
Debt Service

Types of Debt

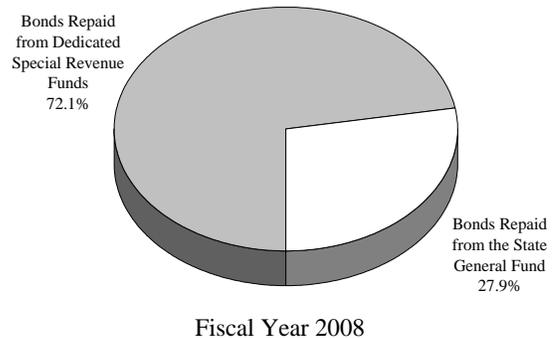
The State of Kansas uses debt financing to pay for certain state expenditures. Debt can be divided into five distinct categories.

Traditional Bonds. The first category is traditional debt financing through the issuance of bonds, which can be further divided by debt service payments financed from the State General Fund and debt financed from special revenue sources. Except for the Kansas Department of Transportation, which issues bonds to finance highways and other transportation projects, the Kansas Development Finance Authority (KDFA) is the issuer of revenue bonds for the state and some local governments. KDFA was created by the Legislature in 1987 as an independent instrumentality of the state to operate as a public corporation rather than as a state agency. The Authority is charged by the Legislature with providing access to the capital markets to state agencies and other public and private organizations.

KDFA accomplishes this purpose in part by issuing debt to fund capital improvements and certain public purpose programs. KDFA issues debt, among other purposes, for local government projects, acquisition, and renovation of state office space, construction and renovation of state university facilities, prison construction and expansion, and energy conservation improvements. KDFA also issues bonds or other debt instruments to finance health care facilities, affordable multifamily housing, and beginning farmer loans. Most of the debt issued by KDFA can be characterized as pledge-of-revenue debt, meaning that bonds are debt serviced by a dedicated stream of revenue, such as a pledge of dormitory or parking garage revenues.

The remaining obligations KDFA issues on behalf of the state can be characterized as State General Fund appropriation bonds, such as those bonds issued to renovate the Capitol Building. Of the state's total bonded indebtedness, only 27.9 percent is an obligation of the State General Fund, as illustrated by the pie chart. Debt service payments, principal and interest, will constitute 1.1 percent of State General Fund expenditures in FY 2008.

Total Bonded Indebtedness



Provisions in the *Kansas Constitution* allow for the limited issuance of general obligation bonds subject to certain restrictions. However, no bonds have been issued under these provisions for decades. No other provisions in the constitution or state law limit the amount of debt that can be issued for Kansas agencies.

As of June 30, 2006, various state agencies had legislatively authorized but unissued debt of \$271,456,607. Although the amount of debt for financing capital improvement projects has increased in the past several years, debt service still constitutes a small part of the overall state budget. The state has consistently demonstrated strong fiscal management practices, carefully maintaining expenditures in line with revenues, thereby avoiding the need for restrictive statutory debt limits.

PMIB Loans. The second category consists of a few loans issued by the Pooled Money Investment Board. These loans usually charge interest sufficient to recoup the loss of earnings that would otherwise be made on the investment of idle funds. The legal authorization to finance the 27th payroll that occurred in FY 2006 makes provision for a PMIB loan up to \$6.0 million in case the other financing mechanisms fail to provide sufficient resources to cover the obligation. To date no such loan has been necessary.

Facilities Conservation Improvement Program. The third category includes the financing of energy improvements for state facilities under a program administered by the Department of Administration, the

Facilities Conservation Improvement Program. The financing is provided through lease purchase agreements with a financial institution, and the debt service is repaid from the energy savings generated by the improvements.

Master Lease Purchase Program. The fourth category is the Master Lease Purchase Program administered by the Department of Administration. This program finances mostly equipment acquisitions by state agencies and represents a line-of-credit concept.

Third Party & Other Debt. “Third Party” debt is where an agency purchases personal computers, for example, and the vendor maintains an affiliation with a finance company in order to provide financing to the purchasing agency. The finance company constitutes the “third party.” There are other similar financing arrangements. In some cases the vendor itself provides financing. Or the vendor recoups the cost of sales promotions by adjusting the price structure accordingly.

