

NOTE 9: DEBT

**SHORT-TERM DEBT**

**LINE OF CREDIT**

The County maintains a revolving line of credit with Bank of America National Trust and Savings Association, with a maximum amount of \$30,000. At June 30, 2001, the County had an outstanding balance of \$2,000. Advances on the line of credit are payable on demand. The credit line is secured by the County's general taxing authority.

**LONG-TERM DEBT**

**DEBT ISSUES OUTSTANDING:**

The County's bonded debt consists of various issues of general obligation bonds, revenue bonds and special assessment bonds with governmental commitment.

**GENERAL OBLIGATION BONDS OUTSTANDING**

(Payments made from property  
tax revenues of the Debt Service Fund)

General obligation bonds payable at June 30, 2001, consisted of the outstanding general obligation bonds presented below. Of the total amounts originally authorized, \$5,000 from the November 2, 1982, bond election, \$5,905 from the May 6, 1986, bond election and \$126,105 from the May 20, 1997, bond election remain unissued. The table below presents amounts outstanding by issue.

<u>ISSUE</u>	<u>ISSUE AMOUNT</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
SERIES OF 1992	\$ 20,000	6.00 - 6.20%	2002-04	\$ 7,530
1992 REFUNDING	94,065	6.20 - 6.30%	2002-09	9,300
SERIES OF 1993	15,000	5.40 - 5.60%	2002-08	12,400
1993 REFUNDING	64,535	5.00%	2002-04	33,720
SERIES OF 1994	10,495	5.25 - 5.50%	2002-08	5,600
SERIES OF 1998	42,420	4.40 - 5.00%	2002-13	32,565
SERIES OF 1999	50,000	5.00 - 5.25%	2002-14	45,450
SERIES OF 2000	50,000	4.00 - 5.00%	2002-14	<u>46,060</u>
G.O. BONDS OUTSTANDING				\$ 192,625
MATURED AND UNREDEEMED BONDS				
	1977 SERIES D		10	
	1979 SERIES A		<u>5</u>	
TOTAL MATURED AND UNREDEEMED				<u>15</u>
TOTAL G.O. BONDS OUTSTANDING				<u>\$ 192,640</u>

### REFUNDED G.O. BONDS OUTSTANDING

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. The cash and investments held in the irrevocable trusts at June 30, 2001, amounted to \$2,515.

ISSUE	INTEREST RATES	MATURITIES	OUTSTANDING June 30, 2001
1992 SERIES	6.25 - 6.30%	2005-07	\$ 2,440
TOTAL REFUNDED G.O. BONDS OUTSTANDING			\$ 2,440

### FLOOD CONTROL REFUNDING BONDS OUTSTANDING

(Payments made from property tax revenues  
of the Debt Service Fund of the district)

The Pima County Flood Control District was created on April 3, 1978, by State law.

ISSUE	ISSUE AMOUNT	INTEREST RATES	MATURITIES	OUTSTANDING June 30, 2001
1992 FLOOD CONTROL	\$ 12,420	5.65 - 6.25%	2002-09	\$ 5,840
TOTAL FLOOD CONTROL REFUNDING BONDS OUTSTANDING				\$ 5,840

### SEWER REVENUE BONDS and LOANS PAYABLE OUTSTANDING

(Payments made from user charges received  
in the Wastewater Management Enterprise Fund)

Pima County sewer revenue bonds as presented below were issued to provide monies to construct improvements to the County's wastewater management system. Of the total amount originally authorized, \$44,295 from the May 20, 1997, bond election remains unissued.

