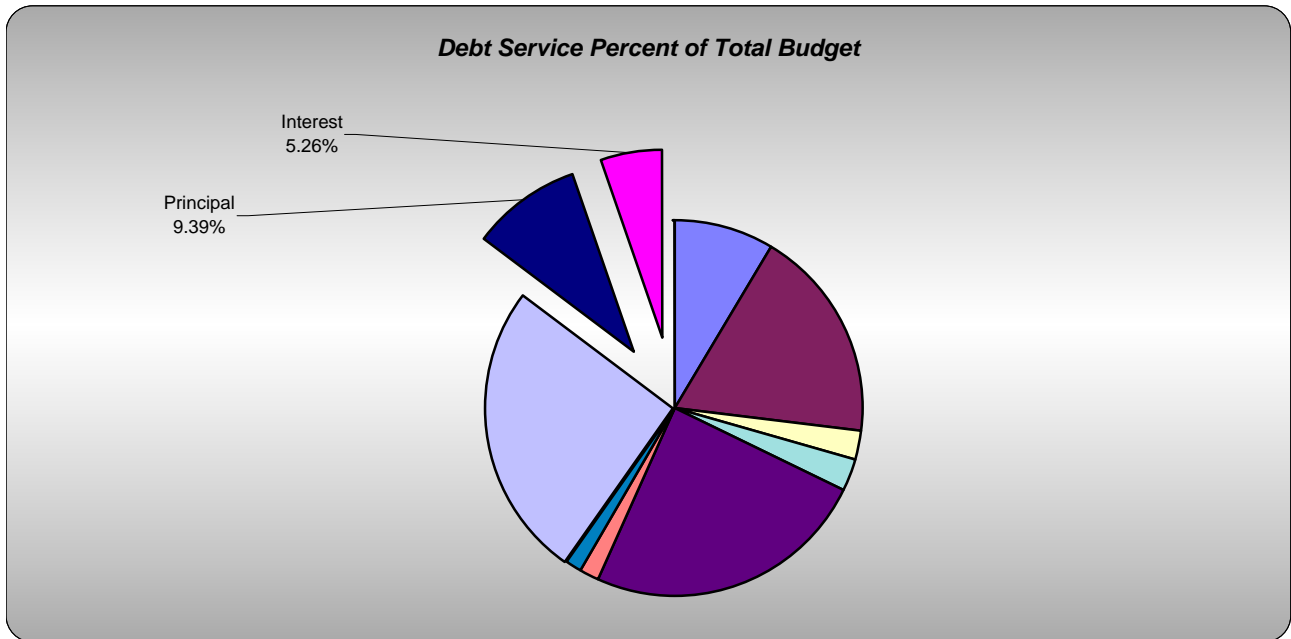


Debt Service

Summary of Debt Service Budget

	2007-2008	2008-2009	2009-2010		
	Actual	Final Approved	Department Request	Proposed	Final Approved
Expenditures:					
Principal	9,260,753	10,502,877	10,485,620	10,485,620	10,485,620
Interest	5,640,423	6,330,227	5,860,324	5,860,324	5,860,324
Bond Fees	13,082	16,000	15,000	15,000	15,000
Total Expenditures	14,914,258	16,849,104	16,360,944	16,360,944	16,360,944
Revenues:					
Restricted Intergovernmental	2,652,652	2,815,669	1,475,000	1,475,000	1,475,000
Miscellaneous	58,381	57,284	56,187	56,187	56,187
Total Revenues	2,711,033	2,872,953	1,531,187	1,531,187	1,531,187
General County Revenues Provided (Needed)	(12,203,225)	(13,976,151)	(14,829,757)	(14,829,757)	(14,829,757)





Debt Service

Department

The County issues various types of debt to finance the acquisition, renovation, and construction of public facilities. The buildings currently being financed are school facilities for the Randolph County Board of Education and the Asheboro City Schools, a training facility for Randolph Community College, the County Courthouse, a detention facility, and various public buildings. Principal and interest payments on this outstanding debt will continue until 2028. The County has a legal debt margin of over \$660 million, which is based on the statutory rate of eight percent of assessed property valuation. However, the N.C. Local Government Commission limits debt to much lower levels in order to prevent local governments from committing themselves to excessive debt. Randolph County's total outstanding debt at June 30, 2009 is \$136,837,213; the total debt per capita was \$955.

BONDS

1998 Refunding Bonds - issued to retire School Bonds issued in 1991 and 1992 . Interest rates range from 4.2% to 5.0%.

INSTALLMENT PURCHASE AGREEMENTS

Archdale Lion's Club Installment Purchase - finance agreement to acquire the former Lion's Club Building in Archdale, payable at \$100,000 per year plus interest at 2.9%.