Budgeting for Debt Payments

When traditional bonds are issued, KDFA is responsible for the total debt service obligation to the bondholders. The source of funds to meet these obligations comes in part from investment earnings on idle bond proceeds (bond reserve funds or capitalized interest funds) or earnings on project funds which may eventually be used to pay contractors for their work. Permitted earnings on debt service monies may likewise be used to defray debt service costs. After considering the interest earned on bond funds, the “shortfall” represents the remaining amount that must be appropriated in agency budgets from pledged revenue sources or appropriations.

The table at the end of this section depicts only the portion of the debt service included in agency budgets. Therefore, the numbers reported on the table will be the same as amounts that the Governor recommends and the Legislature approves. The table does not include the Department of Health and Environment’s revolving loan program that has appeared in the past. The repayment of this revolving loan is the responsibility of local governments.

Ratings

Although the state has no general obligation debt, and thus no general obligation debt rating, KDFA works with the rating agencies to facilitate the state’s issuer “shadow” credit rating. Standard & Poor’s “AA+” credit rating reflects the state’s general creditworthiness. Credit factors include a very low debt burden, continued economic diversification, and historically conservative and responsible fiscal management.

The issuer rating assigned by Moody’s Corporation remains “Aa1.” Moody’s rating is an issuer rating, which like the Standard & Poor’s rating, can be characterized as an implicit general obligation rating that reflects the state’s history of favorable financial management, the strength and stability of the Kansas economy, and relatively low debt levels. The rating is based on Kansas’ traditionally strong fiscal discipline.

Debt Projects

Following are brief descriptions of new, changing, or expanded projects that are debt financed, primarily capital improvements but also including the actuarial soundness of the KPERS Fund.

Department of Administration

Statehouse Renovation. The 2000 Legislature approved an issuance of bonds totaling \$40.0 million for renovation of the Statehouse, starting with the east wing. The 2001 Legislature, with the approval of the State Finance Council, authorized the issuance of another \$15.0 million in bonds for an underground parking garage. The 2004 Legislature authorized \$19.8 million more for Phase II of the Statehouse renovation. Another \$26.9 million was authorized by the 2005 Legislature to complete Phase III of the renovation. The 2006 Legislature authorized an additional \$16.2 million to cover cost increases experienced since the original bonding amounts were authorized. Total debt that has been issued through KDFA totals \$117.9 million as of January 2007.

Upon recommendation of the Legislative Coordinating Council, the Governor recommends an additional

\$55.0 million in bonding authority to address increased construction costs for the project. This increase will bring the total outstanding debt to \$172.9 million. The costs associated with the Visitors Center and exterior limestone renovation is expected to be part of a future issuance of bonds.

For FY 2007, the Governor recommends revised Statehouse renovation debt service expenditures of \$6,015,268 from the State General Fund. This revised recommendation is \$2,448,422 less than what the 2006 Legislature approved and is a result of the bonds being refinanced through K DFA. As a consequence, the savings are recommended to be lapsed in FY 2007. For FY 2008, the Governor recommends \$7,240,283, all from the State General Fund for the debt service payment.

KDOT Comprehensive Transportation Program. FY 2008 will mark the first fiscal year that a principal payment will be made for the bonds that were issued in March 2006 for the KDOT Comprehensive Transportation Program. The Governor has included expenditures of \$16,151,075 from the State General Fund in FY 2008, including \$6,735,000 for principal and \$9,416,075 for interest. The FY 2008 debt service payment is an increase of \$11.2 million over the interest-only payment of \$4,992,724 in FY 2007.

KPERS. Included in the Governor's recommendation is a State General Fund appropriation of \$15.0 million in FY 2007 and \$26.1 million in FY 2008 for debt service on KPERS bonds. The debt service eventually will retire \$500.0 million in bonds that were issued in FY 2004 to eliminate the unfunded liability of the KPERS System. Payments will level off at approximately \$36.1 million in FY 2009, with the final payment scheduled in June 2034. Funds to pay the debt service are generated through annual increases in the employer contribution rates that are used to calculate salaries in all agency budgets.

Kansas State University

Child Care Facility. The Governor recommends \$6.0 million in bonding authority for the Kansas State University to construct a Child Care Facility on the Manhattan campus. The facility will include space to accommodate 263 full-time equivalent children, staff offices, food preparation needs, meeting rooms, out-

door play areas, and parking. The debt service on the bonds will begin in FY 2009 and will be repaid by student fees, private gifts, and other restricted fees.