ISSUE	ISSUE AMOUNT	INTEREST RATES	MATURITIES	OUTSTANDING June 30, 2001
SERIES OF 1992	12,000	6.00 - 7.50%	2002-03	\$ 1,290
SERIES OF 1993	6,000	5.60 - 6.50%	2002-05	1,160
1994A REFUNDING	28,670	4.25 - 5.00%	2002-15	27,880
SERIES OF 1994B	8,000	5.15 - 5.45%	2002-04	1,660
SERIES OF 1998	29,185	4.00 - 5.50%	2002-15	26,130
2001 REFUNDING	19,440	4.00 - 5.37%	2002-15	19,440

SEWER REVENUE BONDS OUTSTANDING	\$ 77,560
Unamortized bond premium:	224
Unamortized deferred interest expense:	<u>(6,340)</u>
TOTAL SEWER REVENUE BONDS OUTSTANDING	<u>\$ 71,444</u>

### LOANS PAYABLE

Wastewater Management (WWM) entered into loan agreements (1996, 1997 and 2000 loans payable) to provide funds for the defeasance of prior sewer revenue bonds and the construction and improvement of wastewater treatment facilities. Interest is payable semiannually and is calculated based on the principal amount of the loan outstanding during such period. For the 1997 loan payable, principal payments to maturity are subject to change based upon the total amounts drawn down. As of June 30, 2001, WWM has drawn down the entire \$7,500 1997 loan amount. However, only \$5,784 remains outstanding at June 30, 2001, since WWM made principal payments during the past four years.

For the 2000 loan payable, principal payments to maturity are subject to change based upon the total amounts drawn down. As of June 30, 2001, WWM has drawn down \$15,618 of the available \$40,000 2000 loan amount.

ISSUE	ISSUE AMOUNT	INTEREST RATES	MATURITIES	OUTSTANDING June 30, 2001
1996 LOAN PAYABLE	\$ 11,313	3.186%	2004-12	\$ 11,313
1997 LOAN PAYABLE	7,500	2.950%	2002-11	5,784
2000 LOAN PAYABLE	40,000	2.202%	2002-16	<u>15,618</u>
LOANS PAYABLE				\$ 32,715
Unamortized deferred interest expense:				<u>(401)</u>
TOTAL LOANS PAYABLE				<u>\$ 32,314</u>

### ADVANCE REFUNDING SEWER REVENUE BONDS

In April 2001, the County issued \$19,440 in Sewer Refunding Revenue Bonds Series 2001. The net proceeds of the refunding bond issuance were placed in an irrevocable trust account with a bank to advance refund \$18,045 of 1991 Series Refunding Bonds issued August 1, 1991. Consequently, the refunded portion of the bonds is considered defeased and the liability for those bonds has been removed from the financial statements.

As a result of the Sewer Refunding Revenue Bonds Series 2001 Issue, the County reduced its total debt service payments over the next 14 years by \$1,367 (\$28,338 in new debt service cash flows less \$29,705 in old debt service cash flows). This resulted in an economic gain (difference between the present values of the new and old debt service payments) of \$1,330.

In addition, the forward-starting swap agreement the County entered into on March 24, 1999 related to this bond issue was terminated on the date the bonds were issued. Under the terms of the swap agreement, a swap termination payment of \$1,000 was made to the swap provider on that date.

### REFUNDED SEWER REVENUE BONDS OUTSTANDING

In prior years, the County defeased certain sewer revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. The cash and investments held in the irrevocable trusts at June 30, 2001, amounted to \$61,708.

<u>ISSUE</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
1991 REFUNDING	6.375 - 6.750%	2002-15	\$ 48,155
SERIES OF 1992	6.000 - 6.500%	2004-12	7,770
SERIES OF 1993	5.000 - 5.900%	2006-12	2,845
SERIES OF 1994B	5.600 - 5.800%	2005-08	<u>2,650</u>
TOTAL REFUNDED SEWER REVENUE BONDS OUTSTANDING			<u>\$ 61,420</u>

#### TRANSPORTATION BONDS

(Payments made from street and highway revenues)

Pima County transportation revenue bonds of 1998 were issued to provide monies to construct improvements to the County's streets and highways. Of the total amount originally authorized, \$310,000 from the November 4, 1997, bond election remains unissued.

<u>ISSUE</u>	<u>ISSUE AMOUNT</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
SERIES 1998	\$ 40,000	4.10 - 4.50%	2002-08	<u>\$ 28,000</u>
TOTAL TRANSPORTATION BONDS OUTSTANDING				<u>\$ 28,000</u>

#### LEASE REVENUE BONDS

(Payments made from revenues received in the  
Governmental Funds)

The Pima County, Arizona, Municipal Property Corporation, a Special Revenue Fund, issued lease revenue bonds in 1992 to provide monies for financing the cost of acquiring, constructing, reconstructing or improving, building, and equipping other real and personal properties suitable for use by Pima County.

