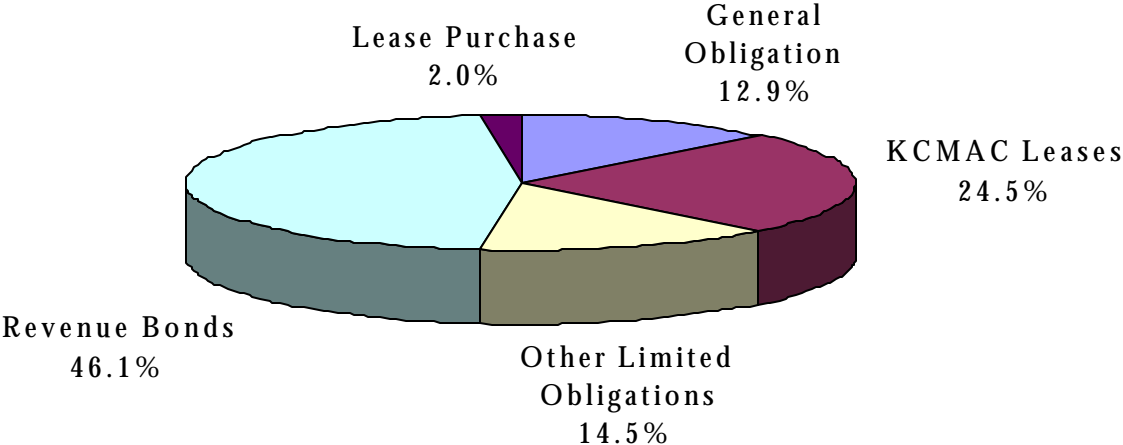


MUNICIPAL DEBT

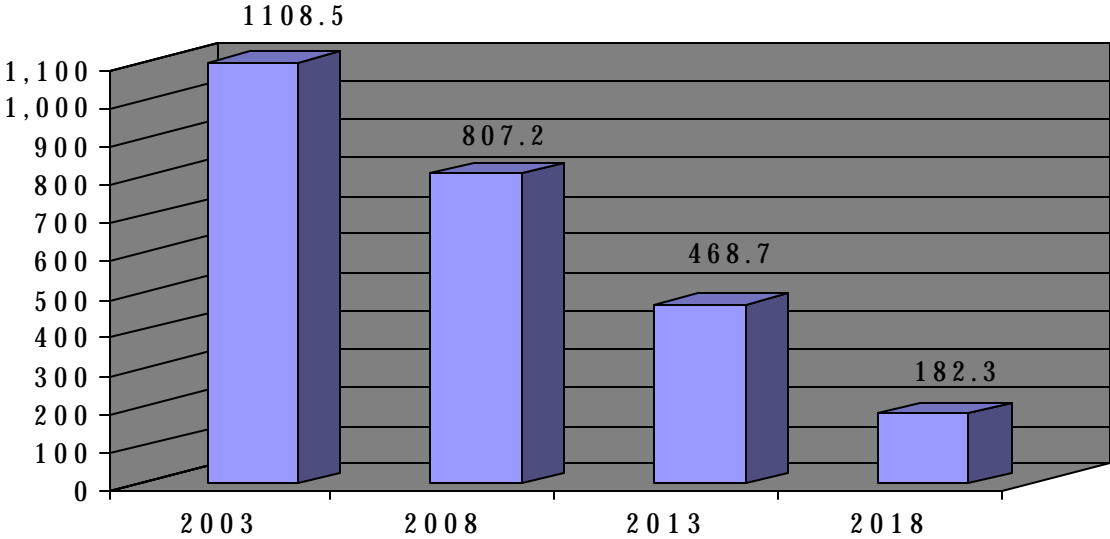
OUTSTANDING MUNICIPAL DEBT

The residents of Kansas City have committed to maintaining and enhancing the quality of life in Kansas City through the renovation and construction of facilities that ensure future development and continue cultural and recreational opportunities. Those projects requiring a large capital investment have been financed using one or more of the following mechanisms: general obligation bonds, revenue bonds, notes payable or capital leases. It is estimated that by April 2003, outstanding bonds, notes and capital leases will approximate \$1.108 billion: \$143.0 million in general obligation bonds, \$510.6 million in revenue bonds, \$271.7 million in KCMAC capital leases, \$22.5 million in equipment leases and \$160.6 million in other limited obligations.

OUTSTANDING BONDS AND CAPITAL LEASES AS OF APRIL 30, 2003



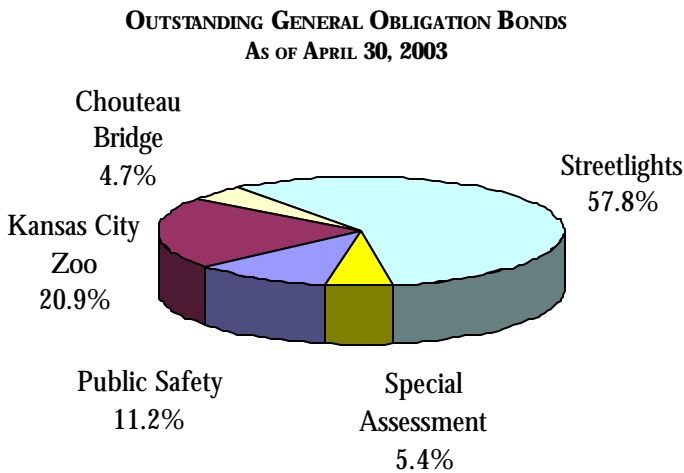
OUTSTANDING BONDS AND CAPITAL LEASES (IN MILLIONS)



GENERAL OBLIGATION BONDS

General obligation bonds have increased in recent years with voter approval of public safety, zoo, sanitary sewer, Chouteau Bridge and streetlight project bonds.