Department of Corrections

Prison Capacity Expansion. To address the projected population increases in the adult correction system, the Governor recommends up to \$39.5 million in bonding authority to the Department of Corrections to expand prison capacity. The Governor recommends that the Secretary of Corrections identify the most cost-effective capacity expansion proposals by custody and gender classification that will enhance the safety of the staff, the inmate population, and the citizens of Kansas. In addition, the Secretary will inform the Joint Committee on State Building Construction of the options that will be selected. Repayment of the bonds will begin in FY 2009 from the State General Fund. Estimated debt service payments will be \$3.1 million each year for 20 years, all from the State General Fund.

Facility Infrastructure Improvements. In order to provide additional funding to address significant correctional facility infrastructure needs, the Governor recommends authority to the Department of Corrections to issue \$19.2 million in bonding authority. This bonding authority, along with proceeds of \$2.6 million from a settlement of the El Dorado site utilities lawsuit, will provide the Department \$21.8 million for a number of high priority projects, including replacing locking systems, utilities tunnel upgrades, water treatment plants, ADA compliance, security upgrades, and fire alarm systems at various correctional facilities.

Because the Department will experience a declining debt service payment schedule from other outstanding bond issues, the Department will be able to finance the debt service payments on this new improvement program with no additional cost to the State General Fund.

Adjutant General

Armory Rehabilitation Plan. The agency was authorized to issue \$22.0 million in bonds to fund the Armory Rehabilitation Plan over a five-year period

starting in FY 2001. The plan will rehabilitate selected state-owned armories and replace other armories. Bonds were issued totaling \$2.0 million in November 2000, \$2.0 million in November 2001, \$6.0 million in June 2003, \$6.0 million in June 2004, and \$6.0 million in November 2005.

For FY 2007, the Governor recommends \$1,982,682 from the State General Fund to finance the debt service payment on bonds issued for the Armory Rehabilitation Plan. Of the total, \$1,060,000 will be principal and \$922,682 will be interest. The Governor recommends \$1,974,519 in FY 2008 from the State General Fund to finance the debt service payment. Of the recommended amount, \$1,090,000 will be principal and \$884,519 interest.

Readiness Center. The agency was authorized by the 2005 Legislature to issue \$1,450,711 in bonds to fund the Pittsburg State University/Kansas National Guard Readiness Center (Armory) project. The Adjutant General will construct an armory, classroom, and recreation center in cooperation with Pittsburg State University. The bonds were issued in October 2006, and the first debt service payment will be in FY 2008. Therefore, the Governor recommends \$119,292 from the State General Fund in FY 2008 to finance the debt service payment on the bonds. Of the total, \$51,641 will be used for the principal and \$67,651 for interest.

Kansas Bureau of Investigation

Automated Fingerprint Identification System. The Kansas Bureau of Investigation will be participating in

the Master Lease Purchase Program to obtain an Automated Fingerprint Identification System. The system is used to assist law enforcement agencies with criminal investigations. The Governor recommends \$745,030 in FY 2007, including \$715,443 from the State General Fund, to finance the debt service on the new identification system. Of that total, \$614,855 is for principal and \$130,175 is for interest. The State Finance Council approved the State General Fund portion of the project costs at a meeting on December 14, 2006. For FY 2008, the recommendation includes \$745,030 from the State General Fund. Of that total, \$645,094 is for principal and \$99,936 is for interest.

Kansas State Fair

Alternative Energy Systems. To help offset recent increases in energy costs, the Kansas State Fair seeks to utilize alternative energy sources for the fairgrounds. This will include installing two 50-kilowatt wind turbines that will produce approximately 10.0 percent of the fairgrounds' energy use; a solar thermal heat system for the Administration Building; and electrical sub-metering equipment that will enable the agency to monitor electricity usage at each building.

The total amount for these systems is \$579,190, which will be financed through the Department of Administration's Master Lease Program. For FY 2008, the Governor recommends \$111,525 from the EDIF for the first payment of the debt service. Of this amount, \$24,836 will be for interest and \$86,689 will be for principal.

