

**CITY OF PEORIA, ARIZONA
 PLEDGED REVENUE COVERAGE - MUNICIPAL DEVELOPMENT AUTHORITY BONDS
 GOVERNMENTAL PORTION
 LAST TEN FISCAL YEARS**

Table XXIV

	Fiscal Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
MDA Debt other than Transportation										
Pledged Revenues (1)	\$ 77,041,031	\$ 89,807,396	\$ 108,336,399	\$ 117,980,567	\$ 122,039,417	\$ 105,935,592	\$ 95,507,133	\$ 96,318,307	\$ 98,320,667	\$105,886,977
Debt Service Requirements										
Principal (2) & (6)	1,385,000	2,310,000	2,524,999	3,295,000	3,185,000	3,400,000	3,575,000	3,990,001	1,569,999	665,000
Interest (2) & (6)	748,795	1,124,432	1,017,160	1,117,252	1,005,806	842,867	670,386	482,594	505,827	1,065,571
Total Annual Requirements (2)	<u>2,133,795</u>	<u>3,434,432</u>	<u>3,542,159</u>	<u>4,412,252</u>	<u>4,190,806</u>	<u>4,242,867</u>	<u>4,245,386</u>	<u>4,472,595</u>	<u>2,075,826</u>	<u>1,730,571</u>
Estimated Coverage	36.11	26.15	30.58	26.74	29.12	24.97	22.50	21.54	47.36	61.19
Transportation MDA Debt (3)										
Net Pledged Revenues from above (4)					117,848,611	101,692,725	91,261,747	91,845,712	96,244,841	104,156,406
Additional Pledged Revenues (5)					10,978,453	9,356,675	8,491,097	8,682,846	9,088,210	9,927,436
Total					<u>128,827,064</u>	<u>111,049,400</u>	<u>99,752,844</u>	<u>100,528,558</u>	<u>105,333,051</u>	<u>114,083,842</u>
Debt Service Requirements										
Principal					-	1,760,000	1,835,000	1,920,000	2,005,000	2,095,000
Interest					-	1,659,171	2,005,188	1,940,963	1,873,763	1,803,588
Total Annual Requirements					<u>-</u>	<u>3,419,171</u>	<u>3,840,188</u>	<u>3,860,963</u>	<u>3,878,763</u>	<u>3,898,588</u>
Estimated Coverage					-	32.48	25.98	26.04	27.16	29.26

Note: (1) Pledged revenues on the Municipal Development Authority (MDA) Bonds are the "Excise Taxes" and "State Shared Revenues." Excise Taxes are defined to include the transaction privilege and use taxes, business license and permit and franchise fees, user fees and charges, rents, and fines and forfeitures which the City imposes. However, the transaction privilege tax increase of 0.3% approved by voters in September 2005 is not part of pledged revenue for this debt. State Shared Revenues are defined as any excise tax, transaction privilege and use taxes and income taxes imposed by the State of Arizona and allocated or apportioned to the City, except the City's share of any such taxes which by State law, rule or regulation must be expended for other purposes.

(2) Debt service requirements reflect all outstanding MDA issues other than the 2008 MDA Transportation issue discussed below. Although the debt service on some MDA bonds, including the 2011 MDA Bonds, are funded by Enterprise Funds, the pledged revenue for all MDA debt is excise tax.

(3) The Transportation MDA Bonds of 2008 are backed by a primary lien on the .03% transaction privilege tax approved by voters in 2005 and a secondary pledge of the "Excise Taxes" discussed in #1 above.

(4) Pledged revenues on the non-transportation MDA Bonds, less the debt requirements for the non-transportation MDA Bonds.

(5) Revenues of the Transportation Sales Tax Fund, primarily consisting of the 0.3% transaction privilege tax discussed above.

(6) In fiscal year 2012 the City defeased the 2003 MDA Bonds, including \$2,760,000 principal and \$139,000 interest. These amounts have removed from the debt service requirements above so as not to distort the comparative information.

Source: Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
 Debt service schedules, City financial records