The first and second series (1989 and 1991A) of the \$39.7 million in public safety bonds authorized by voters in November 1988 total \$36.0 million. The \$36.0 million financed equipment purchases and construction and renovation of facilities for the Police and Fire Departments. An additional \$3.7 million in public safety bonds were sold in 1995-96. The Series 1989 G.O. bonds were fully paid in FY 2000. The Series 1991A was advance refunded in FY 1998-99 and was called for redemption in FY 2001.



The first and second series (Series 1991 and 1992) of general obligation bonds for design and construction of a new zoo exhibit totaled \$50.0 million. The \$50.0 million bond sale, an additional \$21.0 million from the city's capital improvements sales tax, zoo admission fees and support from the Friends of the Zoo provided the construction funds for a new zoo twice the size of the old one. The Series 1991 and 1992 bonds were refunded in fiscal year 1998-99. The series 1991 bonds were then redeemed in FY 2000-01 and the series 1992 bonds will be called in FY 2002-03.

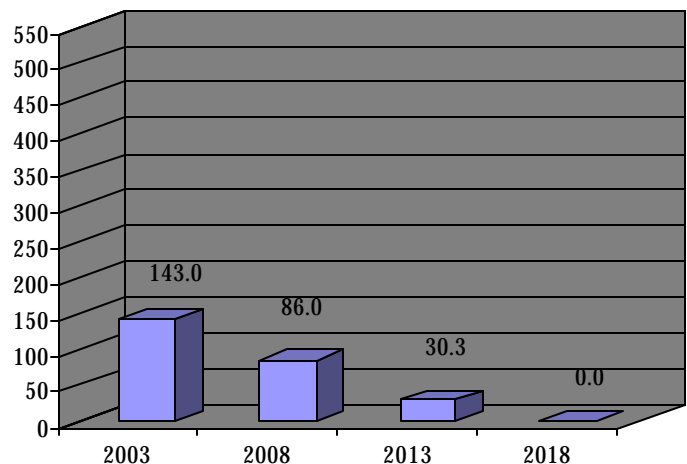
In November 1988, voters approved an authorization to sell up to \$30.0 million in general obligation bonds for sanitary sewer purposes. Bonds for sewer special assessment projects financed sewer improvements in developed areas. In April 1997, \$5.7 million of sanitary

sewer bonds were issued to refund portions of Series 1991 and 1996A. The net present value savings derived from the refunding was \$1.2 million. The first, second and third series of sanitary sewer bonds total \$17.1 million. The City Charter limits the use of authorized general obligation bonds for a period of twelve years immediately following such approval. Hence, the authorization for the remaining but unissued sewer bonds of \$12.9 million expired in November 2000.

Chouteau Bridge Project general infrastructure bonds were authorized in August 1996 and total \$10.1 million. Proceeds from these bonds paid the city's share of the cost of designing and constructing a replacement for the Chouteau Bridge which opened in December 2001.

In April 1997, voters authorized the issuance of up to \$110.0 million for the purchase of an existing street lighting system from Kansas City Power & Light Company and construction of an upgraded and expanded street light system. The City has issued Series 1997B and 2000A bonds for \$40.0 and \$59.3 million, respectively. At the present time 61,000 (88%) of the anticipated 69,000 upgraded or new lights are in operation while another 5,100 lights (8%) are underway and expected to be operational by the end of 2002. A six-month extension of the contract term will be granted to complete 2,000 of the remaining lights. A Public Works Department analysis of expenditures and obligations indicates a need to issue the remaining \$10.7 million of voter authorized bonds in the spring of 2002.

**OUTSTANDING YEAR END BALANCE SUMMARY
GENERAL OBLIGATION BONDS
(IN MILLIONS)**



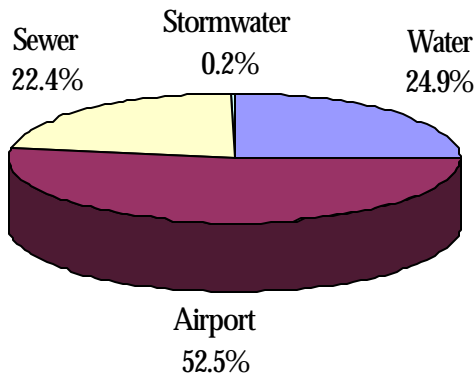
In Fiscal Year 1998-99, refunding bonds in the amount of \$48.0 million were issued for the purpose of refunding General Obligation bonds Series 1991A and 1992. The refunding of these bonds allowed the City to realize net present value savings of \$2.6 million.

The principal amount outstanding for General Obligation Bonds is estimated to be \$143.0 million in April 2003.

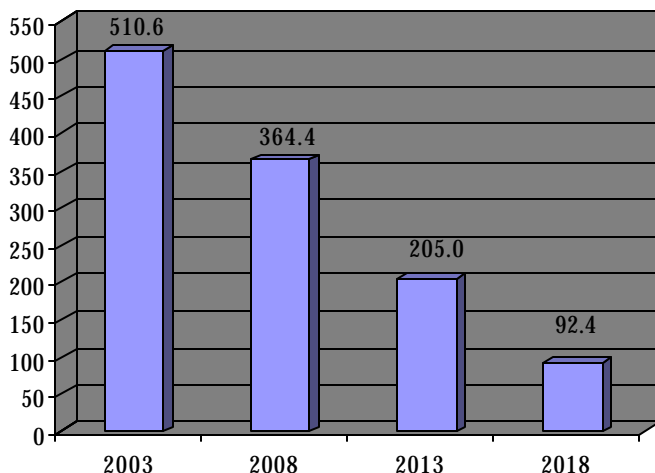
REVENUE BONDS

In August 1996, voters approved the issuance of \$150.0 million of waterworks revenue bonds. From December 1996 to February 2000 a total of \$67.0 million in bonds were sold to finance extensions and improvements of the Water System of the City.