Indebtedness of the State

	FY 2005 Actual	FY 2006 Actual	FY 2007 Estimate	FY 2008 Estimate	Prin. Balance June 30, 2008 Estimate
State General Fund Bonded Indebtedness					
Department of Administration					
Principal	4,485,000	3,960,000	2,959,128	9,640,000	806,080,000
Interest	2,863,024	3,993,935	24,590,646	39,975,183	
Kansas Public Employees Retirement System					
Principal	2,711,539	2,736,086	2,786,547	2,816,161	16,655,000
Interest	501,085	475,606	425,201	398,055	
Total--General Government	\$ 10,560,648	\$ 11,165,627	\$ 30,761,522	\$ 52,829,399	\$ 822,735,000
Kansas Board of Regents					
Principal	1,188,757	1,220,000	1,250,000	1,295,000	9,375,000
Interest	562,993	532,584	506,004	461,004	
University of Kansas					
Principal	--	605,187	797,741	763,768	--
Interest	--	665,149	714,771	748,744	
University of Kansas Medical Center					
Principal	--	880,000	--	--	--
Interest	482,277	557,503	--	--	
Wichita State University					
Principal	1,000,000	1,050,000	1,160,000	1,215,000	7,100,000
Interest	180,962	226,543	485,711	427,949	
Total--Education	\$ 3,414,989	\$ 5,736,966	\$ 4,914,227	\$ 4,911,465	\$ 16,475,000
Adjutant General					
Principal	225,000	850,000	1,060,000	1,141,641	19,695,000
Interest	332,185	415,666	922,682	952,170	
Department of Corrections					
Principal	7,745,000	5,122,818	3,456,000	4,210,000	22,665,000
Interest	1,784,212	1,352,461	1,433,000	1,243,000	
Kansas Bureau of Investigation					
Principal	230,000	265,000	250,000	265,000	580,000
Interest	69,029	38,176	57,200	42,668	
Total--Public Safety	\$ 10,385,426	\$ 8,044,121	\$ 7,178,882	\$ 7,854,479	\$ 42,940,000
State Fair Board					
Principal	1,000,000	1,050,000	1,080,000	1,120,000	23,680,000
Interest	1,247,906	1,107,285	1,167,251	1,128,884	
Total--Ag. & Natural Resources	\$ 2,247,906	\$ 2,157,285	\$ 2,247,251	\$ 2,248,884	\$ 23,680,000
Total					
Principal	\$ 18,585,296	\$ 17,739,091	\$ 14,799,416	\$ 22,466,570	\$ 905,830,000
Interest	\$ 8,023,673	\$ 9,364,908	\$ 30,302,466	\$ 45,377,657	
Total--SGF Bonded Indebtedness	\$ 26,608,969	\$ 27,103,999	\$ 45,101,882	\$ 67,844,227	

Non-SGF Bonded Indebtedness

Department of Commerce					
Principal	8,990,000	12,305,000	11,100,000	11,550,000	37,610,000
Interest	2,385,533	2,456,720	2,572,440	2,118,543	

Indebtedness of the State

	FY 2005	FY 2006	FY 2007	FY 2008	Prin. Balance
	Actual	Actual	Estimate	Estimate	June 30, 2008
					Estimate
Insurance Department					
Principal	585,000	--	--	--	--
Interest	35,404	--	--	--	--
Total--General Government	\$ 11,995,937	\$ 14,761,720	\$ 13,672,440	\$ 13,668,543	\$ 37,610,000
Department of Social & Rehabilitation Services					
Principal	2,670,000	2,810,000	2,895,000	2,995,000	69,430,000
Interest	2,877,215	3,113,043	3,599,163	3,497,756	
Department of Labor					
Principal	145,000	145,000	1,645,000	1,705,000	20,275,000
Interest	123,356	271,262	509,983	835,021	
Department of Health & Environment					
Principal	405,000	415,000	430,000	450,000	960,000
Interest	37,838	37,838	31,173	51,095	
Total--Human Services	\$ 6,258,409	\$ 6,792,143	\$ 9,110,319	\$ 9,533,872	\$ 90,665,000
Kansas Board of Regents					
Principal	12,930,000	10,880,000	17,450,000	18,045,000	166,452,813
Interest	4,076,586	4,196,414	7,133,000	6,538,000	
Emporia State University					
Principal	494,407	386,426	535,300	651,000	11,312,031
Interest	151,733	33,143	413,770	485,606	
Fort Hays State University					
Principal	220,869	205,000	210,000	500,000	12,955,000
Interest	196,145	239,214	235,114	542,234	
Kansas State University					
Principal	2,389,125	2,620,000	2,715,000	2,840,000	74,165,000
Interest	855,071	1,159,738	3,541,116	3,440,906	
Pittsburg State University					
Principal	325,000	335,000	365,000	430,000	13,770,000
Interest	383,794	440,955	402,712	404,800	
University of Kansas					
Principal	4,851,495	1,860,000	3,298,410	3,547,628	69,685,000
Interest	2,201,189	2,023,492	2,450,668	2,458,767	
University of Kansas Medical Center					
Principal	315,000	330,000	465,000	480,000	16,615,000
Interest	848,260	--	485,718	463,303	
Wichita State University					
Principal	750,000	780,000	805,000	845,000	13,200,000
Interest	601,819	483,761	699,236	667,368	
Total--Education	\$ 31,590,493	\$ 25,973,143	\$ 41,205,044	\$ 42,339,612	\$ 378,154,844
Juvenile Justice Authority					
Principal	2,155,000	2,255,102	2,360,000	2,460,000	39,315,000
Interest	2,428,897	2,344,410	2,241,203	2,130,328	
Highway Patrol					
Principal	665,000	695,000	725,000	735,000	3,205,000
Interest	275,867	251,682	220,981	187,481	
Total--Public Safety	\$ 5,524,764	\$ 5,546,194	\$ 5,547,184	\$ 5,512,809	\$ 42,520,000

