
3. Debt Capacity

These schedules present information showing the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

**Ratios of General Obligation Bonds Outstanding
Last Ten Fiscal Years**
(dollars in thousands, except per capita)

Exhibit S-3A

<u>Fiscal Year</u>	<u>General Obligation Bonds (GO)</u>	<u>Actual Value of Taxable Property</u>	<u>GO Bonds as a Percentage of Actual Value of Taxable Property</u>	<u>GO Debt Per Capita *</u>
1997	\$ 3,084,763	\$ 42,257,900	7.30%	\$ 5,433
1998	3,091,403	43,187,723	7.16%	5,469
1999	3,098,582	42,445,498	7.30%	5,426
2000	3,109,728	43,270,066	7.19%	5,436
2001	2,582,017	44,229,116	5.84%	4,472
2002	2,670,573	52,522,147	5.08%	4,613
2003	3,251,118	58,063,667	5.60%	5,630
2004	3,418,933	66,454,109	5.14%	5,898
2005	3,632,198	86,887,767	4.18%	6,240
2006	3,773,863	98,491,335	3.83%	6,490

* The prior year per capita amounts were updated to reflect the revised census population estimates.

**Pledged-Revenue Coverage
Last Four Fiscal Years**
(dollars in thousands)

Exhibit S-3B

<u>Fiscal Year</u>	<u>Tax Increment Financing Debts</u>				<u>Coverage</u>
	<u>Sales Tax Increment</u>	<u>Real Property Tax</u>	<u>Debt Service</u>		
			<u>Principal</u>	<u>Interest</u>	
2002	\$ 33	\$ -	\$ -	\$ 33	100.00%
2003	1,236	-	1,104	132	100.00%
2004	2,222	112	1,515	4,265	40.38%
2005	6,733	2,537	6,484	4,933	81.19%
2006	11,562	1,652	7,219	5,348	105.15%

Note: Details regarding the District's outstanding debt can be found in the Notes to the Basic Financial Statements.

Exhibit S-3C

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**
(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities										Total Debt as a Percentage of Personal Income	Population	Total Debt Per Capita	Total "Tax Supported Debt" Per Capita**
	General Obligation Bonds		Qualified Zone Academy Bonds		Certificates of Participation	Capital Leases	Baseball Bonds	Tobacco Bonds*	Total Debt					
	TIF Bonds	General Bonds	TIF Bonds	Academy Bonds					Personal Income	Total Debt				
1997	\$ 3,084,763	\$ -	\$ -	\$ -	\$ 129,715	\$ -	\$ -	\$ -	\$ 3,214,478	\$ 19,579,959	16.4%	567,736	\$ 5,662	\$ 5,662
1998	3,091,403	-	-	-	124,181	-	-	-	3,215,584	20,562,335	15.6%	565,230	5,689	5,689
1999	3,098,582	-	-	-	132,189	-	-	-	3,230,771	21,114,995	15.3%	571,042	5,658	5,658
2000	3,109,728	-	-	-	131,167	-	-	-	3,240,895	23,102,223	14.0%	572,059	5,665	5,665
2001	2,582,017	6,900	-	-	121,564	-	521,105	-	3,231,586	25,525,115	12.7%	577,357	5,597	4,695
2002	2,670,573	126,545	3,582	-	157,057	-	514,280	-	3,472,037	25,786,286	13.5%	578,907	5,998	5,109
2003	3,251,118	125,524	3,327	-	90,458	-	506,550	-	4,106,507	27,168,871	15.1%	577,476	7,111	6,234
2004	3,418,933	124,009	3,071	129,530	128,345	-	502,740	-	4,261,554	29,277,663	14.6%	579,720	7,351	6,484
2005	3,632,198	117,525	2,815	120,760	76,390	-	498,740	-	4,448,428	31,010,231	14.3%	582,049	7,643	6,786
2006	3,773,863	109,895	5,221	278,100	67,942	534,800	742,284	-	5,512,105	N/A	N/A	581,530	9,479	8,202

Note: There are no business type activities with outstanding debt.

Convention Center bonds are neither reported nor included in this table.

* Tobacco bonds are not supported by general tax revenues and are not included in the Total "Tax Supported Debt" Per Capita calculation.

** The prior year per capita amounts were updated to reflect the revised census population estimates.

Legal Debt Margin Information
Last Ten Fiscal Years
(dollars in thousands)

Exhibit S-3D

Debt Service Cost Margin Calculation for Fiscal Year 2006:

General fund revenue	\$ 5,152,072
Debt service cost limitation (17% of general fund revenue)	875,852
Debt expenditure applicable to limit:	
Principal	\$ 188,095
Interest	177,474
Subtotal for current year	<u>365,569</u>
Highest future year debt service cost	\$ 383,659
Total debt service cost subject to the limitation	383,659
Debt service cost margin	<u>\$ 492,193</u>

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Debt service cost limitation	\$ 530,194	\$ 573,851	\$ 608,902	\$ 688,754	\$ 718,024	\$ 622,331	\$ 627,516	\$ 735,472	\$ 823,558	\$ 875,852
Highest future year debt service cost	\$ 428,918	\$ 400,504	\$ 346,992	\$ 327,044	\$ 270,910	\$ 284,114	\$ 319,160	\$ 339,003	\$ 359,735	\$ 383,659
Debt service cost margin	\$ 101,276	\$ 173,347	\$ 261,910	\$ 361,710	\$ 447,114	\$ 338,217	\$ 308,356	\$ 396,469	\$ 463,823	\$ 492,193
Total debt service cost subject to the limit as a percentage of debt service cost limit	80.9 %	69.8 %	57.0 %	47.5 %	37.7 %	45.7 %	50.9 %	46.1 %	43.7 %	43.8 %
Debt limit ratio	11.3 %	15.8 %	12.7 %	9.7 %	6 %	7.8 %	8.6 %	7.8 %	7.4 %	7.4 %

Note: Under the District of Columbia Self-Government and Governmental Reorganization Act, no long term general obligation debt (other than refunding debt) may be issued during any fiscal year in an amount which would cause the amount of the principal and interest paid in any fiscal year on all long term debt to exceed 17 percent of the revenues of the fiscal year in which the debt is issued. The debt service percent is calculated using the highest fiscal year debt service divided by the total revenues. The debt service percent limitation was increased from 14 to 17 percent in fiscal year 1998 as a result of the National Capital Revitalization and Self-Government Improvement Act of 1997, accounting for the decrease in revenues from the repeal of the Federal payment in lieu of taxes and the loss of court revenues.