**OUTSTANDING REVENUE BONDS
AS OF APRIL 30, 2003**



**OUTSTANDING YEAR END BALANCE SUMMARY
REVENUE BONDS AND LOANS
(IN MILLIONS)**



In September 1996, \$45.6 million in water refunding revenue bonds were issued to refund \$45.1 million in Water Revenue Bonds 7th Issue, Series A&B bonds maturing in the years 1996 to 2009. This refunding obtained a net present value savings of \$3.9 million. In May 1998, \$38.3 million in refunding bonds were issued for the partial redemption of the 1992 and 1994 issues and obtained a net present value savings of \$2.2 million. A sale of \$17.0 million in Water Revenue Bonds is scheduled for the spring of 2002, and a sale of approximately \$2.0 million in water revenue bonds is anticipated for FY 2002-03.

The City issues wastewater revenue bonds to finance the extension and improvement of the sewerage system. In 1992, \$11.3 million in sewer system bonds, \$9.5 million from a previous authorization and \$1.8 million from the \$66.0 million authorized in March 1988, were sold. From the 1988 authorization, additional sales of \$64.2 million in sewer revenue bonds were made from 1995 to 1997. In November 1997, voters authorized the issuance of up to \$125.0 million in wastewater revenue bonds. From April 1998 to November 2001, a total of \$57.0 million of these bonds were sold. In August 2001, the city refunded all outstanding Series 1992 bonds in order to achieve a net present value savings of \$1.2 million. In FY 2001-02, the Missouri State Environmental Improvement and Energy Resources Authority (EIARA) and the Missouri Department of Natural Resources (DNR) refunded their State Revolving Fund Program sewer revenue bonds. These refunded bonds were used to purchase the City's sewer revenue bonds. This transaction resulted in a net present value savings of \$1.2 million to the city as well. A sale of \$12.0 million in wastewater bonds is scheduled for the spring of FY 2001-02, and a sale of approximately \$11.0 million in wastewater revenue bonds is anticipated in FY 2002-03.

In December 2000, the City entered into a \$1.3 million loan agreement with the Missouri Department of Natural Resources for the purpose of providing matching funds for grants from the State of Missouri. In February 2002, the city entered into a loan agreement for an additional \$5.8 million in stormwater loans from the Missouri Department of Natural Resources. In addition to the loan, an additional \$2.5 million in stormwater grant funds will be provided to the

department. These loan proceeds and grants will finance the planning, acquisition, construction, repair, rehabilitation or extension of the City's stormwater system. Outstanding stormwater loans are projected to total \$6.8 million as of April 30, 2003.

In August 1988, \$330.0 million in airport revenue bonds were authorized. Since 1988, \$266.8 million of the \$330.0 million in authorization have been sold. These bonds financed the construction of a new runway, two garage facilities as well as building and grounds improvements. There have also been three series of refunding bonds issued, Airport Refunding Revenue Bonds, Series 1995, 1997, and 1999. These bonds refunded Series 1987, 1989A, 1989B, and 1994B Airport Revenue Bonds to obtain net present value savings of \$6.1 million.

In August 2000, voters authorized the issuance of up to \$395.0 million in additional revenue bonds for the purpose of acquiring land and constructing, extending, improving and equipping the City's airports. In December 2000, the City issued \$10.0 million of these bonds to finance the Consolidated Airport Rental Car Facility Project. The sale of approximately \$183.2 million in airport revenue bonds is anticipated to be issued in FY 2002-03 to complete the terminal renovation project.

Outstanding bonds for water, sewer, stormwater loans, and airport purposes are projected to total \$510.6 million as of April 2003.

Water bond covenants require that the water system meet an annual rate covenant. Net revenues must exceed annual debt service by 1.1 times on all outstanding bonds. An analysis of five years of historical data indicates that the debt coverage ratio for water bonds ranged from 1.8 to 2.4 times.

Year	Water	Sewer	Airport
1997	2.4	2.0	2.1
1998	1.8	1.6	2.8
1999	2.1	1.8	3.1
2000	2.0	1.6	2.9
2001	1.8	1.7	3.1

Sewer bond covenants require that the sewer system meet the same 1.1 coverage. The same analysis of sewer bond coverage indicates net revenues have been greater than the required 1.1 coverage, with net revenues covering debt 1.6 to 2.0 times.

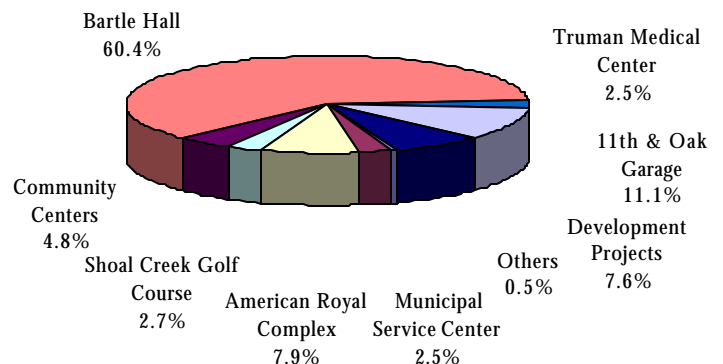
Airport bond covenants require that the airport meet an annual rate covenant as well. Net revenues must exceed annual debt service by 1.0 times on all outstanding bonds. In the last five years, net revenues have covered debt by 2.1 to 3.1 times.

KCMAC CAPITAL LEASES

The capital lease is a rapidly growing financing mechanism in Kansas City. In April 1973, the city began to pay the Jackson County Sports Authority for bonds used to finance the American Royal Arena. In 1991-92, the city refinanced \$5.3 million of Jackson County Sports Authority debt and issued \$7.5 million in new bonds for the American Royal construction cost overruns. The American Royal Bonds were defeased in October 1999. As of April 30, 2003, the outstanding capital lease principal of these bonds is estimated to be \$2.2 million. The KCMAC Series 1992A are scheduled to be retired in FY 2004-05.