<u>ISSUE</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
1992 LEASE REVENUE BONDS- GOVERNMENTAL FUNDS	5.80 - 6.50%	2002-07	<u>\$ 965</u>
TOTAL LEASE REVENUE BONDS OUTSTANDING			<u>\$ 965</u>

### SPECIAL ASSESSMENT BONDS OUTSTANDING

(Payments made from assessments received  
in the Debt Service Fund)

Special assessment bonds are secured by pledges of revenues from special assessments levied against the benefiting property owners. The proceeds of the bond issues were used to finance construction in these districts. While there is no legal obligation for the County to further secure the special assessment bonds of the districts listed below, the County has made a moral commitment to take steps necessary to prevent default.

<u>IMPROVEMENT DISTRICT</u>	<u>ISSUE AMOUNT</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
N. LA CHOLLA SEWER	\$ 930	8.200%	2002	\$ 90
COUNTRY CLUB ESTATES	2,745	7.200%	2002-05	950
C.C. ESTATES 2ND ISSUE	30	7.200%	2002-05	13
TOTAL SPECIAL ASSESSMENT BONDS OUTSTANDING				<u>\$ 1,053</u>

### REFUNDING CERTIFICATES OF PARTICIPATION OUTSTANDING

(Payments made from General Fund revenues  
and from Special Revenue Fund revenues)

The Refunding Certificates of Participation (COPs) Series 7 were issued on April 1, 1995. The purpose of the original debt was to finance the purchase of the Legal Services and Public Works Buildings.

<u>ISSUE</u>	<u>ISSUE AMOUNT</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
COPS SERIES 7	\$ 18,515	5.00 - 5.30%	2002-04	<u>\$ 4,505</u>
TOTAL REFUNDING COPS OUTSTANDING				<u>\$ 4,505</u>

### BASEBALL STADIUM FINANCING

The Baseball Stadium was financed with proceeds of the sale of certain Pima County jail facilities to First Trust of Arizona, National Association for \$34,500 on February 1, 1997. Also on February 1, 1997, the County entered into a Capital Lease of these jail facilities with First Trust for \$35,660 for a 15 year term.

On September 1, 1999, Pima County amended the lease-purchase agreement for the jail facilities dated February 1, 1997, between U.S. Bank Trust National Association and Pima County. The amendments extended the lease term to 2014, increased the range of interest rates to 4.40%-5.60%, and increased the County's obligation under the lease agreement by \$290.

<u>ISSUE</u>	<u>ISSUE AMOUNT</u>	<u>INTEREST RATES</u>	<u>MATURITIES</u>	<u>OUTSTANDING June 30, 2001</u>
JAIL CAPITAL LEASE	\$ 35,660	4.55 - 5.60%	2002-14	<u>\$ 32,340</u>
TOTAL CAPITAL LEASE OBLIGATION				<u>\$ 32,340</u>

## NOTES PAYABLE

During the year ended June 30, 1997, the County purchased land for \$550 with a down payment of \$110 and the balance of \$440 due in five annual installments of \$88 plus interest at 9% per annum. The balance of the note payable at June 30, 2001, is \$88.

During the year ended June 30, 2000, the County purchased land related to parks for \$400 with a down payment of \$175 and the balance of \$225 due in three annual installments of \$75 plus interest at 8% per annum. During the fiscal year ended June 30, 2001, payments totaling \$201 were made to reduce outstanding principal. The balance of the note payable at June 30, 2001, is \$24.

### CHANGES IN LONG-TERM DEBT:

Following is a schedule of bond and loan activity and a summary of changes in General Long-term Debt for the year. The schedule of bond and loan activity reflects both current and noncurrent activity while the summary of changes in General Long-term Debt reflects only noncurrent amounts.

