DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources and payments of debt other than debt issued for and serviced by Enterprise and Special Revenue Funds.

- General Obligation - for the accumulation of resources and payments of general obligation debt.
- Special Assessment - for the accumulation of resources and payments of special assessment debt.
- Municipal Property Corporation - for the accumulation of resources and payments of Municipal Property Debt.

CITY OF TEMPE, ARIZONA

DEBT SERVICE FUNDS

COMBINING BALANCE SHEET (Exhibit C-1)
June 30, 2000
with comparative totals for June 30, 1999

	General Obligation	Special Assessment	Municipal Property Corporation	Totals 2000	Totals 1999
Assets					
Pooled cash and investments	$ -	260,344	630,337	890,681	2,616,086
Receivables:					
Taxes	358,921	-	-	358,921	339,300
Accounts	-	-	-	-	507,987
Special assessments	-	17,257,468	-	17,257,468	18,593,881
Restricted cash and investments	21,150,151	657,077	-	21,807,228	12,722,577
Total assets	$ 21,509,072	18,174,889	630,337	40,314,298	34,779,831
Liabilities and Fund Balance					
Liabilities:					
Accounts payable	$ 10,572	1,201	-	11,773	4,934
Deposits	176,911	-	-	176,911	322,024
Due to other funds	5,730,806	-	-	5,730,806	24,326
Deferred revenue	182,567	17,257,468	-	17,440,035	18,699,758
Matured bonds payable	4,530,000	-	617,070	5,147,070	5,386,743
Matured interest payable	2,029,676	657,076	13,267	2,700,019	1,986,779
Capital improvement notes payable	1,546,512	-	-	1,546,512	-
Total liabilities	14,207,044	17,915,745	630,337	32,753,126	26,424,564
Fund balance:					
Reserved for debt service:					
General obligation bonds	7,302,028	-	-	7,302,028	8,019,429
Special assessment bonds	-	259,144	-	259,144	335,838
Total fund balance	7,302,028	259,144	-	7,561,172	8,355,267
Total liabilities and fund balance	$ 21,509,072	18,174,889	630,337	40,314,298	34,779,831

The accompanying notes are an integral part of these combining and individual fund and account group financial statements.

CITY OF TEMPE, ARIZONA

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (Exhibit C-2)
For the fiscal year ended June 30, 2000
with comparative totals for the fiscal year ended June 30, 1999

	General Obligation	Special Assessment	Municipal Property Corporation	Totals 2000	Totals 1999
Revenues:					
Taxes	$ 11,091,417	-	-	11,091,417	10,212,805
Investment income	235,890	-	-	235,890	16,739
Special assessments	-	2,601,706	-	2,601,706	2,603,350
Miscellaneous	11,096	147,451	-	158,547	37,233
Total revenues	11,338,403	2,749,157	-	14,087,560	12,870,127
Expenditures:					
Debt service:					
Principal retirement	8,326,639	1,405,000	1,220,325	10,951,964	7,374,670
Interest and fiscal fees	4,156,272	1,420,851	39,504	5,616,627	3,606,729
Total expenditures	12,482,911	2,825,851	1,259,829	16,568,591	10,981,399
Excess (deficiency) of revenues over expenditures before other financing sources (uses)	(1,144,508)	(76,694)	(1,259,829)	(2,481,031)	1,888,728
Other financing sources (uses):					
Operating transfers in:					
General fund	1,553,361	-	-	1,553,361	-
Special revenue funds	4,000,000	-	-	4,000,000	-
Debt service funds	-	-	1,259,829	1,259,829	1,442,993
Capital projects funds	750,000	-	-	750,000	-
Operating transfers out:					
General fund	(3,000,000)	-	-	(3,000,000)	-
Special revenue funds	(1,616,425)	-	-	(1,616,425)	(2,042,496)
Debt service funds	(1,259,829)	-	-	(1,259,829)	(1,442,993)
Proceeds from refunding bond issue	-	-	-	-	5,110,000
Payment to refunded bond escrow agent	-	-	-	-	(5,110,000)
Total other financing sources (uses)	427,107	-	1,259,829	1,686,936	(2,042,496)
Deficiency of revenues and other sources over expenditures and other uses	(717,401)	(76,694)	-	(794,095)	(153,768)
Fund balance at beginning of year	8,019,429	335,838	-	8,355,267	8,509,035
Fund balance at end of year	$ 7,302,028	259,144	-	7,561,172	8,355,267

The accompanying notes are an integral part of these combining and individual fund and account group financial statements.

CITY OF TEMPE, ARIZONA

GENERAL OBLIGATION DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGET BASIS (Exhibit C-3)

For the fiscal year ended June 30, 2000
with comparative actual totals for the fiscal year ended June 30, 1999

	2000			1999
	Budget	Actual	Variance	Actual
Revenues:				
Taxes	$ 11,025,764	11,091,417	65,653	10,212,805
Investment income	11,000	235,890	224,890	16,739
Miscellaneous	-	11,096	11,096	35,702
Total revenues	11,036,764	11,338,403	301,639	10,265,246
Expenditures:				
Debt service:				
Principal retirement	8,264,966	8,326,639	(61,673)	4,795,000
Interest and fiscal fees	4,293,506	4,156,272	137,234	2,035,613
Total expenditures	12,558,472	12,482,911	75,561	6,830,613
Excess (deficiency) of revenues over expenditures before other financing sources (uses)	(1,521,708)	(1,144,508)	377,200	3,434,633
Other financing sources (uses):				
Operating transfers in:				
General fund	-	1,553,361	1,553,361	-
Special revenue funds	4,000,000	4,000,000	-	-
Capital projects funds	-	750,000	750,000	
Operating transfers out:				
General fund	(3,000,000)	(3,000,000)	-	-
Special revenue funds	-	(1,616,425)	(1,616,425)	(2,042,496)
Debt service funds	(1,259,829)	(1,259,829)	-	(1,442,993)
Total other financing sources (uses)	(259,829)	427,107	686,936	(3,485,489)
Deficiency of revenues and other sources over expenditures and other uses	(1,781,537)	(717,401)	1,064,136	(50,856)
Fund balance at beginning of year	8,019,429	8,019,429	-	8,070,285
Fund balance at end of year	$ 6,237,892	7,302,028	1,064,136	8,019,429

The accompanying notes are an integral part of these combining and individual fund and account group financial statements.

CITY OF TEMPE, ARIZONA

MUNICIPAL PROPERTY CORPORATION
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
BUDGET BASIS (Exhibit C-4)
For the fiscal year ended June 30, 2000
with comparative actual totals for the fiscal year ended June 30, 1999

	2000			1999
	Budget	Actual	Variance	Actual
Revenues	$ -	-	-	-
Total revenues	-	-	-	-
Expenditures:				
Debt service:				
Principal retirement	1,220,325	1,220,325	-	1,169,670
Interest and fiscal fees	39,504	39,504	-	91,882
Total expenditures	1,259,829	1,259,829	-	1,261,552
Deficiency of revenues over expenditures before other financing sources	(1,259,829)	(1,259,829)	-	-
Other financing sources:				
Operating transfers in:				
Debt service funds	1,259,829	1,259,829	-	1,261,552
Total other financing sources	1,259,829	1,259,829	-	1,261,552
Excess of revenues and other sources over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	$ -	-	-	-

The accompanying notes are an integral part of these combining and individual fund and account group financial statements.