

CAPITAL FINANCING PLAN

Town of Davie
(Project Sponsor)

Thomas J. Willi, Town Administrator
(Authorized Representative and Title)

6591 Orange Drive
(Mailing Address)

Davie, FL 33314
(City, State and Zip Code)

William F. Underwood, II, Budget and Finance Director 954-797-1000
(Capital Financing Plan Contact, Title and Telephone Number)

6591 Orange Drive
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The Department needs to know the financial capabilities of potential State Revolving Fund (SRF) loan applicants. Therefore a financial capability demonstration (and Certification) is required well before the evaluation of the actual loan application.

The source of revenues being dedicated to repayment of the SRF loan are : Water and Sewer User Fees
(Note: Projects pledging utility operating revenues should attaché a copy of the existing/proposed rate ordinances)

Estimate of Proposed SRF Loan Debt Services

Capital Cost (Anticipated 2004 W&WW)*	\$ 13,100,000
Loan Repayment Reserve (3% of capital cost)	\$ 393,000
Loan Service Fee (2% of capital cost)	\$ 262,000
Subtotal	\$ 13,755,000
Capitalized Interest**	\$ -
Total Cost to be Amortized	\$ 13,755,000
Interest Rate	3.1%
Coverage Factor (15%***)	\$ 138,238
Annual Debt Service Including Coverage	\$ 921,585

* Capital Cost = Allowances + Construction Costs (including 10% contingency) + Technical Services after Bid Opening

** Estimated Capitalized Interest + Subtotal times Interest Rate time construction time in years divided by two

*** Coverage may be higher if other than operating revenues are pledged

SCHEDULE OF PRIOR AND PARITY LIENS

List annual debt service beginning two years before anticipated loan agreement date and continuing at least 15 years. Use additional pages as necessary.

SCHEDULE OF PRIOR AND PARITY LIENS

List annual debt service beginning two years before the anticipated loan agreement date and continuing at least fifteen fiscal years. Use additional pages as necessary.

	#1	#2	#3
Identify Each	2003 Refunding		
	#4		
Identify Each	_____	_____	_____
Coverage	_____ %	_____ %	_____ %
Insured?	_____ Yes _____ No	_____ Yes _____ No	_____ Yes _____ No
Fiscal Year	Annual Debt Service 1 2	3	4
		Total Debt Service	Total Debt Incl Coverage
2003	\$ 3126914*		\$ 3126914*
2004	\$ 2,187,332		\$ 2,187,332
2005	\$ 2,185,908		\$ 2,185,908
2006	\$ 2,184,908		\$ 2,184,908
2007	\$ 2,188,408		\$ 2,188,408
2008	\$ 2,187,920		\$ 2,187,920
2009	\$ 2,188,295		\$ 2,188,295
2010	\$ 2,184,245		\$ 2,184,245
2011	\$ 2,185,595		\$ 2,185,595
2012	\$ 2,186,845		\$ 2,186,845
2013	\$ 2,187,595		\$ 2,187,595
2014	\$ 2,184,815		\$ 2,184,815
2015	\$ 2,188,395		\$ 2,188,395
2016	\$ 2,187,845		\$ 2,187,845
2017	\$ 2,188,035		\$ 2,188,035
2018	\$ 2,183,635		\$ 2,183,635
2019	\$ 2,184,505		\$ 2,184,505
2020	\$ 2,185,085		\$ 2,185,085
2021		\$ -	\$ -
2022		\$ -	\$ -
2023		\$ -	\$ -
2024		\$ -	\$ -
2025		\$ -	\$ -

**SCHEDULE OF ACTUAL REVENUES AND DEBT COVERAGE
FOR PLEDGED REVENUE**

(Provide for the two fiscal year preceding the anticipated date of the SRF loan agreement)

