

**Ratios of Outstanding Debt by Type**

Last Ten Fiscal Years (dollars in thousands, except per capita amount)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Governmental Activities</b>											
General obligation bonds	\$ 268,226	\$ 280,505	\$ 424,524	\$ 378,977	\$ 404,667	\$ 472,309	\$ 422,924	\$ 551,679	\$ 616,209	\$ 969,229	\$ -
Commercial paper notes	-	-	-	-	-	-	-	38,000	22,000	-	-
Special assessment bonds	975	885	460	290	260	-	-	-	-	-	-
Excise tax revenue bonds	367,635	358,575	343,840	335,205	320,585	313,920	304,105	290,930	278,450	266,640	-
Certificates of participation	133,253	161,551	217,970	208,610	-	-	-	-	-	-	-
Capital leases	209,129	204,992	256,034	257,399	445,429	430,477	416,914	435,306	436,546	444,591	-
Unamortized premium	-	2,172	21,557	19,901	39,116	40,415	35,646	46,672	55,827	56,644	-
Deferred amount on refunding	-	-	-	-	3,062	2,852	2,642	2,432	(2,903)	(2,601)	-
Line of credit	-	-	11,915	11,915	8,996	5,209	735	770	-	-	-
Note payable	-	-	22,395	15,901	14,832	16,082	14,038	14,532	14,656	11,777	-
<b>Business-Type Activities</b>											
Revenue bonds	4,038,167	4,109,355	4,158,358	4,115,355	4,010,932	3,903,190	4,230,760	4,130,135	4,164,880	4,002,585	-
Unamortized (discount)/premium	(47,966)	(12,241)	(13,880)	(12,792)	9,660	39,317	58,554	63,637	59,312	61,066	-
Deferred amount on refunding	(225,536)	(261,404)	(252,165)	(244,015)	(275,305)	(301,054)	(303,121)	(295,180)	(274,565)	(253,473)	-
Capital leases	6,384	-	5,105	3,114	1,062	-	-	-	617	487	-
Notes payable	-	-	60,000	76,213	56,763	88,985	61,671	63,648	94,961	36,428	-
<b>Total primary government</b>	<b>\$ 4,750,267</b>	<b>\$ 4,844,390</b>	<b>\$ 5,256,113</b>	<b>\$ 5,166,073</b>	<b>\$ 5,040,059</b>	<b>\$ 5,011,702</b>	<b>\$ 5,244,868</b>	<b>\$ 5,342,561</b>	<b>\$ 5,465,990</b>	<b>\$ 5,593,373</b>	<b>\$ -</b>
Percentage of personal income	20.18%	20.42%	21.68%	20.22%	18.93%	17.34%	16.95%	17.07%	17.35%	n/a	-
Per capita	8,413	8,610	9,263	9,023	8,694	8,604	8,859	8,924	8,956	9,320	-

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements.

### Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years (dollars in thousands, except per capita amount)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General obligation bonds	\$ 268,226	\$ 280,505	\$ 424,524	\$ 378,977	\$ 404,667	\$ 472,309	\$ 422,924	\$ 551,679	\$ 616,209	\$ 969,229
Less amounts available in debt service fund	(25,469)	(22,029)	(18,450)	(23,485)	(23,683)	(19,288)	(19,930)	(21,751)	(26,436)	(34,280)
<b>Total</b>	<b>\$ 242,757</b>	<b>\$ 258,476</b>	<b>\$ 406,074</b>	<b>\$ 355,492</b>	<b>\$ 380,984</b>	<b>\$ 453,021</b>	<b>\$ 402,994</b>	<b>\$ 529,928</b>	<b>\$ 589,773</b>	<b>\$ 934,949</b>
Percentage of estimated actual taxable value of property	0.46%	0.49%	0.66%	0.57%	0.58%	0.68%	0.53%	0.67%	0.71%	1.12%
Per capita	\$ 430	\$ 459	\$ 716	\$ 621	\$ 657	\$ 778	\$ 681	\$ 885	\$ 966	\$ 1,558

**Note:** Details regarding the City outstanding debt can be found in the notes to the financial statement.

## Direct and Overlapping Governmental Activities Debt

December 31, 2010 (dollars in thousands)