Indebtedness of the State

	FY 2005 Actual	FY 2006 Actual	FY 2007 Estimate	FY 2008 Estimate	Prin. Balance June 30, 2008 Estimate
Department of Transportation					
Principal	38,460,000	46,755,000	53,020,000	50,330,000	1,792,680,000
Interest	64,777,550	67,441,667	76,550,468	79,239,690	
Total--Transportation	\$ 103,237,550	\$ 114,196,667	\$ 129,570,468	\$ 129,569,690	\$ 1,792,680,000
Total					
Principal	\$ 76,350,896	\$ 82,776,528	\$ 98,018,710	\$ 97,563,628	\$ 2,341,629,844
Interest	\$ 82,256,257	\$ 84,493,339	\$ 101,086,745	\$ 103,060,898	
Total--Non-SGF Indebtedness	\$ 158,607,153	\$ 167,269,867	\$ 199,105,455	\$ 200,624,526	
Off Budget					
Department of Administration					
Principal	550,000	1,622,771	1,705,000	1,780,000	41,390,000
Interest	623,396	1,819,801	1,745,434	1,671,548	
Total--Off Budget Indebtedness	\$ 1,173,396	\$ 3,442,572	\$ 3,450,434	\$ 3,451,548	

Pooled Money Investment Board Loans

Kansas State University--ESARP					
Principal	1,000,000	525,000	1,350,000	1,000,000	--
Interest	26,619	49,024	38,031	18,963	
Water Office					
Principal	226,892	229,946	232,039	--	--
Interest	8,267	7,999	5,906	--	
Wildlife & Parks					
Principal	--	500,000	700,000	--	--
Interest	15,153	15,153	15,153	--	
Total					
Principal	\$ 1,226,892	\$ 1,254,946	\$ 2,282,039	\$ 1,000,000	\$ --
Interest	\$ 50,039	\$ 72,176	\$ 59,090	\$ 18,963	
Total--PMIB Loans	\$ 1,276,931	\$ 1,327,122	\$ 2,341,129	\$ 1,018,963	
Off Budget					
Department of Administration					
Principal	734,066	1,775,166	1,828,988	1,318,347	1,229,837
Interest	148,216	1,342,837	1,202,636	1,112,699	
Total--Off Budget PMIB Loans	\$ 882,282	\$ 3,118,003	\$ 3,031,624	\$ 2,431,046	

Master Lease Program

Department of Administration					
Principal	--	4,486	10,797	11,405	19,208
Interest	--	883	2,009	1,401	
Total--General Government	\$ --	\$ 5,369	\$ 12,806	\$ 12,806	\$ 19,208
Social & Rehabilitation Services					
Principal	320,368	240,009	156,458	157,224	41,871
Interest	16,285	6,421	3,254	2,488	