The City began to use capital lease financing through the Kansas City Municipal Assistance Corporation (KCMAC) in 1985 with the financing of the \$15 million Bartle Hall North project. State authorized legislation and voter approval to increase the hotel/motel and restaurant taxes provided the funds to further expand the Bartle Hall Convention Complex. In September 1990 and May 1991, \$162.9 million in capital lease bonds were issued for this purpose. In November 1995, \$34.2

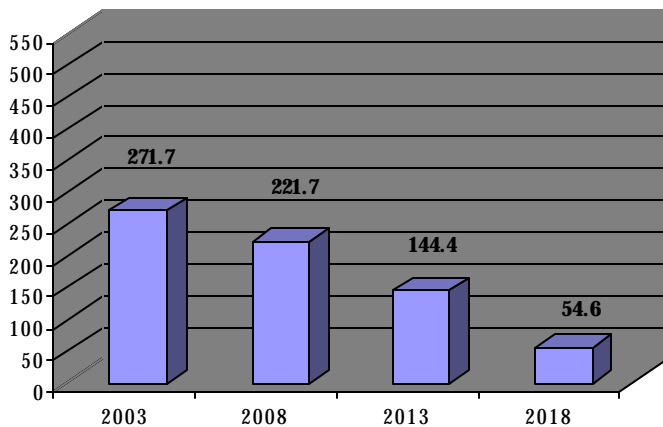
**OUTSTANDING KCMAC CAPITAL LEASES
AS OF APRIL 30, 2003**



million in bonds were issued to refinance the Series 1990B1 and 1990B2 bonds, and in February 1996, an additional \$137.3 million in bonds were issued to refinance Series 1991B bonds. The total net present value savings obtained from the refinancing was \$5.1 million. As of April 30, 2003, the outstanding principal for this project is estimated to be \$164.2 million.

The KCMAC capital lease bonds for renovation of the Barney Allis Plaza were refunded in 1995. The refunding issue for Barney Allis Plaza was part of the Bartle Hall Refunding Bonds, Series 1995A.

**OUTSTANDING YEAR END BALANCE SUMMARY
KCMAC CAPITAL LEASES
(IN MILLIONS)**



In October 1992, KCMAC issued \$22.3 million in improvement and refunding bonds to finance the following: renovation of Swope Ridge Geriatric Center; acquisition of the Agnes Building; and refunding of the 1987 Municipal Service Center Bonds. The KCMAC Series 1992B bonds are scheduled to be retired in FY 2007-08.

The City Council approved a KCMAC bond issue totaling \$42.3 million in 1994-95. These bonds were issued to finance the following projects: six new community centers, Northland road projects, Broadway and Southwest Boulevard streetscapes, Tiffany Springs Park, and Parkway, Palestine and 18th and Vine area improvements and the hazardous materials fire station. Debt service for these projects is paid by the capital improvement sales tax, and a \$12.50 vehicle license fee on vehicles registered in the city. Outstanding principal of \$13.0 million as of April 30, 2003 on the KCMAC Series 1994B is scheduled to be retired by FY 2013-14.

In August 1996, the city issued KCMAC leasehold revenue bonds to finance the renovation of Kemper Arena and Municipal Auditorium. The total amount of bonds issued for this project was \$20.0 million. Outstanding debt for this issue is anticipated to total \$19.4 million in April 2003 and is scheduled to be retired in FY 2015-16.

In August 1998, the city issued \$8.6 million of refunding bonds to fully refund the KCMAC Truman Medical Center Series 1991A bonds. The total net present value savings obtained from the refinancing was \$0.6 million. The refunded bonds were initially issued to construct an office building and parking facility for Truman Medical Center. As of April 30, 2003, the principal outstanding on these bonds will total \$6.7 million with a scheduled retirement date in FY 2011-12. These bonds are repaid by an annual lease payment from Truman Medical Center. On the same date, the city issued more KCMAC leasehold revenue bonds in the principal amount of \$7.4 million. The bonds financed the construction of the Shoal Creek golf course at Hodge Park which opened in 2001. Golf course user fees provide the debt service payment for this series with all debt scheduled to be retired in FY 2018-19.

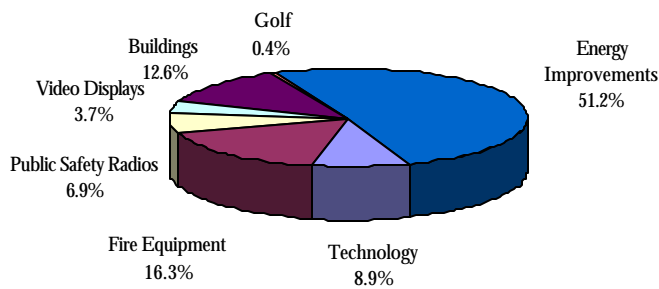
In May 1999, leasehold revenue bonds financed the land acquisition of a new municipal parking garage at 11th and Oak (\$5.9 million) and the purchase of 1,833 existing streetlights from Missouri Public Service (\$2.0 million). In May 2001, the KCMAC issued \$24.9 million of leasehold revenue bonds to finance the construction of the municipal parking garage. Debt service for the 11th and Oak Parking Garage will be provided by a portion of the city's parking meter revenues, space rentals in the facility, and the city's General Fund.

In September 2001, the City issued tax-exempt and taxable leasehold revenue bonds in the par amount of \$20.2 and \$0.54 million of leasehold revenue bonds. The bond proceeds will finance three separate public infrastructure projects: Prospect North Project which constructs a portion of Maplewoods Parkway; Zona Rosa, a development project which is to construct Northwest Prairie View Road; and Fairyland Revelopment Project which constructs public infrastructure for housing and commercial activities at 75th and Prospect in the city.