	Debt Outstanding	Percentage Applicable	City and County of Denver Share of Debt
<b>Direct Debt</b>			
General long-term debt	\$ 1,254,513 <sup>1</sup>		
Denver Airport System bonds	3,783,047		
Wastewater Management bonds	21,773		
Golf bonds	5,358		
Water Board bonds	407,408		
<b>Gross Bonded Debt</b>	<b>5,472,099</b>		
Less self supporting-bonds:			
General Improvement District bonds	5,955		
Excise tax revenue bonds	279,329		
Denver Airport System bonds	3,783,047		
Wastewater Management bonds	21,773		
Golf bonds	5,358		
Water Board bonds	407,408		
Less amount reserved for long-term debt	34,280		
<b>Total Net Direct Debt</b>	<b>934,949</b>		
<b>Overlapping Debt</b>			
Denver Metropolitan Football Stadium District	56,485	28.4% <sup>2</sup>	\$ 16,042
Regional Transportation District	1,405,049	28.4% <sup>2</sup>	399,034
Metro Wastewater Reclamation District	290,328	38.8% <sup>3</sup>	112,647
School District #1	1,037,805	100.0%	1,037,805
<b>Total Overlapping Debt</b>	<b>2,789,667</b>		<b>1,565,528</b>
<b>Total Net Direct and Overlapping Debt</b>	<b>\$ 3,724,616</b>		<b>\$ 2,500,477</b>

<sup>1</sup> Does not include \$41,459 unamortized premium or (\$305) deferred amount on refunding applicable to general obligation bonds.

<sup>2</sup> Percentage calculated on estimated Scientific and Cultural Facilities District sales and use tax for Denver City and County compared to State total, per the Colorado Department of Revenue, Office of Research and Analysis.

<sup>3</sup> Percentage calculated on Denver's wastewater charges compared to the entire metro district per Metro Wastewater Reclamation District.

### Legal Debt Margin Information

Last Ten Fiscal Years (dollars in thousands)

#### Calculation of Legal Debt Margin for Fiscal Year 2010

**Total Estimated Actual Valuation** \$ 83,151,295

Maximum general obligation debt, limited to 3% of total valuation \$2,494,539

Outstanding bonds chargeable to limit 1,010,383

Less amount reserved for long-term debt 34,280

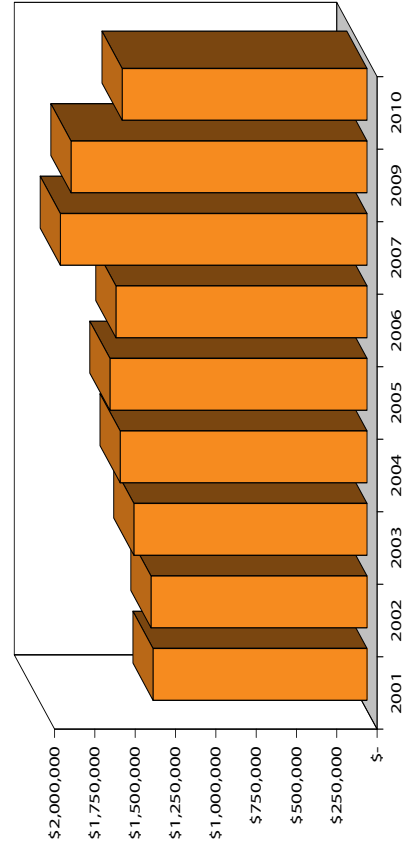
**Net chargeable to bond limit** 976,103

**Legal Debt Margin – December 31** \$1,518,436

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 1,569,649	\$ 1,598,061	\$ 1,852,139	\$ 1,886,034	\$ 1,975,265	\$ 2,009,975	\$ 2,304,393	\$ 2,356,914	\$ 2,485,329	\$2,494,539
Total net debt application to limit	<u>242,757</u>	<u>258,476</u>	<u>406,074</u>	<u>355,492</u>	<u>380,984</u>	<u>453,021</u>	<u>402,994</u>	<u>567,928</u>	<u>649,694</u>	<u>976,103</u>
<b>Legal debt margin</b>	<u><u>\$ 1,326,892</u></u>	<u><u>\$ 1,339,585</u></u>	<u><u>\$ 1,446,065</u></u>	<u><u>\$ 1,530,542</u></u>	<u><u>\$ 1,594,281</u></u>	<u><u>\$ 1,556,954</u></u>	<u><u>\$ 1,901,399</u></u>	<u><u>\$ 1,788,986</u></u>	<u><u>\$ 1,835,635</u></u>	<u><u>\$ 1,518,436</u></u>

**Total net debt applicable to the limit as a percentage of debt limit**      15.47%      16.17%      21.92%      18.85%      19.29%      22.54%      17.49%      24.10%      26.14%      39.13%

Legal Debt Margin



**Note:** Section 7.2.5, Charter of the City and County of Denver: The City and County of Denver shall not become indebted for general obligation bonds, to any amount, which, including indebtedness, shall exceed three percent of the actual value as determined by the last final assessment of the taxable property within the City and County of Denver.