Water Rights and Public Buildings Installment Purchase - issued to finance the acquisition of additional rights to raw water in the Randleman Lake, construction of a new library in Seagrove, and renovations to various public buildings. Interest is paid at 3.59%.

2000 Certificates of Participation (COPS) - issued to finance the construction of Randolph County Schools, renovation and construction of Asheboro City Schools, construction of the new County Courthouse, and construction of an emergency training facility for Randolph Community College. Interest rates range from 5.0% to 5.75%. A major portion of the outstanding debt was refunded with the proceeds of the 2004 and 2004A Certificates of Participation.

2003 Refunding Certificates of Participation (COPS) - issued to refinance a portion of the 1995 Certificates and the outstanding obligations under the Asheboro High School Expansion installment purchase agreement. Interest rates range from 2.0% to 5.0%.

2004 Refunding Certificates of Participation (COPS) - issued to refinance a portion of the 2000 Certificates of Participation. Interest rates range from 2.0% to 5.0%.

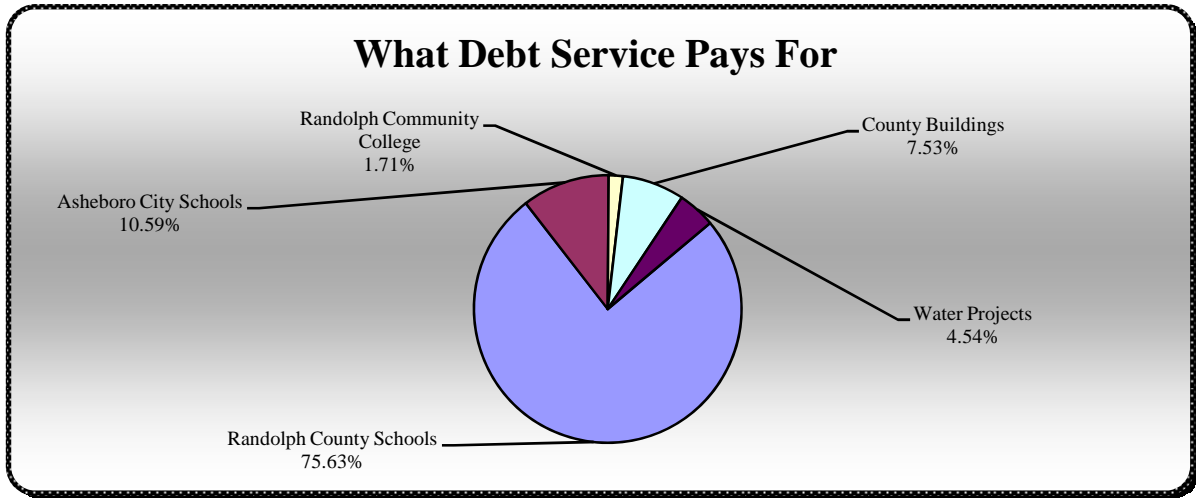
2004A Refunding Certificates of Participation (COPS) - issued to refinance a portion of the 2000 Certificates of Participation. Interest rates range from 2.0% to 5.0%.

2006 Certificates of Participation (COPS) - issued to construct a new high school, renovate an elementary school, and purchase land for a second high school. The school portion of the debt is often repaid with state grants available for school construction and related debt service. Interest rates range from 4.125% to 5.0%.