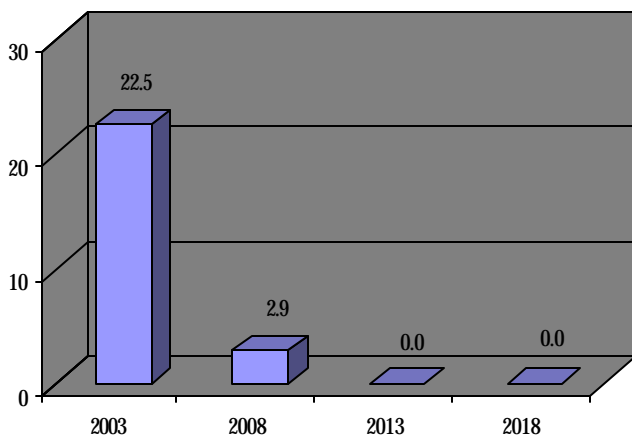
MUNICIPAL LEASE PURCHASE AGREEMENTS

The City has used lease purchase agreements as a method to finance the procurement of capital assets. The City has utilized lease purchase agreements to finance the Kemper Arena scoreboard, replace aging vehicle equipment, purchase computers and telecommunications equipment, funded a portion of the cost of the capital construction management software system known as Project Knowledge, install an energy management system, purchase buildings for the Police and Parks & Recreation Departments, finance the police and fire Radio Enhancements Project, and finance the purchase of defibrillators for the Metropolitan Ambulance Services Trust (MAST). Outstanding debt for these lease agreements is anticipated to total \$22.5 million by April 30, 2003.

**OUTSTANDING LEASE PURCHASE AGREEMENTS
AS OF APRIL 30, 2003**



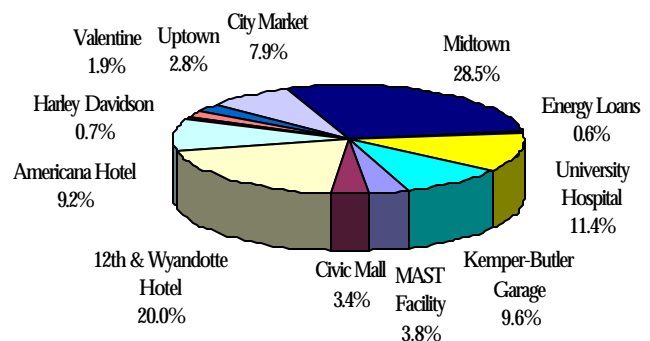
**OUTSTANDING YEAR END BALANCE SUMMARY
LEASE-PURCHASE AGREEMENTS
(IN MILLIONS)**



OTHER LIMITED OBLIGATIONS

The City Council has approved several redevelopment plans for blighted areas of the city. They determined it was desirable for the city to assist in financing these projects through the issuance of lease revenue bonds. These projects were as follows: the Civic Mall, the 13th & Wyandotte Hotel, the Muehlebach Hotel Redevelopment Plans, the Midtown Redevelopment Project, Uptown Theater Project and the Valentine Redevelopment Project. The total amount of bonds sold to finance these projects was \$113.1 million. The hotels bonds were issued through Land Clearance for Redevelopment Authority (LCRA) and the others were issued through the Missouri Development Finance Board (MDFB). It is anticipated that Tax Increment Finance (TIF) revenues will be allocated by the City and the TIF Commission to pay a portion of the debt service. The outstanding debt for these bonds is expected to total \$105.8 million in 2003.

**OUTSTANDING LIMITED OBLIGATIONS
AS OF APRIL 30, 2003**



In January 1996, the city issued through the MDFB, \$8.3 million in leasehold revenue bonds, which financed the renovation of the Metropolitan Ambulance Services Trust (MAST) ambulance service facility. The outstanding debt for this bond issue is anticipated to total \$6.2 million in April 2003. Debt service for this issue is provided by the city's General Fund with a small contribution by MAST. Debt is scheduled to be retired in FY 2015-16.

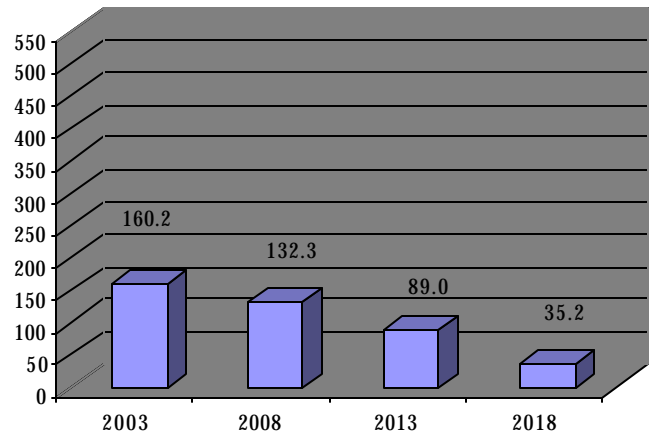
A \$1.5 million loan from MDFB was used to provide funds for the construction of the Harley-Davidson Motor Company Project. The outstanding debt on this financing is anticipated to total \$1.1 million in April 2003.

The City has an agreement with the Planned Industrial Expansion Authority (PIEA) concerning the redevelopment of the City Market. In conjunction with this redevelopment, the PIEA issued \$11.5 million in lease revenue bonds. In September 1998, these bonds were refunded by issuing \$15.0 million in refunding bonds achieving a net present value savings of \$0.4 million. These bonds are funded through the city's capital improvement program with gaming funds and are scheduled to be retired in FY 2014-15.

In June 2001, PIEA also issued taxable leasehold revenue bonds to finance the design and construction of a three-story public parking facility containing 988 parking spaces to serve the needs of Kemper Arena and Hale Arena and to serve businesses locating in the Central Industrial District in the vicinity of 16th and Genessee in the City. The anticipated bonds outstanding in April 2003 is \$15.5 million. These bonds will be repaid by parking rentals at the new garage and the city's General Fund.

In March 2001, the Industrial Development Authority (IDA) of the City of Kansas City, Missouri issued \$18.3 million of Taxable Leasehold Revenue Bonds. The proceeds were used to finance the redevelopment of the University Hospital. The project consists of refinishing the building into office and storage space for the City and converting the old bed tower into 224

**OUTSTANDING YEAR END BALANCE SUMMARY
LIMITED OBLIGATION AND NOTES
(IN MILLIONS)**



residential units. City leases totaling \$819,000 per year and multi-family lease income are expected to pay debt service on the bonds.