### SCHEDULE OF BOND AND LOAN ACTIVITY

	BALANCE 06/30/2000	INCREASES	DECREASES	BALANCE 06/30/2001
GENERAL OBLIGATION	\$ 173,985	\$ 50,000	\$ 31,345	\$ 192,640
FLOOD CONTROL	6,595		755	5,840
LEASE REVENUE	1,095		130	965
SEWER REVENUE	80,680	19,440	22,560	77,560
TRANSPORTATION	32,000		4,000	28,000
SPECIAL ASSESSMENT	1,697		644	1,053
LOANS PAYABLE	14,914	18,292	491	32,715
OUTSTANDING BONDS AND LOANS PAYABLE AT JUNE 30, 2001				\$ 338,773
Sewer Revenue Unamortized Bond Premium:				224
Sewer Revenue Unamortized Deferred Interest Expense:				(6,340)
Loans Payable Unamortized Deferred Interest Expense:				(401)
TOTAL BONDS AND LOANS PAYABLE AT JUNE 30, 2001				\$ 332,256

### SUMMARY OF CHANGES IN GENERAL LONG-TERM DEBT

	BALANCE 06/30/2000	INCREASES	DECREASES	BALANCE 06/30/2001
EMPLOYEE COMPENSATION	\$ 14,487	\$ 13,079	\$ 12,436	\$ 15,130

CAPITAL LEASES	35,338	511	1,841	34,008
REFUNDING COPS	6,725		2,220	4,505
G.O. BONDS	173,970	50,000	31,345	192,625
NOTE PAYABLE	2,479		2,367	112
FLOOD CONTROL BONDS	6,595		755	5,840
TRANSPORTATION BONDS	32,000		4,000	28,000
LEASE REVENUE BONDS	1,095		130	965
SPECIAL ASSESSMENT	1,697		644	1,053
TOTAL	\$ 274,386	\$ 63,590	\$ 55,738	\$ 282,238

(A) The capital lease balance at June 30, 2001, of \$34,008 is composed of the Baseball Stadium of \$32,340, election equipment of \$864, and various other equipment totaling \$804.

#### SUMMARY OF DEBT SERVICE REQUIREMENTS TO MATURITY

Fiscal Year	G.O. Bonds	Flood Control	Lease Revenue	Sewer Revenue	Special Assm't	Street & Highway Revenue	Capital Leases	COPS	Note Payable	Loans Payable	Total
2001-02	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
	37,364	1,100	201	8,121	383	5,244	3,509	1,694	122	3,273	61,011
2002-03	34,234										
		1,052	197	8,779	273	5,080	3,255	1,645		3,190	57,705
2003-04	31,626										
		1,000	198	8,281	257	4,900	3,940	1,643		3,800	55,645
2004-05	5,639										
		952	199	7,662	288	4,720	3,820			4,500	47,780
2005-06	23,672										
		903	198	7,312		4,540	3,824			4,926	45,375
2006-11	69,786										
		2,422	197	38,619		8,540	19,111			16,127	154,802
2011-15	18,126										
				29,199			8,898			1,145	57,368
Total:	\$ 240,447	\$ 7,429	\$ 1,190	\$ 107,973	\$ 1,201	\$ 33,024	\$ 46,357	\$ 4,982	\$ 122	\$ 36,961	\$ 479,686
Less Interest and Admin Fee:	47,822	1,589									
			225	30,413	148	5,024	12,349	477	10	4,246	102,303
Principal:	\$ 192,625	\$ 5,840	\$ 965	\$ 77,560	\$ 1,053	\$ 28,000	\$ 34,008	\$ 4,505	\$ 112	\$ 32,715	\$ 377,383
Unredeemed:	15										15
Unamortized (deferred interest):				(6,340)						(401)	(6,741)
premium:				224							224

Total	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
	192,640	5,840	965	71,444	1,053	28,000	34,008	4,505	112	32,314	370,881

**LEGAL DEBT MARGIN**

**COUNTY GENERAL OBLIGATION BONDS**

General obligation debt may not exceed six percent of the value of the County's taxable property as of the latest assessment. However, with voter approval, debt may be incurred up to 15 percent of the value of taxable property. Legal debt margin at June 30, 2001, is as follows:

Net assessed valuation:		\$	4,236,070
<u>Debt Limit (15% of net assessed valuation):</u>		\$	635,410
<u>Amount of debt applicable to debt limit:</u>			
General obligation bonds outstanding	\$	192,640	
Less assets in debt service funds available for payment of principal		(4,309)	(188,331)
Legal debt margin available			\$ 447,079

**FLOOD CONTROL GENERAL OBLIGATION BONDS**

Flood Control general obligation debt may not exceed five percent of the value of the Flood Control District's taxable property as of the latest assessment. Legal debt margin at June 30, 2001, is as follows:

Net assessed valuation:		\$	3,597,845
<u>Debt Limit (5% of net assessed valuation):</u>		\$	179,892
<u>Amount of debt applicable to debt limit:</u>			
Flood Control general obligation bonds outstanding	\$	5,840	
Less assets in debt service funds available for payment of principal		(15)	(5,825)
Legal debt margin available			\$ 174,067

**SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS:**

State and Federal laws and regulations require the County to place a final cover on its solid waste landfill sites when these sites stop accepting waste and to perform certain maintenance and monitoring functions at the sites for thirty years after their closure. Although closure and postclosure care costs will not be paid until near or after the date the landfills stop accepting waste, the County records a portion of these closure and postclosure care costs as a long-term liability in each period based on landfill capacity used as of each balance sheet date. The \$13,537 reported as landfill closure and postclosure care liability in the Wastewater Management Enterprise Fund represents the cumulative amount reported to date based on the percentage used of each landfill's total estimated capacity. The County will recognize the remaining estimated cost of closure and postclosure care

of \$4,871 as the remaining estimated capacities are used. These amounts are based on what it would cost to perform all closure and postclosure care in the fiscal year ended June 30, 2001; actual costs may change due to inflation, changes in technology, or changes in regulations.

The County plans to fund the estimated closure and postclosure care costs with proceeds of general obligation bonds and with solid waste tipping fees.

According to state and federal laws and regulations, the County must comply with the local government financial test requirements that assure the County can meet the costs of landfill closure, postclosure, and corrective action when needed. The County is in compliance with these requirements.

<u>Landfill Site</u>	<u>Capacity Used June 30, 2001</u>	<u>Estimated Year of Closure</u>
Ajo	86%	2015
Sahuarita	85%	2003
Tangerine	72%	2007

**METROPOLITAN DOMESTIC WATER IMPROVEMENT DISTRICT**

BONDS PAYABLE

On November 1, 1992, Metropolitan Domestic Water Improvement District (MDWID or “the District”) and Oro Valley Domestic Water Improvement District (OVDWID) issued \$17,400 and \$1,175 of Special Assessment and Water Revenue Bonds, respectively. The bonds were issued to pay the cost of the acquisition from the City of Tucson, Arizona, of the water system assets of Metropolitan Water Company. Both bonds issued were payable first, from the net revenues of MDWID and second, from special assessments on the real property with the two Districts if, and only if, the net revenues of MDWID were insufficient for that purpose.

On February 1, 1999, MDWID issued \$27,985 of Water Revenue and Refunding Bonds. The bonds were issued to provide funds for improvements to the water system currently operated by the District and for the advance refunding of all of the District’s Special Assessment and Water Revenue Bonds, Series 1992.

Special assessment, water revenue and refunding bonds payable at June 30, 2001, are comprised of the following individual issues:

\$27,985 - Metropolitan Domestic Water Improvement District of Pima County, Arizona, Water Revenue and Refunding Bonds, Series 1999, due in annual installments varying from \$210 to \$2,025 through January 1, 2019; interest rate is variable from 3.400% to 4.875%. \$ 26,575

\$5,655 - Metropolitan Domestic Water Improvement District Municipal Property Corporation (MPC), Junior Lien System Revenue Bonds Series 1998, due in annual installments varying from \$130 to \$430 through January 1, 2003; interest rate is variable from 4.75% to 6.00%. \$ 5,525

