,445	1,228,445	-2,718,085
	4600EX GEN PURPOSE BONDS OPER EXP	42,237,809	3,796,530	1,103,445	1,103,445	-2,693,085
	6600SS GEN PURPOSE BONDS SPEC SVCS	47,900	150,000	125,000	125,000	-25,000
'01603000	SEWER BONDS		65,750	65,750	65,750	
	4603EX SEWER BONDS OPER EXPENSES		65,750	65,750	65,750	
01604000	PENSION OBLIGATION BONDS	30,270,883				
	4604EX PENSION OBLIGATION BONDS OPER EXP	30,270,883				

PERSONNEL SUMMARY

Not Applicable

GENERAL FUND BUDGET

DEBT SERVICE

PROGRAM HIGHLIGHTS

SUMMARY

Municipalities have the authority to issue general obligation debt in order to finance capital expenditures. Debt service payments are made routinely for interest on outstanding long-term debt and to retire debt principal as it matures. The City's total debt decreased by \$32.9 million during the fiscal year ended June 30, 2009. At the end of the current fiscal year, the City had total bonded debt outstanding of \$654,200,000. 100% of this debt is backed by the full faith and credit of the City government.

Moody's Investors Service, Inc. ("Moody's"), Standard & Poor's Rating Group ("Standard & Poor's") and FitchRatings, Inc ("Fitch") have each assigned their municipal bond ratings of "Aaa", "AAA", and "AAA" respectively to the City with the understanding that there is an insurance policy insuring the payment when due of the principal and interest of the bonds. Moody's, Standard & Poor's and Fitch have assigned the underlying ratings for the City's uninsured general obligation debt as "Baa1", "A-" and "BBB+", respectively.

The annual debt service requirements relative to the outstanding notes payable and general obligation bonds are as follows:

YEAR ENDING JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2010	\$33,052,000	\$37,961,876	\$71,013,876	\$5,175,790	\$983,240	\$6,159,030
2011	33,109,000	36,306,695	69,415,695	5,121,851	830,823	5,952,674
2012	31,849,000	34,748,227	66,597,227	4,987,144	858,276	5,845,420
2013	31,902,000	33,066,535	64,968,535	4,872,859	658,598	5,531,457
2014	31,306,000	31,426,791	62,732,791	4,704,356	561,109	5,265,465
2015	32,115,000	29,723,427	61,838,427	4,675,861	465,900	5,141,761
2016	32,784,000	27,965,882	60,749,882	4,643,044	371,321	5,014,365
2017	34,873,000	26,124,150	60,997,150	3,003,642	290,462	3,294,104
2018	33,905,000	24,225,400	58,130,400	2,740,572	232,476	2,973,048
2019	35,955,000	22,264,966	58,219,966	2,525,744	178,272	2,704,016
2020	38,135,000	20,185,363	58,320,363	2,370,916	129,950	2,500,866
2021	31,390,000	18,269,727	49,659,727	834,070	94,881	928,951
2022	33,295,000	16,487,410	49,782,410	769,264	79,159	848,423
2023	29,750,000	14,716,318	44,466,318	759,188	62,808	821,996
2024	31,625,000	12,970,998	44,595,998	582,634	51,398	634,032
2025	29,770,000	11,190,576	40,960,576	567,788	38,317	606,105
2026	29,170,000	9,432,438	38,602,438	492,419	27,552	519,971
2027	26,200,000	7,720,984	33,920,984	386,358	18,664	405,022
2028	24,270,000	5,998,546	30,268,546	345,901	11,114	357,015
2029	26,125,000	4,144,318	30,269,318	205,676	5,269	210,945
2030	28,120,000	2,148,368	30,268,368	90,746	2,563	93,309
2031				80,452	794	81,246
Total	\$658,700,000	\$427,078,995	\$1,085,778,995	\$49,936,275	\$5,952,946	\$55,889,221

The State of Connecticut reimburses the City for eligible school bond principal and interest costs. The amount of such reimbursement for the year ended June 30, 2009 was approximately \$2,425,870. Additional principal and interest reimbursements approximating \$16,811,645 are expected to be received through the bonds' maturity dates.

Governmental activity funds are used to account for financial resources used in the day-to-day operations of the government. Business-type activities are used to account for the government's activities where fees are charged for the services rendered, for example, utility services and the Water Pollution Control Authority.

GENERAL FUND BUDGET

DEBT SERVICE

PROGRAM HIGHLIGHTS

DEBT LIMIT

The total overall statutory debt limit for the City is equal to seven times annual receipts from taxation, or \$1,741,261,410. All long-term debt obligations are retired through General Fund appropriations or user charges. As of June 30, 2009, the City recorded long-term debt of \$658.7 million related to Governmental Activities and \$49.9 million related to Business-Type Activities, well below its statutory debt limit.

The City's indebtedness does not exceed the legal debt limitation as provided by Connecticut General Statutes and as reflected in the following schedule:

CATEGORY	DEBT LIMIT	INDEBTEDNESS	BALANCE
General purpose	559,691,168	294,092,750	265,598,418
Unfunded pension benefit obligation	746,254,890	401,800,000	344,454,890
Schools	1,119,382,335	175,310,320	944,072,015
Sewers	932,818,613	49,936,275	882,882,338
Urban renewal	808,442,798	4,500,000	803,942,798
TOTAL	\$ 4,166,589,804	\$ 925,639,345	\$ 3,240,950,459

Indebtedness above includes bonds authorized, but not issued as follows:

CATEGORY	
General purpose	\$ 72,352,000
Unfunded Pension Benefit Obligation	\$ 90,000,000
Schools	\$ 67,698,000
	\$ 230,050,000

OTHER EVENTS

The City of Bridgeport issued a tax anticipation note in the amount of \$23,500,000 to fund cash flows for operating expenses. The notes matured and were paid in full on August 7, 2009 with an interest rate of 3.69%

On October 22, 2009, the City again issued a tax anticipation note in the amount of \$71,500,000 to fund cash flows for operating expenses. The noted matured on February 5, 2010 with an interest rate of 2.50%.

GENERAL FUND BUDGET

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