Energy loans totaling \$1.59 million from the Missouri Department of Natural Resources were secured in July 2000 and December 2001. The proceeds from the first loan were used to convert mercury vapor lights into energy efficient high pressure sodium vapor lights. The second was used to replace 150-watt incandescent red lamps found in traffic signals with new, energy saving, 14-watt LED lamps. This debt service is paid by energy savings from the new streetlights and traffic signals.

DEBT BURDEN RATIOS

In an effort to monitor the City's ability to finance capital projects funded through long-term obligations, an analysis of debt burden ratios has been prepared. This analysis includes all debt issues as of April 30, 2001. The City's current debt ratio status, as it relates to general obligation debt, capital leases, overlapping debt and other limited obligations can be found in the following table. The tables on the following pages provide tabular information on municipal debt.

Table 2: Debt Burden Ratios	Status on April 30, 2001
Outstanding Debt per Capita	
General Obligation Debt	\$372
General Obligation, Capital Leases and Other Ltd. Obligation	\$1,334
General Obligation, Capital Leases, Other Ltd. Obligation and Overlapping Debt	\$2,483
Debt Outstanding as a Percent of True Market Value of Property	
General Obligation Debt	0.80%
General Obligation, Capital Leases and Other Ltd. Obligation	2.88%
General Obligation, Capital Leases, Other Ltd. Obligation and Overlapping Debt	5.35%
Debt per Capita as a Percent of per Capita Income	
General Obligation Debt	1.73%
General Obligation, Capital Leases and Other Ltd. Obligation	6.19%
General Obligation, Capital Leases, Other Ltd. Obligation and Overlapping Debt	11.52%
Debt Service as a Percent of General Municipal Fund Expenditures	
General Obligation Debt	2.55%
General Obligation, Capital Leases and Other Ltd. Obligation	14.55%
Percentage of Debt Outstanding Retired in 10 years	
General Obligation Debt	69.58%
Capital Leases and Other Ltd. Obligation	43.08%

Municipal Debt Table I
Bonded Indebtedness by Fund

	Outstanding Bonds 4/30/2001	Redemptions 2001-02	Bonds Sold 2001-02 (as of 12/31/01)	Outstanding Bonds 4/30/2002	Authorized But Unissued 12/31/2001	Redemptions 2002-03	Outstanding Bonds 4/30/2003
Total All Funds	\$ 565,800,000	\$ 47,169,900	\$ 171,055,000	\$ 689,685,100	\$ 615,285,000	\$ 36,070,000	\$ 653,615,100
General Obligation Bonds	\$ 164,365,000	\$ 10,920,000	\$ ---	\$ 153,445,000	\$ 11,405,000	\$ 10,440,000	\$ 143,005,000
General Debt and Interest Fund	63,534,000	5,253,000	---	58,281,000	700,000	5,499,000	52,782,000
Sewer Special Assessment Fund	9,666,000	1,062,000	---	8,604,000	---	1,066,000	7,538,000
Streetlight Project Fund	91,165,000	4,605,000	---	86,560,000	10,705,000	3,875,000	82,685,000
Utility Funds	\$ 401,435,000	\$ 36,249,900	\$ 171,055,000	\$ 536,240,100	\$ 598,880,000	\$ 25,630,000	\$ 510,610,100
Water							
Revenue Bonds	143,000,000	7,030,000	---	135,970,000	82,590,000	8,610,000	127,360,000
Kansas City Airports Revenue Bonds and PFC Airport Revenue Bonds	144,785,000	6,520,000	140,000,000	278,265,000	448,240,000	10,325,000	267,940,000
Host Special Facility Fund Revenue Bonds	2,130,000	2,130,000	---	---	---	---	---
Sewer							
Revenue Bonds	110,245,000	20,515,000	31,055,000	120,785,000	68,050,000	6,640,000	114,145,000
Storm							
Revenue Loan	1,275,000	54,900	---	1,220,100	---	55,000	1,165,100
Museum Fund	\$ ---	\$ ---	\$ ---	\$ ---	\$ 5,000,000	\$ ---	\$ ---
Museum Revenue Bonds	---	---	---	---	5,000,000	---	---

Municipal Debt Table II

All Funds Debt Service Requirements by Fund

	<u>Redemptions 2002-03</u>	<u>Interest Requirements 2002-03</u>	<u>Fiscal Fee Requirements 2002-03</u>	<u>Total Debt Requirements 2002-03</u>
Total Requirements - All Funds	\$ 36,070,000	\$ 36,378,867	\$ 566,421	\$ 73,015,288
General Municipal Funds	\$ 9,374,000	\$ 7,563,003	\$ 3,100	\$ 16,940,103
General Obligation Bonds				
General Debt and Interest Fund	5,499,000	2,843,078	1,650	8,343,728
Streetlight Debt Fund	3,875,000	4,719,925	1,450	8,596,375
Utility Funds*	\$ 25,630,000	\$ 28,330,946	\$ 525,886	\$ 54,486,832
Water Fund				
Revenue Bonds	8,610,000	6,904,234	1,250	15,515,484
Kansas City Airports Fund				
Revenue Bonds	6,845,000	8,014,193	25,000	14,884,193
Kansas City PFC Fund				
Revenue Bonds	3,480,000	7,000,000	5,000	10,485,000
Sewer Fund				
Revenue Bonds	6,640,000	6,391,778 **	492,636 ***	13,524,414
Storm Water Fund				
Loan	55,000	20,742	2,000	77,742
Special Assessment Funds	\$ 1,066,000	\$ 484,919	\$ 37,434	\$ 1,588,353
Sewer Special Assessment Fund				
General Obligation Bonds	1,066,000	484,919 **	37,434 ***	1,588,353

*The Utility Funds portion of this table only reflects the debt service requirements on bonds issued as of December 31, 2001. This amount may vary from the amounts budgeted for fiscal year 2002-2003 if the requesting departments include funding for debt service requirements for bonds anticipated to be issued in fiscal year 2003.