Indebtedness of the State

	FY 2005 Actual	FY 2006 Actual	FY 2007 Estimate	FY 2008 Estimate	Prin. Balance June 30, 2008 Estimate
Osawatomie State Hospital					
Principal	18,476	81,819	105,384	99,434	121,099
Interest	3,159	14,084	15,074	8,328	
Health & Environment					
Principal	128,251	378,831	184,021	200,324	1,719,562
Interest	130,438	136,773	121,653	112,226	
Department of Labor					
Principal	--	--	62,000	85,330	511,980
Interest	--	--	3,000	6,827	
Total--Human Services	\$ 616,977	\$ 857,937	\$ 650,844	\$ 672,181	\$ 2,394,512
Board of Regents					
Principal	9,025	9,529	10,062	10,625	61,015
Interest	5,745	5,241	4,708	4,145	
Kansas State University					
Principal	1,967,765	1,312,496	1,359,511	513,493	314,567
Interest	162,943	91,756	71,280	28,652	
Pittsburg State University					
Principal	94,863	95,568	96,161	4,516	--
Interest	6,643	5,938	3,193	128	
University of Kansas					
Principal	145,022	13,919	--	--	--
Interest	5,617	258	--	--	
University of Kansas Medical Center					
Principal	355,124	639,562	917,769	1,077,845	1,154,109
Interest	19,605	43,011	87,045	70,127	
Emporia State University					
Principal	--	23,242	23,242	23,242	46,360
Interest	--	2,822	2,822	2,822	
Total--Education	\$ 2,772,352	\$ 2,243,342	\$ 2,575,793	\$ 1,735,595	\$ 1,576,051
Highway Patrol					
Principal	373,863	393,320	413,789	435,323	1,446,677
Interest	159,403	139,946	119,477	97,943	
Kansas Bureau of Investigation					
Principal	11,793	--	614,855	645,094	1,386,927
Interest	1,175	--	130,175	99,936	
Total--Public Safety	\$ 546,234	\$ 533,266	\$ 1,278,296	\$ 1,278,296	\$ 2,833,604
Wildlife & Parks					
Principal	9,068	9,301	4,771	--	--
Interest	531	298	29	--	
Total--Ag. & Natural Resources	\$ 9,599	\$ 9,599	\$ 4,800	\$ --	\$ --
Total					
Principal	\$ 3,433,618	\$ 3,202,082	\$ 3,958,820	\$ 3,263,855	\$ 6,823,375
Interest	\$ 511,544	\$ 447,431	\$ 563,719	\$ 435,023	
Total--Master Lease Program	\$ 3,945,162	\$ 3,649,513	\$ 4,522,539	\$ 3,698,878	
Off Budget					
Department of Administration					
Principal	1,159,254	1,356,628	1,283,331	925,643	537,093
Interest	76,583	105,461	105,054	52,366	
Total--Off Budget Master Lease	\$ 1,235,837	\$ 1,462,089	\$ 1,388,385	\$ 978,009	\$ 537,093

Indebtedness of the State

	FY 2005 Actual	FY 2006 Actual	FY 2007 Estimate	FY 2008 Estimate	Prin. Balance June 30, 2008 Estimate
Facilities Conservation Improvement Program					
Insurance Department					
Principal	--	--	58,745	60,861	572,812
Interest	--	--	24,200	22,084	
Total--General Government	\$ --	\$ --	\$ 82,945	\$ 82,945	\$ 572,812
Kansas Neurological Institute					
Principal	105,338	110,013	120,000	120,000	1,596,186
Interest	85,713	81,138	75,000	75,000	
Parsons State Hospital & Training Center					
Principal	101,562	104,737	109,021	113,614	1,704,508
Interest	70,828	82,549	78,673	74,109	
Total--Human Services	\$ 363,441	\$ 378,437	\$ 382,694	\$ 382,723	\$ 3,300,694
School for the Blind					
Principal	43,928	24,115	25,277	26,494	346,907
Interest	--	15,315	18,055	17,434	
School for the Deaf					
Principal	--	72,154	54,197	56,464	846,591
Interest	--	20,892	39,075	36,808	
Emporia State University					
Principal	11,059	11,700	12,378	13,096	44,812
Interest	5,155	4,514	3,836	3,118	
Fort Hays State University					
Principal	186,586	169,690	183,939	198,931	4,255,535
Interest	5,116	195,695	188,456	180,618	
Kansas State University					
Principal	308,315	319,139	337,222	344,257	1,874,697
Interest	139,695	106,834	110,574	95,113	
Pittsburg State University					
Principal	350,410	438,195	459,142	481,395	6,145,218
Interest	271,634	444,075	462,120	481,567	
Total--Education	\$ 1,321,898	\$ 1,822,318	\$ 1,894,271	\$ 1,935,295	\$ 13,513,760
El Dorado Correctional Facility					
Principal	62,310	124,257	171,431	171,431	1,590,173
Interest	45,082	127,720	88,389	88,389	
Ellsworth Correctional Facility					
Principal	6,084	74,344	77,097	77,097	639,804
Interest	2,663	20,560	27,660	27,660	
Hutchinson Correctional Facility					
Principal	218,834	237,778	248,112	248,112	1,473,365
Interest	102,755	92,308	82,517	82,517	
Lansing Correctional Facility					
Principal	306,253	317,347	330,202	340,754	2,319,947
Interest	126,989	97,229	103,040	92,488	
Larned Correctional MH Facility					
Principal	1,163	14,730	14,762	14,762	123,060
Interest	508	5,274	5,294	5,294	
Norton Correctional Facility					
Principal	138,039	143,672	149,535	155,637	1,076,647
Interest	65,826	55,635	53,784	48,228	

