

## **Nonmajor Debt Service Funds**

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Debt Service Funds account for the accumulation of resources for, and the payment of, principal and interest on the state's bonds issued in support of governmental activities. Debt Service Funds are described below:

**The General Obligation Bond Fund** accounts for the accumulation of resources for, and the payment of, non-transportation related general obligation long-term debt principal and interest.

**The Transportation General Obligation Bond Fund** accounts for the accumulation of resources for, and payment of, general obligation transportation bond principal and interest.

**The Tobacco Settlement Securitization Bond Fund** accounts for the accumulation of resources for, and the payment of, principal and interest on bonds issued by the Tobacco Settlement Authority, a blended component unit of the state.

## Combining Balance Sheet

### Nonmajor Debt Service Funds

June 30, 2006

(expressed in thousands)

	General Obligation Bond	Transportation General Obligation Bond	Tobacco Settlement Securitization Bond	<b>Total</b>
<b>Assets:</b>				
Cash and pooled investments	\$ 8,521	\$ 112,361	\$ 62,325	\$ 183,207
Investments	7,221	-	-	7,221
Other receivables (net of allowance)	34	-	18,068	18,102
Due from other funds	10,596	273	-	10,869
<b>Total Assets</b>	<b>\$ 26,372</b>	<b>\$ 112,634</b>	<b>\$ 80,393</b>	<b>\$ 219,399</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accrued liabilities	\$ -	\$ -	\$ 9	\$ 9
Obligations under security lending agreements	396	4,763	-	5,159
Due to other funds	8,003	-	-	8,003
<b>Total Liabilities</b>	<b>8,399</b>	<b>4,763</b>	<b>9</b>	<b>13,171</b>
<b>Fund Balances:</b>				
Unreserved, designated	17,973	107,871	80,384	206,228
<b>Total Fund Balances</b>	<b>17,973</b>	<b>107,871</b>	<b>80,384</b>	<b>206,228</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 26,372</b>	<b>\$ 112,634</b>	<b>\$ 80,393</b>	<b>\$ 219,399</b>

## Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

### Nonmajor Debt Service Funds

For the Fiscal Year Ended June 30, 2006

(expressed in thousands)

	General Obligation Bond	Transportation General Obligation Bond	Tobacco Settlement Securitization Bond	Total
<b>Revenues:</b>				
Investment income (loss)	\$ 204	\$ 1,397	\$ 2,480	\$ 4,081
Miscellaneous revenue	8,114	-	34,783	42,897
<b>Total Revenues</b>	8,318	1,397	37,263	46,978
<b>Expenditures:</b>				
General government	-	-	89	89
<b>Debt service:</b>				
Principal	367,109	90,315	5,345	462,769
Interest	367,861	92,466	32,269	492,596
<b>Total Expenditures</b>	734,970	182,781	37,703	955,454
<b>Excess of Revenues Over (Under) Expenditures</b>	(726,652)	(181,384)	(440)	(908,476)
<b>Other Financing Sources (Uses):</b>				
Refunding bonds issued	461,170	-	-	461,170
Payment to refunded bond escrow agent	(499,778)	-	-	(499,778)
Bond issue premium	40,356	-	-	40,356
Transfers in	763,620	212,361	-	975,981
Transfers (out)	(40,986)	-	-	(40,986)
<b>Total Other Financing Sources (Uses)</b>	724,382	212,361	-	936,743
<b>Net change in fund balances</b>	(2,270)	30,977	(440)	28,267
<b>Fund Balances - Beginning</b>	20,243	76,894	80,824	177,961
<b>Fund Balances - Ending</b>	\$ 17,973	\$ 107,871	\$ 80,384	\$ 206,228

## Combining Schedule of Revenues, Expenditures, and Other Financing Sources (Uses) - Budget and Actual

### Nonmajor Debt Service Funds

For the Fiscal Year Ended June 30, 2006

(expressed in thousands)

	<b>General Obligation Bond</b>			
	Original Budget 2005-07 Biennium	Final Budget 2005-07 Biennium	Actual 2005-07 Biennium	Variance with Final Budget
Budgetary fund balance, July 1	\$ 20,243	\$ 20,243	\$ 20,243	\$ -
<b>Resources:</b>				
Federal grants-in-aid	-	-	-	-
Charges for services	9,013	14,130	-	(14,130)
Interest income	428	599	-	(599)
Miscellaneous revenue	29,728	27,781	-	(27,781)
Transfers from other funds	283,572	256,530	70,669	(185,861)
<b>Total Resources</b>	<b>342,984</b>	<b>319,283</b>	<b>90,912</b>	<b>(228,371)</b>
<b>Charges to appropriations:</b>				
General government	147,315	139,583	69,350	70,233
Transfers to other funds	32,601	42,100	-	42,100
Debt service	1,748	-	1,748	(1,748)
<b>Total Charges to appropriations</b>	<b>181,664</b>	<b>181,683</b>	<b>71,098</b>	<b>110,585</b>
<b>Excess available for appropriation</b>				
<b>Over (Under) charges to appropriations</b>	<b>161,320</b>	<b>137,600</b>	<b>19,814</b>	<b>(117,786)</b>
<b>Reconciling Items:</b>				
Proceeds of refunding bonds	243,155	-	461,170	461,170
Payments to refunded bond escrow agents	(255,622)	-	(499,778)	(499,778)
Bond issue premium (discount)	14,214	-	40,356	40,356
Entity adjustments (net)	-	-	(3,589)	(3,589)
<b>Total Reconciling Items</b>	<b>1,747</b>	<b>-</b>	<b>(1,841)</b>	<b>(1,841)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 163,067</b>	<b>\$ 137,600</b>	<b>\$ 17,973</b>	<b>\$ (119,627)</b>

<b>Transportation General Obligation Bond</b>			
Original Budget 2005-07 Biennium	Final Budget 2005-07 Biennium	Actual 2005-07 Biennium	Variance with Final Budget
\$ 76,894	\$ 76,894	\$ 76,894	\$ -
-	-	-	-
-	-	-	-
1,986	1,922	1,412	(510)
-	-	-	-
397,858	412,822	212,361	(200,461)
<u>476,738</u>	<u>491,638</u>	<u>290,667</u>	<u>(200,971)</u>
424,822	403,477	182,781	220,696
-	-	-	-
1,422	-	-	-
<u>426,244</u>	<u>403,477</u>	<u>182,781</u>	<u>220,696</u>
50,494	88,161	107,886	19,725
213,520	-	-	-
(225,378)	-	-	-
13,280	-	-	-
-	-	(15)	(15)
<u>1,422</u>	<u>-</u>	<u>(15)</u>	<u>(15)</u>
<u>\$ 51,916</u>	<u>\$ 88,161</u>	<u>\$ 107,871</u>	<u>\$ 19,710</u>