**Amount reflects gross interest amount due. This does not include any interest credits as provided under the Missouri State Revolving Fund Program.

*** Includes projected Missouri Department of Natural Resources and trustee fees.

Municipal Debt Table III
Bonded Indebtedness by Purpose

	Outstanding Bonds 4/30/2001	Redemptions 2001-02	Bonds Sold 2001-02 (as of 12/31/01)	Outstanding Bonds 4/30/2002	Authorized But Unissued 12/31/2001	Redemptions 2002-03	Outstanding Bonds 4/30/2003
Total All Funds	\$ 565,800,000	\$ 47,169,900	\$ 171,055,000	\$ 689,685,100	\$ 615,285,000	\$ 36,070,000	\$ 653,615,100
General Obligation Bonds	\$ 164,365,000	\$ 10,920,000	\$ ---	\$ 153,445,000	\$ 11,405,000	\$ 10,440,000	\$ 143,005,000
Public Safety	20,890,000	2,375,000	---	18,515,000	---	2,455,000	16,060,000
Kansas City Zoo	34,535,000	2,280,000	---	32,255,000	---	2,415,000	29,840,000
Chouteau Bridge	7,890,000	555,000	---	7,335,000	700,000	585,000	6,750,000
1997 Refunding General & Debt Portion	219,000	43,000	---	176,000	---	44,000	132,000
Sanitary and Storm Sewers	9,666,000	1,062,000	---	8,604,000	---	1,066,000	7,538,000
Streetlight	91,165,000	4,605,000	---	86,560,000	10,705,000	3,875,000	82,685,000
Revenue Bonds	\$ 401,435,000	\$ 36,249,900	\$ 171,055,000	\$ 536,240,100	\$ 598,880,000	\$ 25,630,000	\$ 510,610,100
Water	143,000,000	7,030,000	---	135,970,000	82,590,000	8,610,000	127,360,000
Sewer	110,245,000	20,515,000	31,055,000	120,785,000	68,050,000	6,640,000	114,145,000
Airports (including PFC Bonds)	144,785,000	6,520,000	140,000,000	278,265,000	448,240,000	10,325,000	267,940,000
Special Facility	2,130,000	2,130,000	---	---	---	---	---
Storm Water Loan	1,275,000	54,900	---	1,220,100	---	55,000	1,165,100
Museum Bonds	\$ ---	\$ ---	\$ ---	\$ ---	\$ 5,000,000	\$ ---	\$ ---
Kansas City Museum	---	---	---	---	5,000,000	---	---

Municipal Debt Table IV

All Funds Debt Service Requirements by Purpose

	<u>Redemptions 2002-03</u>	<u>Interest Requirements 2002-03</u>	<u>Fiscal Fee Requirements 2002-03</u>	<u>Total Debt Service Requirements 2002-03</u>
Total Requirements - All Funds	\$ 36,070,000	\$ 36,378,867	\$ 566,421	\$ 73,015,288
General Obligation Bonds	\$ 10,440,000	\$ 8,047,921	\$ 40,535	\$ 18,528,456
Public Safety	2,455,000	849,378	415	3,304,792
Kansas City Zoo	2,415,000	1,650,150	338	4,065,488
Chouteau Bridge	585,000	341,001	200	926,201
1997 Refunding General & Debt Portion	44,000	2,549	699	47,248
Sanitary and Storm Sewers	1,066,000	484,919 **	37,434 ***	1,588,353
Streetlight	3,875,000	4,719,925	1,450	8,596,375
Revenue Bonds*	\$ 25,630,000	\$ 28,330,946	\$ 525,886	\$ 54,486,832
Water	8,610,000	6,904,234	1,250	15,515,484
Sewer	6,640,000	6,391,778 **	492,636 ***	13,524,414
Airports (including PFC Revenue Bonds)	10,325,000	15,014,193	30,000	25,369,193
Storm Water Loan	55,000	20,742	2,000	77,742

*The Utility Funds portion of this table only reflects the debt service requirements on bonds issued as of December 31, 2001. This amount may vary from the amounts budgeted for fiscal year 2002-2003 if the requesting departments include funding for debt service requirements for bonds anticipated to be issued in fiscal year 2003.

**Amount reflects gross interest amount due. This does not include any interest credits as provided under the Missouri State Revolving Fund Program.

*** Includes projected Missouri Department of Natural Resources and trustee fees.

Municipal Debt Table V
Capital Lease / Other Ltd. Obligation Bonds Indebtedness by Purpose

