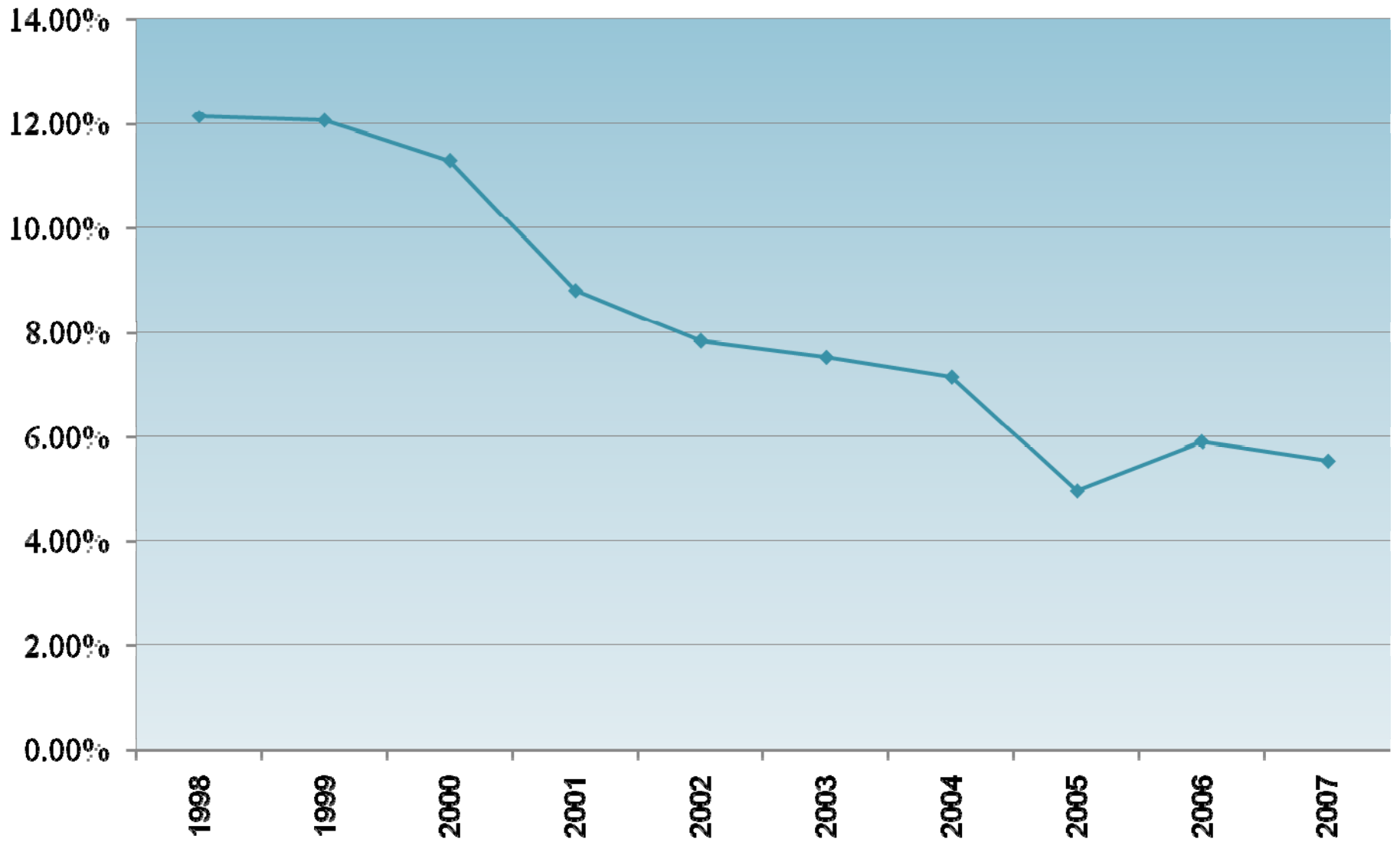


## Net Debt Exclusion



## Debt as % of Operating Budget



# Key Assumptions

- FY08 operating budget = \$26,685,049
- FY08 debt service = \$1,301,031
- FY08 valuation of average single-family house = \$1,053,265
- FY08 average tax bill = \$10,870
- Interest rate for long-term debt = 5%
- Payback period = 20 years
- Level principal payments, i.e., amount of payment declines each year



# Potential Impact of Long Term Debt

## Debt Ratios with Incremental Debt