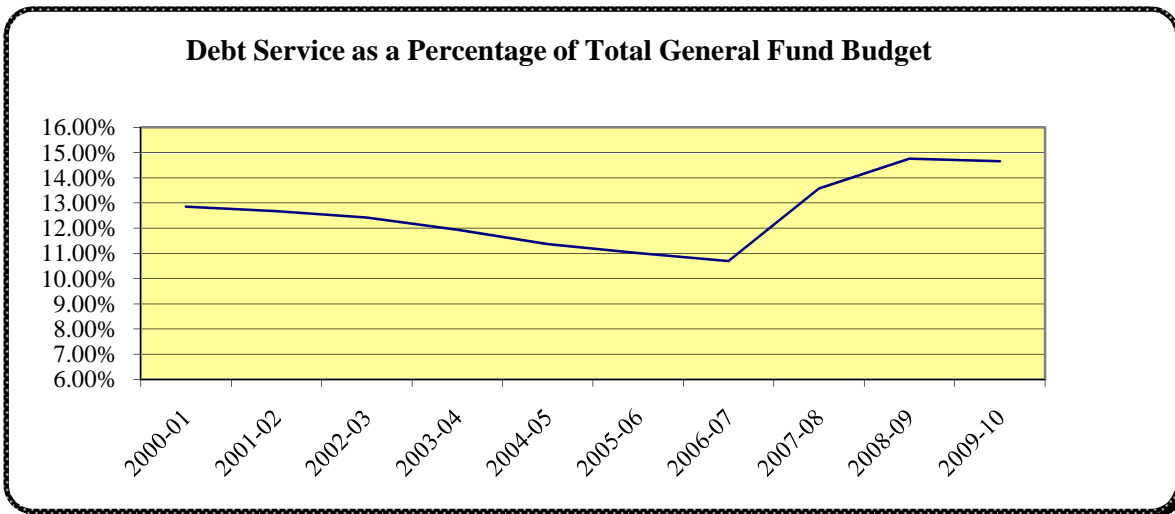
2007 Certificates of Participation (COPS) - issued to finance the construction of a new high school for the Randolph County Schools and a water line up Highway 22 to serve two schools. Interest rates range from 4.0% to 5.0%.

OTHER DEBT

NC Drinking Water Revolving Loan - issued to finance the expansion of water service to the Glenola area of the County. This loan is being repaid from the proceeds of an annuity purchased by Davidson Water. Interest is paid at 2.55%.



Eighty-eight percent of Randolph County's 2009-10 debt service is for educational facilities.



In order to maintain financial stability, debt service payments should remain below fifteen percent of the total General Fund Budget. During the past year, the County issued debt to finance the construction of another new high school, putting us close to this threshold. A large portion of debt will be retired in 2010, providing additional debt capacity.

Randolph County issued \$52,190,000 in Certificates of Participation in 2000, another \$41,195,000 in 2006, and \$36,345,000 in 2007. Debt service rose accordingly in the following years.

BUDGET HIGHLIGHTS

In May 2009, the County financed the acquisition of a community services building in Archdale.

DEBT SERVICE

Department

TOTAL DEPARTMENT BUDGET

	2007-2008	2008-2009	2009-2010		
	Actual	Final Approved	Department Request	Proposed	Final Approved
Expenditures:					
Debt Service on Bonds:					
1998 Refunding Bonds					
Principal	2,175,000	2,140,000	1,735,000	1,735,000	1,735,000
Interest	291,625	193,750	86,750	86,750	86,750
Debt Service on Installment Purchase Agreements:					
Water Rights and Public Buildings					
Principal	472,731	489,855	507,598	507,598	507,598
Interest	187,269	170,145	152,402	152,402	152,402
2000 Certificates of Participation					
Principal	2,200,000	2,450,000	-	-	-
Interest	241,800	127,400	-	-	-
2003 Certificates of Participation					
Principal	1,915,000	1,995,000	2,070,000	2,070,000	2,070,000
Interest	749,550	672,950	593,150	593,150	593,150
2004 Certificates of Participation					
Principal	255,000	265,000	2,820,000	2,820,000	2,820,000
Interest	667,989	662,889	656,926	656,926	656,926
2004A Certificates of Participation					
Principal	140,000	145,000	150,000	150,000	150,000
Interest	1,092,219	1,089,419	1,086,156	1,086,156	1,086,156
2006 Certificates of Participation					
Principal	2,060,000	2,060,000	2,060,000	2,060,000	2,060,000
Interest	1,805,356	1,702,356	1,611,406	1,611,406	1,611,406
2007 Certificates of Participation					
Principal	-	915,000	1,000,000	1,000,000	1,000,000
Interest	589,256	1,697,056	1,658,169	1,658,169	1,658,169
Debt Service on Other Debt:					
NC Drinking Water Revolving Loan					
Principal	43,022	43,022	43,022	43,022	43,022
Interest	15,359	14,262	13,165	13,165	13,165
Archdale Lion's Club Note Payable					
Principal	-	-	100,000	100,000	100,000
Interest	-	-	2,200	2,200	2,200
Bond Service Charge	13,082	16,000	15,000	15,000	15,000
Total Expenditures	14,914,258	16,849,104	16,360,944	16,360,944	16,360,944
Revenues:					
Restricted Intergovernmental					
	2,652,652	2,815,669	1,475,000	1,475,000	1,475,000
Miscellaneous					
	58,381	57,284	56,187	56,187	56,187
Total Revenues	2,711,033	2,872,953	1,531,187	1,531,187	1,531,187
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