

**DUNCANVILLE INDEPENDENT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2011**

The District issues general obligation bonds for the governmental activities to provide funds for the acquisition of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. Current principal and interest requirements are payable solely from future revenues of the Debt Service Fund which consists principally of property taxes collected by the District and interest earnings.

A summary of bonds payable for the year ended August 31, 2011 is as follows:

<u>Description</u>	<u>Interest Rate Payable</u>	<u>Amounts Original Issue</u>	<u>Amounts Outstanding 9/01/10</u>	<u>Issued</u>	<u>Retired</u>	<u>Amounts Outstanding 8/31/11</u>	<u>Amounts Due Within One Year</u>
Unlimited tax school building and refunding bonds – Series 1999	3.80-4.85%	\$19,675,490	\$ 4,164,999	\$ -	\$3,089,999	\$ 1,075,000	\$ 840,000
Unlimited tax school building and refunding bonds – Series 2001B	3.90-6.10%	126,774,891	11,485,581	-	3,210,589	8,274,992	1,488,347
Unlimited tax school building and refunding bonds – Series 2003	2.00-4.70%	36,965,000	27,275,000	-	905,000	26,370,000	230,000
Unlimited tax refunding bonds – Series 2005	3.00-5.00%	47,166,096	46,761,096	-	-	46,761,096	-
Unlimited tax refunding bonds – Series 2006	4.00-5.00%	71,105,909	<u>70,330,909</u>	<u>-</u>	<u>-</u>	<u>70,330,909</u>	<u>-</u>
Total Bonded Debt Payable			<u>\$160,017,585</u>	<u>\$ -</u>	<u>\$7,205,588</u>	<u>\$152,811,997</u>	<u>\$2,558,347</u>

Debt service requirements are as follows:

<u>Years Ending August 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2012	\$ 2,558,347	\$ 11,877,006	\$ 14,435,353
2013	2,105,484	12,507,224	14,612,708
2014	2,006,864	12,789,648	14,796,512
2015	4,554,139	10,424,537	14,978,676
2016	3,217,804	11,950,934	15,168,738
2017-2021	16,952,481	56,471,799	73,424,280
2022-2026	35,802,530	32,738,873	68,541,403
2027-2031	57,529,348	13,768,762	71,298,110
2032-2036	28,085,000	1,341,628	29,426,628
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$152,811,997</u>	<u>\$163,870,411</u>	<u>\$316,682,408</u>

There are a number of limitations and restrictions contained in the general obligation bond indenture. Management has indicated that the District is in compliance with all significant limitations and restrictions.