**Convention Center Excise Pledged-Revenue Coverage**

Last Ten Fiscal Years (dollars in thousands)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Pledged lodger's tax revenues	\$ 9,099	\$ 8,418	\$ 8,359	\$ 8,626	\$ 10,068	\$ 12,074	\$ 13,857	\$ 15,006	\$ 12,279	\$ 13,703
Pledged food and beverage tax revenues	7,804	7,833	7,840	8,201	8,537	9,326	10,396	10,720	10,141	11,116
Pledged short-term auto rental tax revenues	6,164	5,876	5,776	6,103	6,673	7,116	7,957	7,721	6,874	7,707
Other sources	1,381	688	730	243	441	677	1,026	849	415	402
<b>Total pledged excise tax base</b>	<b>\$ 24,448</b>	<b>\$ 22,815</b>	<b>\$ 22,705</b>	<b>\$ 23,173</b>	<b>\$ 25,719</b>	<b>\$ 29,193</b>	<b>\$ 33,236</b>	<b>\$ 34,296</b>	<b>\$ 29,709</b>	<b>\$ 32,928</b>
Debt service (2009B Bonds)	\$ 7,378	\$ 7,384	\$ 7,382	\$ 7,376	\$ 7,376	\$ 7,380	\$ 7,383	\$ 7,380	\$ 7,341	\$ 4,198
<b>Pledged excise tax base remaining after payment of 2009B Bonds debt service</b>	<b>\$ 17,070</b>	<b>\$ 15,431</b>	<b>\$ 15,323</b>	<b>\$ 15,797</b>	<b>\$ 18,343</b>	<b>\$ 21,813</b>	<b>\$ 25,853</b>	<b>\$ 26,916</b>	<b>\$ 22,368</b>	<b>\$ 28,730</b>
Pledged short-term auto rental increase	5,380	5,110	5,066	5,353	5,552	6,227	6,962	6,756	6,015	6,745
Pledged lodgers' tax increase	5,262	4,907	4,874	5,032	5,875	7,043	8,083	8,754	7,162	7,993
<b>Available for Series 2001A, 2005A and 2009A Bonds debt service</b>	<b>\$ 27,712</b>	<b>\$ 25,448</b>	<b>\$ 25,263</b>	<b>\$ 26,182</b>	<b>\$ 29,770</b>	<b>\$ 35,083</b>	<b>\$ 40,898</b>	<b>\$ 42,426</b>	<b>\$ 35,545</b>	<b>\$ 43,468</b>
Debt service (2001A, 2005A and 2009A Bonds)	\$ 16,620	\$ 11,618	\$ 11,923	\$ 12,630	\$ 14,120	\$ 11,507	\$ 13,165	\$ 16,365	\$ 17,394	\$ 19,828
Coverage	1.67	2.19	2.12	2.07	2.11	3.05	3.11	2.59	2.04	2.19
Required coverage	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25

1 Series 1999A Excise Tax Revenue Refunding Bonds were refunded by Series 2009B Excise Tax Revenue Refunding Bonds in June 2009.

2 Series 2001B Excise Tax Revenue Bonds were refunded by Series 2009A Excise Tax Revenue Refunding Bonds in May 2009.

**Note:** The pledged excise tax base is funded by portions of the lodger's tax (3%), short-term auto rental tax (2%), and food and beverage tax (.5%). The pledged excise tax base is used to pay the debt service on the series 2009B Excise Tax Bonds. The pledged excise tax increase is funded by portions of the lodger's tax (1.75%) and short-term auto rental tax (1.75%). The pledged excise tax increase can only be used to pay the 2005A and 2009A Excise Tax Bonds. Any deficiency in the pledged excise tax increase revenue is covered by excess funds in the pledged excise tax base. All of the bond issuances funded the Colorado Convention Center and its expansion.

### Wastewater Management Fund Pledged-Revenue Coverage

Last Nine Fiscal Years\* (dollars in thousands)

	2002	2003	2004	2005	2006	2007	2008	2009	2010
Net pledged revenues	\$ 21,660	\$ 26,540	\$ 22,800	\$ 24,144	\$ 22,873	\$ 14,993	\$ 16,013	\$ 9,260	\$ 8,722
Series 2002 combined average debt service requirements	\$ 2,467	\$ 2,451	\$ 2,446	\$ 2,441	\$ 2,449	\$ 2,450	\$ 2,387	\$ 2,471	\$ 2,484
Debt service coverage ratio	8.78	10.83	9.32	9.89	9.34	6.12	6.71	3.75	3.51
Required coverage	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25

\*Wastewater bonds were issued in 2002

**Note:** The Wastewater Management bonds are secured by the net revenues derived from the operation of Wastewater Management's Storm Drainage Facilities and Sanitary Sewer Facilities.

