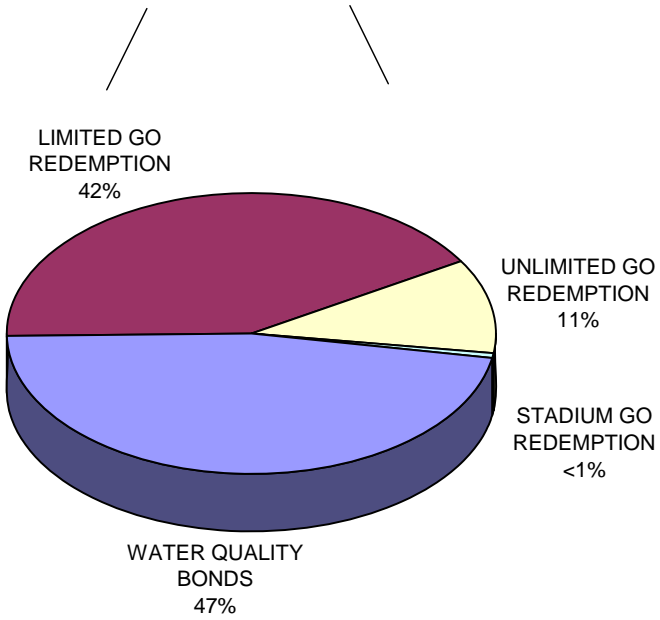
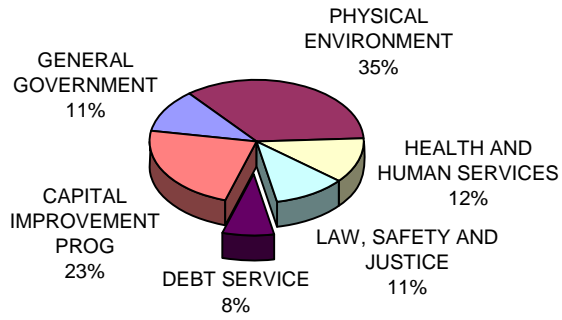


**Debt Service
\$368 Million**



Due to rounding, figures in pie chart may not add to 100%.

DEBT SERVICE PROGRAM PLAN

Issues and Priorities

The 2008 debt service budget for the three bond repayment funds shows a decrease from the 2007 debt repayment levels of approximately \$8.9 million or 4.3 percent below the 2007 adopted level.

The Limited General Obligation Bond Redemption Fund reduction is due to the final maturity in 2007 of a 1997 bond issue for the financial reporting system. New debt issuance is to occur in late 2007 for open spaces and Solid Waste with debt repayment beginning in 2008. The amount to be issued for open space is about \$10.0 million while the amount for Solid Waste is \$46.0 million.

The next debt issuance for Current Expense funded debt is projected to occur in late 2008. The repayment schedule is likely to start in 2009. Bond proceeds will be used for housing projects and studies, the parking garage tunnel to the NCOB and the King County Courthouse renovation. The total amount to be issued in 2008 is currently estimated at \$58.8 million. The Current Expense debt plan includes a placeholder for a future Accountable Business Transformation (ABT) proposal along with general government facility and technology debt financed project reserves. The Current Expense Fund share of the Limited G.O. Bond payment will remain below the 5 percent debt cap based on Current Expense Fund revenue collections even with the inclusion of additional debt.

The Unlimited General Obligation Bond Redemption Fund debt payment budget authority proposed for 2008 is lower due to technical adjustments associated with recently issued refunding debt.

The difference between Limited General Obligation Bond financing and Unlimited General Obligation Bond financing is that Unlimited is approved by the voters, while Limited is approved by the King County Council.

Wastewater will be issuing additional bonds in conjunction with the Brightwater project.

C O U N C I L A D O P T E D B U D G E T

Council made no changes to the 2008 Executive Proposed Budget.

DEBT SERVICE PROGRAM PLAN

Limited G.O. Bond Redemption 8400/0465

Code/Item #	Description	0465	Expenditure	FTEs*	TLPs
	Program Area	2007 Adopted	154,057,890	0.00	0.00
		Status Quo **	0	0.00	0.00
	DS	Status Quo Budget	154,057,890	0.00	0.00

Detail below shows crosswalk from 2007 adopted to 2008

Technical Adjustment				
TA01	Technical Repayment Schedule Adjustments	(943,447)	0.00	0.00
		(943,447)	0.00	0.00
	2008 Adopted Budget	153,114,443	0.00	0.00

* FTEs do not include temporaries and overtime.

** This includes revised 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Unlimited G.O. Bond Redemption 8500/0466

Code/Item #	Description	0466	Expenditure	FTEs*	TLPs
	Program Area	2007 Adopted	47,757,112	0.00	0.00
		Status Quo **	0	0.00	0.00
	DS	Status Quo Budget	47,757,112	0.00	0.00

Detail below shows crosswalk from 2007 adopted to 2008

Technical Adjustment					
TA01	Technical Repayment Schedule Adjustments		(7,917,878)	0.00	0.00
			(7,917,878)	0.00	0.00
		2008 Adopted Budget	39,839,234	0.00	0.00

* FTEs do not include temporaries and overtime.

** This includes revised 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Stadium G.O. Bond Redemption 8510/0467

Code/Item #	Description	0467	Expenditure	FTEs*	TLPs
	Program Area	2007 Adopted	2,215,200	0.00	0.00
		Status Quo **	0	0.00	0.00
	DS	Status Quo Budget	2,215,200	0.00	0.00

Detail below shows crosswalk from 2007 adopted to 2008

Technical Adjustment					
TA01	Technical Repayment Schedule Adjustments		(2,412)	0.00	0.00
			(2,412)	0.00	0.00
		2008 Adopted Budget	2,212,788	0.00	0.00

* FTEs do not include temporaries and overtime.

** This includes revised 2007adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Wastewater Treatment Debt Service 4610/4999M

Code/Item #	Description	4999M	Expenditure	FTEs*	TLPs
Program Area		2007 Adopted	149,057,384	0.00	0.00
		Status Quo **	23,861,497	0.00	0.00
DS		Status Quo Budget	172,918,881	0.00	0.00

Detail below shows crosswalk from 2007 adopted to 2008

Technical Adjustment					
TA01	Technical Adjustments		173,775	0.00	0.00
			173,775	0.00	0.00
		2008 Adopted Budget	173,092,656	0.00	0.00

* FTEs do not include temporaries and overtime.

** This includes revised 2007 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Debt Service Program Area

	2006 Adopted	2007 Adopted	2008 Adopted
WQ REV BONDS & OTH DEBT SVC	129,953,011	149,057,384	173,092,656
LIMITED G O BOND REDEMPTION	154,081,650	154,057,890	153,114,443
UNLIMITED G O BOND REDEMPTION	47,464,724	47,757,112	39,839,234
STADIUM G O BOND REDEMPTION	2,213,150	2,215,200	2,212,788
Total Debt Service	333,712,535	353,087,586	368,259,121