32,100

Less unamortized discount 272

729

Less valuation account \$ 31,099

Net special assessment and water revenue bonds

The annual requirements to amortize all debt outstanding as of June 30, 2001, excluding interest payments of \$12,656 and \$4,509 for the MDWID and MPC bonds, respectively, are as follows:

FISCAL YEARS ENDING JUNE 30	MDWID	MPC	TOTAL
2002	\$ 1,375	\$ 135	\$ 1,510
2003	1,075	140	1,215
2004	1,100	150	1,250
2005	1,150	155	1,305
2006	1,200	165	1,365
Thereafter	20,675	4,780	25,455
	<u>\$ 26,575</u>	<u>\$ 5,525</u>	<u>\$ 32,100</u>

On March 11, 1997, MDWID residents voted to approve authorization of a \$23,000 bond program. The bonds will fund the District's five-year Capital Improvement Program (CIP). The five-year CIP includes construction of 75,000 feet of transmission mains, design of a storage facility, drilling of at least three new wells and acceleration of the main line replacement program to upgrade neighborhood water lines, including the installation of fire hydrants. In 1999, the District issued \$13,000 in Water Revenue Bonds, with \$10,000 still authorized at June 30, 2001.

LIABILITIES TO BE PAID FROM ASSETS HELD IN ESCROW

On February 1, 1999, the District issued \$27,985 in Water Revenue and Refunding Bonds with an average interest rate of 4.35 percent to advance refund \$14,105 of outstanding 1992 Series bonds with an average interest rate of 5.95 percent. The net proceeds of \$27,823 (after payment of approximately \$162 in underwriting fees, insurance and other issuance costs) plus an additional \$1,921 of 1992 Series sinking fund monies were used to purchase U.S. Government Securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1992 Series bonds. As a result, the 1992 Series bonds are considered to be defeased and the liability for those bonds has been removed from long-term debt.

NOTES PAYABLE

Notes payable at June 30, 2001, consist of the following:

Note payable to credit company, due in monthly installments of \$2 through July 2002, including interest at 4.97%, secured by equipment.	\$ 24
Note payable to credit company, due in monthly installments of \$1 through September 2002, including interest at 5.75%, secured by equipment.	8
Note payable to credit company, due in monthly installments of \$1 through March 2003, including interest at 6.00%, secured by equipment.	20
Note payable to credit company, due in monthly installments of \$2 through February 2003, including interest at 6.25%, secured by equipment.	47
Note payable to credit company, due in monthly installments of \$2 through February 2004, including interest at 6.25%, secured by equipment.	47
Note payable to HUB Water Company, Inc., due in monthly installments of \$14 through June 2019, including interest at 6.00%, secured by the purchased assets of HUB Water Company, Inc.	1,883

Settlement loan payable to the City of Tucson, due in semi-annual installments of \$350 through February 2013 and continued with semi-annual installments of \$765 through February 2019, including interest at 5.34%. 10,260

TOTAL NOTES PAYABLE \$ 12,289

Following are the annual maturities of notes payable:

FISCAL YEARS ENDING JUNE 30	
2002	\$ 299
2003	278
2004	252
2005	252
2006	266
Thereafter	<u>10,942</u>
	<u>\$ 12,289</u>

#### **SOUTHWESTERN FAIR COMMISSION**

Long-term debt consists of the following:

Note payable, Pima County - due in annual installments of \$50, non-interest bearing, maturing June 2007, unsecured. \$ 300

Note payable, bank - due in monthly installments of \$4, including interest at the bank's prime rate, maturing February 2008, secured by equipment, inventory and accounts receivable. 380

Note payable, bank - due in monthly installments of \$2, plus interest at The Wall Street Journal's "Money Rates" table, maturing July 2008, secured by equipment, inventory and accounts receivable. 159

TOTAL LONG-TERM DEBT \$ 839

Following are the annual maturities of notes payable:

FISCAL YEARS ENDING JUNE 30	
2002	\$ 93
2003	96
2004	99
2005	103
2006	107
Thereafter	<u>341</u>
	<u>\$ 839</u>

Total interest expense for all Southwestern Fair Commission debt was \$57 for the year ended June 30, 2001.