### Golf Fund Pledged-Revenue Coverage

Last Nine Fiscal Years\* (dollars in thousands)

	2002	2003	2004	2005	2006	2007	2008	2009	2010
Net pledged revenues	n/a	n/a	n/a	n/a	\$ 628	\$ 2,590	\$ 1,114	\$ 1,167	\$ 2,775
Rate maintenance account	n/a	n/a	n/a	n/a	\$ 240	\$ 240	\$ 240	\$ 240	\$ 240
Available fund balance	n/a	n/a	n/a	n/a	\$ 10,432	\$ 12,507	\$ 12,883	\$ 13,362	\$ 14,238
Annual debt service requirement	n/a	n/a	n/a	n/a	\$ 684	\$ 687	\$ 682	\$ 682	\$ 686
Service coverage ratio	n/a	n/a	n/a	n/a	1.27	4.12	1.99	2.06	4.40
Required coverage	n/a	n/a	n/a	n/a	1.35	1.35	1.35	1.35	1.35

\*Golf bonds were issued in 2006

**Note:** The Golf bonds were issued to fund improvement to the City-owned golf courses and are secured by the gross revenues of the Golf Enterprise fund minus certain Operating and Maintenance Expenses.

## Occupational Privilege and Facilities Development Admission Excise Tax Pledged-Revenue Coverage

Last Ten Fiscal Years (dollars in thousands)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Pledged occupational privilege tax (OPT) revenues	\$ 43,021	\$ 41,028	\$ 40,867	\$ 40,118	\$ 41,500	\$ 41,503	\$ 42,751	\$ 43,041	\$ 39,551	\$ 41,819
Pledged facilities development admission (FDA) tax revenues	6,668	4,627	5,734	5,206	6,652	7,316	7,410	7,065	7,082	7,160
Payments in lieu of FDA taxes <sup>1</sup>	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	-	-
Other revenues <sup>2</sup>	329	194	-	-	-	-	-	-	-	-
<b>Total pledged revenues</b>	<b>\$ 52,718</b>	<b>\$ 48,549</b>	<b>\$ 49,301</b>	<b>\$ 48,024</b>	<b>\$ 50,852</b>	<b>\$ 51,519</b>	<b>\$ 52,861</b>	<b>\$ 52,806</b>	<b>\$ 46,633</b>	<b>\$ 48,979</b>
Debt service	\$ 6,027	\$ 6,032	\$ 6,036	\$ 3,058	\$ 3,054	\$ 3,055	\$ 3,054	\$ 3,056	\$ 3,054	\$ 2,558
Coverage	8.75	8.05	8.17	15.70	16.65	16.86	17.31	17.28	15.27	19.15
Required coverage	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25

<sup>1</sup> Payments in Lieu of FDA taxes represents an agreement made by the City and County of Denver and the Denver Broncos in exchange for early release of the Mile High Stadium lease. The payments were made through 2008 in lieu of taxes the Mile High Stadium would have generated to pay existing debt.

<sup>2</sup> Interest earnings on OPT and FDA tax revenues were pledged towards payment of the bonds until the issuance of the 2003 bonds.

**Note:** The excise tax bonds were issued to fund improvements to City-owned venues, secured by the FDA tax, which is 10% of the admission price to events at City-owned venues, and the OPT, which is \$9.75 per month per employee working in Denver.

### Denver International Airport Fund Pledged-Revenue Coverage

Last Ten Fiscal Years (dollars in thousands)

	2001	2002	2003	2004	2005	2006 <sup>1</sup>	2007	2008	2009	2010
Gross Revenues	\$ 526,631	\$ 499,435	\$ 527,567	\$ 543,044	\$ 571,102	\$ 592,110	\$ 616,106	\$ 635,607	\$ 631,592	\$ 668,885
Operation and maintenance expenses	211,272	216,791	201,573	220,254	238,142	256,191	282,746	305,382	309,270	302,881
<b>Net revenues</b>	<b>315,359</b>	<b>282,644</b>	<b>325,994</b>	<b>322,790</b>	<b>332,960</b>	<b>335,919</b>	<b>333,360</b>	<b>330,225</b>	<b>322,322</b>	<b>366,004</b>
Other available funds	54,558	46,751	50,807	54,849	55,173	50,791	53,251	53,575	49,288	57,449
<b>Total amount available for debt service</b>	<b>\$ 369,917</b>	<b>\$ 329,395</b>	<b>\$ 376,801</b>	<b>\$ 377,639</b>	<b>\$ 388,133</b>	<b>\$ 386,710</b>	<b>\$ 386,611</b>	<b>\$ 383,800</b>	<b>\$ 371,610</b>	<b>\$ 423,453</b>
Debt service requirements per general and supplemental bond ordinances	\$ 248,375	\$ 225,286	\$ 230,547	\$ 243,495	\$ 241,622	\$ 220,001	\$ 229,923	\$ 240,028	\$ 237,905	\$ 253,244
Debt service coverage	1.49	1.46	1.63	1.55	1.61	1.76	1.68	1.60	1.56	1.67
Required coverage	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25

<sup>1</sup> Per restated financial statements.

Source: Denver International Airport Financial Statements