

The District's long-term liabilities consist of general obligation bonds, limited tax bonds issued to provide funds for the construction of major capital facilities, limited maintenance tax notes, a state energy conservation loan and net pension liability. General obligation bonds and contractual obligation notes are direct obligations and pledge the full faith and credit of the District. The current requirements for general obligation bonds and related interest expenditures are accounted for in the Debt Service Fund. The current requirements for the energy conservation loan principal and related interest expenditures are accounted for in the General Fund. Maintenance Tax Notes and limited tax bonds are secured by and payable from a pledge of ad valorem taxes in the General Fund. The net pension liability is discussed in Note 8 of the Financial Audit and is funded annually through the funds impacted by the selected payroll expenditures.

Changes in long term liabilities

Long-term liability activity for the year ended August 31, 2015, was as follows:

Series	Interest Rate Payable	Original Issue	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
2000	5.30%	\$ 1,650,000	\$170,000	\$ -	\$ (170,000)	\$-	\$-
2008	2.5-4.0%	8,165,000	5,120,000	-	(650,000)	4,470,000	680,000
2008	4.0%	870,000	870,000	-	-	870,000	-
2009	2.0-4.0%	7,090,000	5,145,000	-	(495,000)	4,650,000	515,000
2013 U/L Tax Building							
Bond	2.0-4.0%	9,480,000	9,480,000	-	(380,000)	9,100,000	385,000
Premium		517,808	491,918	-	(25,890)	466,028	25,890
2014A U/L Tax Building							
Bond	2.25-4.0%	9,690,000	9,690,000	-	(180,000)	9,510,000	280,000
Premium		246,692	246,692	-	(9,868)	236,824	9,868
2014Q U/L Qualified Construction							
Bond	4.5%	6,180,000	6,180,000	-	-	6,180,000	-
Premium		117,049	117,049	-	(6,160)	110,889	6,160
2015 Limited Maintenance							
Tax Note	2.0-3.0%	2,010,000	-	2,010,000	-	2,010,000	110,000
Premium		76,995	-	76,995	-	76,995	5,133
2015 U/L Tax Building							
Bond	1.9-3.5%	3,950,000	-	3,950,000	-	3,950,000	-
Premium		300,411	-	300,411	-	300,411	-
Total bond and contractual obligation payable - principal			<u>37,510,659</u>	<u>6,337,406</u>	<u>(1,916,918)</u>	<u>41,931,147</u>	<u>2,017,051</u>
Less 2008 unamortized discount			(63,512)	-	9,073	(54,439)	(9,073)
Less 2009 unamortized discount			<u>(53,283)</u>	-	<u>5,920</u>	<u>(47,363)</u>	<u>(5,920)</u>
			(116,795)	-	14,993	(101,802)	(14,993)
Small District HVAC Loan	0.25%	164,088	-	164,088	-	164,088	20,511
Net Pension Liability		-	-	<u>2,398,127</u>	<u>(411,335)</u>	<u>1,986,792</u>	-
Total governmental activities long-term liabilities			<u>\$ 37,393,864</u>	<u>\$8,899,621</u>	<u>\$ (2,313,260)</u>	<u>\$43,980,225</u>	<u>\$ 2,022,569</u>

Annual debt service requirements to maturity are as follows:

Year Ended August 31	Governmental Obligations	
	Principal	Interest
2016	1,970,000	1,494,762
2017	2,035,000	1,411,129
2018	2,100,000	1,349,841
2019	2,155,000	1,283,016
2020	2,240,000	1,212,991
2021-2025	8,820,000	4,932,503
2026-2030	6,545,000	3,722,067
2031-2035	11,600,000	2,026,126
2036-2039	<u>3,275,000</u>	<u>333,800</u>
	<u>\$ 40,740,000</u>	<u>\$17,766,236</u>