	FY 2001	FY 2002
Operating revenues (Identify)		
<u>User Fees</u>	<u>\$ 5,998,880</u>	<u>\$ 5,808,875</u>
<u>Intergov.</u>		
Interest Income	1,192,010	1,126,880
Other Revenues (penalties/meters)	\$ 463,861	\$ 199,500
<u>Misc.</u>	<u>\$ 356,735</u>	<u>\$ 225,600</u>
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Total Revenues	<u>\$ 8,011,486</u>	<u>\$ 7,360,855</u>
Operating Expenses (excluding interest on debt, deprec, and non cash)	<u>\$ 4,070,028</u>	<u>\$ 4,279,463</u>
Net Revenues (f = d - e)	<u>\$ 3,941,458</u>	<u>\$ 3,081,392</u>
Debt Service (including coverage Excluding SRF Loans)	<u>\$ 3,127,351</u>	<u>\$ 1,929,359</u>
Debt Service (including coverage) for Outstanding SRF Loans	<hr/>	<hr/>
Net	<u>\$ 814,107</u>	<u>\$ 1,152,033</u>

2001 figures from audit

2002 audit not available

SCHEDULE OF PROJECTED REVENUES AND DEBT COVERAGE FOR PLEDGED REVENUE

(Begin with the fiscal year preceding the anticipated date of the SRF loan agreement)

Item	2003	2004	2005	2006	2007	2008
a Ops revenues (Identify)						
User Fees	\$ 6,161,357	\$ 6,052,657	\$ 6,173,710	\$ 7,556,621	\$ 8,478,529	\$ 9,512,909
b Interest Income	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000	\$ 1,100,000
Non-OP	\$ 58,800	\$ 58,800	\$ 58,800	\$ 58,800	\$ 58,800	\$ 58,800
c Other Revenues (identify)	\$ 465,500	\$ 465,500	\$ 465,500	\$ 465,500	\$ 465,500	\$ 465,000
Misc.	\$ 6,800	\$ 6,800	\$ 6,800	\$ 6,800	\$ 6,800	\$ 6,800
d TOTAL	<u>\$ 7,792,457</u>	<u>\$ 7,683,757</u>	<u>\$ 7,804,810</u>	\$ 9,187,721	\$ 10,109,629	\$ 11,143,509
e Operating Expenses	<u>\$ 4,593,728</u>	<u>\$ 5,299,448</u>	<u>\$ 5,543,912</u>	\$ 5,801,001	\$ 6,071,391	\$ 6,355,790
f Net Revenues (f = d - e)	<u>\$ 3,198,729</u>	<u>\$ 2,384,309</u>	<u>\$ 2,260,898</u>	\$ 3,386,720	\$ 4,038,238	\$ 4,787,720
g Debt Service (including coverage Excluding SRF Loans)	<u>\$ 3,126,244</u>	<u>\$ 2,187,332</u>	<u>\$ 2,185,908</u>	\$ 2,184,908	\$ 2,188,408	\$ 2,187,920
h Debt Service (including coverage) for Outstanding SRF Loans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
i Total Ex. Debt (i = g + h)	<u>\$ 3,126,244</u>	<u>\$ 2,187,332</u>	<u>\$ 2,185,908</u>	\$ 2,184,908	\$ 2,188,408	\$ 2,187,920
j Projected Debt Service on Non- SRF Future Projects (Incl Cov)						
k Projected SRF Loan Debt Service (including coverage)				\$ 350,000	\$ 700,000	\$ 1,060,000
l New Debt (l = i + j + k) Coverage	\$ -	\$ -	\$ -	\$ 350,000	\$ 700,000	\$ 1,060,000
m NET	\$ 72,485	\$ 196,977	\$ 74,990	\$ 851,812	\$ 1,149,830	\$ 1,539,800

NOTE: Reserve Transfers not Required

Notes: Rate increases required in FY 2006 - 2008

CERTIFICATION

I, William F. Underwood, II, certify that I have reviewed the information included in

Chief Financial Officer (please print)

the preceding capital financing plan worksheets, and to the best of my knowledge, this information accurately

reflects the financial capability of the Town of Davie. I further certify that
Local Government

the Town of Davie has the financial capability to ensure adequate
Local Government

construction, operation and maintenance of the system, including the SRF project.

Signature

Date