Indebtedness of the State

	FY 2005	FY 2006	FY 2007	FY 2008	Prin. Balance
	Actual	Actual	Estimate	Estimate	June 30, 2008
					Estimate
Topeka Correctional Facility					
Principal	5,044	62,753	64,015	64,015	533,669
Interest	2,204	17,013	22,961	22,961	
Winfield Correctional Facility					
Principal	115,576	120,293	125,202	130,311	901,449
Interest	55,115	46,248	45,489	40,380	
Total--Public Safety	\$ 1,254,445	\$ 1,557,161	\$ 1,609,490	\$ 1,610,036	\$ 8,658,114
Total					
Principal	\$ 1,960,501	\$ 2,344,917	\$ 2,540,277	\$ 2,617,231	\$ 26,045,380
Interest	\$ 979,283	\$ 1,412,999	\$ 1,429,123	\$ 1,393,768	
Total--FCIP Program	\$ 2,939,784	\$ 3,757,916	\$ 3,969,400	\$ 4,010,999	

Indebtedness of the State

	FY 2005 Actual	FY 2006 Estimate	FY 2007 Estimate	FY 2008 Estimate
Third Party & Other Debt				
Department of Administration				
Principal	51,013	52,732	58,240	64,329
Interest	33,029	29,729	24,221	18,132
Attorney General				
Principal	--	26,181	25,280	25,995
Interest	--	--	4,121	3,407
Citizens Utility Ratepayer Board				
Principal	968	1,680	1,527	1,627
Interest	--	--	--	--
Kansas Corporation Commission				
Principal	34,361	45,425	45,579	45,579
Interest	--	--	--	--
Judiciary				
Principal	--	41,363	41,363	41,363
Interest	--	--	--	--
Total--General Government	\$ 119,371	\$ 197,110	\$ 200,331	\$ 200,432
Osawatomie State Hospital				
Principal	75,887	51,819	108,384	99,434
Interest	3,158	14,084	15,074	8,328
Total--Human Services	\$ 79,045	\$ 65,903	\$ 123,458	\$ 107,762
Kansas State University				
Principal	45,771	847,156	791,494	121,823
Interest	--	58,217	40,745	35,310
Emporia State University				
Principal	45,771	--	--	--
Interest	--	--	--	--
Pittsburg State University				
Principal	5,941	91,297	91,769	--
Interest	--	5,565	2,942	--
University of Kansas				
Principal	55,000	55,000	2,055,000	355,000
Interest	--	--	--	--
University of Kansas Medical Center				
Principal	1,212,929	797,927	157,581	369,772
Interest	130,916	147,918	278,464	274,000
Wichita State University				
Principal	--	--	468,286	624,637
Interest	--	--	241,649	465,233
Total--Education	\$ 1,496,328	\$ 2,003,080	\$ 4,127,930	\$ 2,245,775
Water Office				
Principal	460,650	476,464	492,855	492,855
Interest	693,579	677,766	661,374	661,374
Total--Ag. & Natural Resources	\$ 1,154,229	\$ 1,154,230	\$ 1,154,229	\$ 1,154,229
Principal	\$ 1,988,291	\$ 2,487,044	\$ 4,337,358	\$ 2,242,414
Interest	\$ 860,682	\$ 933,279	\$ 1,268,590	\$ 1,465,784
Total--Third Party & Other Debt	\$ 2,848,973	\$ 3,420,323	\$ 5,605,948	\$ 3,708,198