

# Tax Anticipation Notes (TANS)

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# Tax Anticipation Notes



## Mission Statement

To finance costs related to the issuance of tax anticipation notes, which are necessary to meet the cash requirements of the City prior to receipt of property taxes. Monies are borrowed via the sale of Tax Revenue Anticipation Notes (TANS) on a short-term basis. Related costs are budgeted and accounted for in this program and are offset by additional interest earnings realized.

Tax Anticipation Notes				
	FY 2003 BUDGET	FY 2004 BUDGET	FY 2005 FINAL	FY 2004-2005 CHANGE
Positions	0.00	0.00	0.00	0.00
Personnel Expense	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expense	\$ 3,570,313	\$ 2,787,618	\$ 1,614,405	\$ (1,173,213)
<b>TOTAL</b>	<b>\$ 3,570,313</b>	<b>\$ 2,787,618</b>	<b>\$ 1,614,405</b>	<b>\$ (1,173,213)</b>

## Department Expenditures

	FY 2003 BUDGET	FY 2004 BUDGET	FY 2005 FINAL
<b>TAX AND REVENUE ANTICIPATION NOTES FUND</b>			
<b>Tax Anticipation Notes</b>			
Tax Anticipation Notes	\$ 3,570,313	\$ 2,787,618	\$ 1,614,405
<b>Total</b>	<b>\$ 3,570,313</b>	<b>\$ 2,787,618</b>	<b>\$ 1,614,405</b>

# Tax Anticipation Notes

## Significant Budget Adjustments

### TAX AND REVENUE ANTICIPATION NOTES FUND

Tax Anticipation Notes	Positions	Cost
Debt Service Requirement	0.00 \$	(1,173,213)
Reflects an adjustment in debt service requirements.		

## Expenditures by Category

	FY 2003 BUDGET	FY 2004 BUDGET	FY 2005 FINAL
<b>NON-PERSONNEL</b>			
Supplies & Services	\$ 3,570,313	\$ 2,787,618	\$ 1,614,405
<b>SUBTOTAL NON-PERSONNEL</b>	\$ 3,570,313	\$ 2,787,618	\$ 1,614,405
<b>TOTAL</b>	\$ 3,570,313	\$ 2,787,618	\$ 1,614,405

## Five-Year Expenditure Forecast

	FY 2005 FINAL	FY 2006 FORECAST	FY 2007 FORECAST	FY 2008 FORECAST	FY 2009 FORECAST	FY 2010 FORECAST
Positions	0.00	0.00	0.00	0.00	0.00	0.00
Personnel Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expense	\$ 1,614,405	\$ 1,662,837	\$ 1,712,722	\$ 1,764,104	\$ 1,817,027	\$ 1,871,538
<b>TOTAL EXPENDITURES</b>	\$ 1,614,405	\$ 1,662,837	\$ 1,712,722	\$ 1,764,104	\$ 1,817,027	\$ 1,871,538

### Tax Anticipation Notes

**Fiscal Years 2006 - 2010** No major projected requirements.

# Tax Anticipation Notes

## Revenue and Expense Statement

TAX AND REVENUE ANTICIPATION NOTES FUND  
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	FY 2003* BUDGET	FY 2004* BUDGET	FY 2005* FINAL <sup>(1)</sup>
<b>BEGINNING BALANCE AND RESERVE</b>			
Reserve for Encumbrances	\$ 8,517	\$ 2,852,911	\$ 170,000
<b>TOTAL BALANCE</b>	<b>\$ 8,517</b>	<b>\$ 2,852,911</b>	<b>\$ 170,000</b>
<b>REVENUE</b>			
Interest Earnings	\$ 3,561,796	\$ 3,211,118	\$ 1,614,405
<b>TOTAL REVENUE</b>	<b>\$ 3,561,796</b>	<b>\$ 3,211,118</b>	<b>\$ 1,614,405</b>
<b>TOTAL BALANCE AND REVENUE</b>	<b>\$ 3,570,313</b>	<b>\$ 6,064,029</b>	<b>\$ 1,784,405</b>
<b>OPERATING EXPENSE</b>			
Debt Service Interest	\$ 3,370,313	\$ 2,563,618	\$ 1,504,143
General Government Expense	\$ 200,000	\$ 224,000	\$ 110,262
<b>TOTAL OPERATING EXPENSE</b>	<b>\$ 3,570,313</b>	<b>\$ 2,787,618</b>	<b>\$ 1,614,405</b>
<b>TOTAL EXPENSE</b>	<b>\$ 3,570,313</b>	<b>\$ 2,787,618</b>	<b>\$ 1,614,405</b>
<b>RESERVE</b>			
Reserve	\$ -	\$ 3,276,411	\$ -
<b>TOTAL RESERVE</b>	<b>\$ -</b>	<b>\$ 3,276,411</b>	<b>\$ -</b>
<b>TOTAL RESERVE</b>	<b>\$ -</b>	<b>\$ 3,276,411</b>	<b>\$ -</b>
<b>BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 170,000</b>
<b>TOTAL EXPENSE, RESERVE AND BALANCE</b>	<b>\$ 3,570,313</b>	<b>\$ 6,064,029</b>	<b>\$ 1,784,405</b>

\* At the time of publication audited financial statements for Fiscal Year 2003 were not available. Therefore, the Fiscal Years 2003 and 2004 columns reflect final budget amounts from the Fiscal Year 2003 and 2004 Annual Budgets. As such, balances and reserves do not reflect carryover from the previous fiscal year.

<sup>(1)</sup> To meet the City's Fiscal Year 2005 cash flow needs, the City Council, on June 7, 2004 (Resolution R-299317), approved a privately placed note purchase agreement with Bank of America for an amount up to \$129 million, in lieu of publicly offered annual Tax Anticipation Notes (TANS).