NOTE 5 - LONG-TERM DEBT (Continued)

Bonds payable at June 30, 2017 is comprised of the following issues:

1992 refunding bonds - $51,425,000, due in annual installments of $1,246,750 to $1,286,416 through May 1, 2020 with interest at 6.400%; including accreted interest on capital appreciation bonds of $12,016,363.	$ 15,818,486
2008 refunding bonds - $9,975,000, due in one annual installment of $380,000 on May 1, 2018 with interest at 4.00%.	380,000
2012 Series A refunding bonds - $76,745,000, due in annual installments of $2,050,000 to $4,345,000 through May 1, 2032 with interest from 3.500% to 5.000%.	37,105,000
2012 Series B refunding bonds - $34,940,000, due in annual installments of $1,720,000 to $2,355,000 through May 1, 2020 with interest from 3.000% to 5.000%.	6,115,000
2014 building and site bonds - $42,500,000, due in annual installments of $1,225,000 to $3,775,000 through May 1, 2039 with interest from 3.250% to 5.000%.	39,250,000
2015 refunding bonds - $6,580,000, due in annual installments of $680,000 to $2,000,000 through May 1, 2022 with interest from 3.000% to 4.000%.	4,730,000
2016 refunding bonds - $5,715,000, due in annual installments of $200,000 to $965,000 through November 1, 2026 with interest at 1.690%.	5,715,000
Plus premium on bond refunding	7,041,081
Total general obligation debt	116,154,567
Obligation under contract for compensated absences and termination benefits	265,448
Total general long-term debt	$ 116,420,015

On December 6, 2016, the District issued general obligation bonds of $5,715,000 with an interest rate of 1.69% and made a payment of $487,500 to advance refund a portion of the District's outstanding 2008 refunding bonds with an interest rate of 4% to 4.125%. The bonds mature at various times through May 1, 2026. The general obligation bonds were issued with no premium or discount after paying issuance costs of $40,771. The net proceeds were $5,674,744. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the bonds are paid in full. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the District's government-wide financial statements.

NOTE 5 - LONG-TERM DEBT (Concluded)

As a result of the advance refunding, the District reduced its total debt service requirements by $610,000, creating an economic gain (difference between the present value of the debt service payment on the old and new debt) of $648,118.

The District has defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2017, $72,615,000 of bonds outstanding are considered defeased.

The annual requirements to amortize debt outstanding as of June 30, 2017, including interest payments of $53,470,268 are as follows:

Year ending June 30,	Principal	Interest	Total
2018	$ 6,656,750	$ 9,034,702	$ 15,691,452
2019	5,333,957	9,320,044	14,654,001
2020	4,206,416	9,637,645	13,844,061
2021	8,790,000	3,517,618	12,307,618
2022	8,695,000	3,150,186	11,845,186
2023 - 2027	29,785,000	10,885,087	40,670,087
2028 - 2032	20,080,000	5,606,860	25,686,860
2033 - 2037	9,425,000	2,070,126	11,495,126
2038 - 2039	4,125,000	248,000	4,373,000
	97,097,123	53,470,268	150,567,391
Accreted interest on capital appreciation bonds	12,016,363	-	12,016,363
Premium on bond refunding	7,041,081	-	7,041,081
Accumulated compensated absences and termination benefits	265,448	-	265,448
	$ 116,420,015	$ 53,470,268	$ 169,890,283

Accumulated compensated absences and termination benefits typically are liquidated by the General Fund.