

NOTES TO FINANCIAL STATEMENTS - Continued

**NOTE F - LONG-TERM LIABILITIES**

Changes in long-term debt during the year ended June 30, 2017 were as follows:

	<u>Beginning Balance</u>	<u>New Debt</u>	<u>Payments</u>	<u>Ending Balance</u>	<u>Current Portion</u>
General obligation bonds	\$ 4,300,000	\$ 650,000	\$(1,030,000)	\$ 3,920,000	\$ 1,125,000
Unamortized bond premium	76,524	-	(19,131)	57,393	19,131
Accumulated leave liability	<u>672,036</u>	<u>-</u>	<u>(25,161)</u>	<u>646,875</u>	<u>23,119</u>
Total long-term debt	<u>\$ 5,048,560</u>	<u>\$ 650,000</u>	<u>\$(1,074,292)</u>	<u>\$ 4,624,268</u>	<u>\$ 1,167,250</u>

Payments on general obligation bonds are made by the Debt Service Fund. The accumulated leave liability will be liquidated primarily by the General Fund.

At June 30, 2017, the School District's long-term debt consisted of the following:

<b>2016 School Improvement Bonds</b> ; due in annual installments of \$1,050,000 to \$1,125,000 through May 2020; interest rate of 2.00%.	\$ 3,270,000
<b>2017 School Improvement Bonds</b> ; due in annual installments of \$75,000 to \$100,000 through May 2024; interest rate of 1.35%-2.45%.	<u>650,000</u>
Total general obligation bonds	3,920,000
Unamortized bond premium	57,393
Accumulated leave liability	<u>646,875</u>
Total long-term debt	<u>\$ 4,624,268</u>

Total annual requirements to amortize general obligation bonds outstanding as of June 30, 2017, are as follows:

<u>Years Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2018	\$ 1,125,000	\$ 76,190
2019	1,185,000	55,838
2020	1,215,000	32,588
2021	95,000	8,558
2022	100,000	6,800
2023-2024	<u>200,000</u>	<u>7,150</u>
	<u>\$ 3,920,000</u>	<u>\$ 187,124</u>

Interest expense for the year ended June 30, 2017 was \$83,397, and interest paid for the year ended June 30, 2017 was \$72,144.