	Debt 4/30/2001	Principal 2001-02	Sales 2001-02 (as of 12/31/01)	Actual Debt 4/30/2002	Principal 2002-03	Estimated Debt 4/30/2003
Total All Funds	\$ 407,183,957	\$ 18,342,692	\$ 86,385,163	\$ 475,226,428	\$ 20,433,142	\$ 454,793,286
Equipment Leases	\$ 30,207,735	\$ 6,703,531	\$ 6,432,972	\$ 29,937,177	\$ 7,387,964	\$ 22,549,213
Fire Equipment 1997	5,772,815	1,189,454	---	4,583,361	1,255,298	3,328,063
Municipal Auditorium Video Displays 1998	569,928	98,802	---	471,126	106,875	364,251
Kemper Arena Video Displays 1998	625,548	108,444	---	517,104	117,305	399,798
Information Technology Printer	1,147	1,147	---	---	---	---
Energy Management Johnson Controls 1 & 2	10,245,224	1,065,944	---	9,179,280	1,121,179	8,058,101
Police Crime Lab 1998	749,758	218,532	---	531,226	229,129	302,098
Police Radio Enhancement 1998	2,317,905	928,922	---	1,388,983	971,306	417,677
Lotus Notes Financing 1999	85,232	85,232	---	---	---	---
Parks & Recreation Bldg. Refinancing 1999	1,256,507	171,848	---	1,084,659	180,092	904,567
PBX System 1999	1,712,859	291,940	---	1,420,919	307,200	1,113,719
Police Radio Enhancement 2000	2,020,603	502,097	---	1,518,506	528,022	990,484
Swope Parkway Building	1,749,263	184,346	---	1,564,918	193,238	1,371,680
Key Corp PC Life Cycle	985,713	487,157	---	498,556	463,395	35,161
IBM PC Life Cycle	1,415,529	631,970	405,917	1,189,475	611,753	577,722
CPU	699,704	301,334	---	398,370	316,170	82,200
Golf Equipment	---	19,144	115,000	95,856	21,830	74,026
Lotus Financing 2002	---	212,309	424,617	212,309	212,309	---
Johnson Control 2002	---	---	2,633,558	2,633,558	228,975	2,404,583
PKS System	---	182,813	2,486,300	2,303,487	455,645	1,847,843
MAST Defibrillators	---	22,096	367,580	345,484	68,243	277,241
Capital Leases	\$ 328,092,937	\$ 11,095,000	\$ 79,395,000	\$ 396,392,937	\$ 12,040,000	\$ 384,352,937
Bartle Hall Expansion	175,507,937	5,395,000	---	170,112,937	5,880,000	164,232,937
Truman Medical Center (Refunding Bonds)	7,715,000	500,000	---	7,215,000	520,000	6,695,000
American Royal Arena / Jackson Co. /Kemper	23,865,000	1,105,000	---	22,760,000	1,165,000	21,595,000
Imp. and Refunding (Blue River, Swope Ridge, etc.)	9,005,000	1,075,000	---	7,930,000	1,135,000	6,795,000
Community Centers	14,350,000	665,000	---	13,685,000	705,000	12,980,000
MAST Facility	6,810,000	310,000	---	6,500,000	325,000	6,175,000
Municipal Aud. and Americana Hotel	15,110,000	150,000	---	14,960,000	200,000	14,760,000
Municipal Aud. and Muehlebach Hotel	33,290,000	525,000	---	32,765,000	645,000	32,120,000

Municipal Debt Table V
Capital Lease / Other Ltd. Obligation Bonds Indebtedness by Purpose

	<u>Debt</u> <u>4/30/2001</u>	<u>Principal</u> <u>2001-02</u>	<u>Sales</u> <u>2001-02</u> <u>(as of 12/31/01)</u>	<u>Actual</u> <u>Debt</u> <u>4/30/2002</u>	<u>Principal</u> <u>2002-03</u>	<u>Estimated</u> <u>Debt</u> <u>4/30/2003</u>
PIEA River Market Refunding Bonds	\$ 13,855,000	\$ 560,000	\$ ---	\$ 13,295,000	\$ 595,000	\$ 12,700,000
Civic Mall	5,850,000	160,000	---	5,690,000	190,000	5,500,000
Valentine Redevelopment Project	3,300,000	100,000	---	3,200,000	100,000	3,100,000
Uptown Theater Project	4,810,000	150,000	---	4,660,000	170,000	4,490,000
Hodge Park Golf Course	7,375,000	40,000	---	7,335,000	40,000	7,295,000
11th and Oak Parking Garage	5,550,000	175,000	24,875,000	30,250,000	180,000	30,070,000
Missouri Public Service Street Lights	1,700,000	185,000	---	1,515,000	190,000	1,325,000
Zona Rosa Project	---	---	6,523,252	6,523,252	---	6,523,252
Prospect North Project	---	---	11,276,748	11,276,748	---	11,276,748
Fairyland Project	---	---	2,945,000	2,945,000	---	2,945,000
Century Towers Project	---	---	18,325,000	18,325,000	---	18,325,000
Kemper Garage Project	---	---	15,450,000	15,450,000	---	15,450,000
Other Limited Obligations	\$ 48,883,285	\$ 544,161	\$ 557,191	\$ 48,896,315	\$ 1,005,179	\$ 47,891,136
Midtown Redevelopment Project	46,600,000	200,000	---	46,400,000	580,000	45,820,000
Harley-Davidson (MDFB Loan Only)	1,382,500	125,000	---	1,257,500	125,000	1,132,500
Energy Loan for Street Light Project	900,785	170,145	---	730,640	211,872	518,768
Energy Loan for Traffic Signal Project	---	49,016	557,191	508,175	88,307	419,868

Municipal Debt Table VI
Authorized Debt and Amount Issued
(in 000s)

<u>Date Authorized</u>	<u>Bond Type/Purpose</u>	<u>Amount Authorized</u>	<u>Amount Issued</u>			<u>Total Not Issued</u>
			<u>Prior to 2000-01</u>	<u>2000-01</u>	<u>2001-02</u>	
General Obligation:						
August, 1996	Chouteau Bridge	\$ 10,800	\$ 10,100	\$ ---	\$ ---	\$ 700
April, 1997	Streetlight & Equipment	110,000	40,000	59,295	---	10,705
	Sub-Total	\$ 120,800	\$ 50,100	\$ 59,295	\$ ---	\$ 11,405
Revenue:						
March, 1988	Kansas City Museum	\$ 5,000	\$ ---	\$ ---	\$ ---	\$ 5,000
August, 1996	Water Works	150,000	67,410	---	---	82,590
August, 1988	Airport	330,000	126,760	---	140,000	63,240
August, 2000	Airport	395,000	---	10,000	---	385,000
November, 1997	Sewer System	125,000	28,200	11,750	17,000	68,050
	Sub-Total	\$ 1,005,000	\$ 222,370	\$ 21,750	\$ 157,000	\$ 603,880
		\$ 1,125,800	\$ 272,470	\$ 81,045	\$ 157,000	\$ 615,285

In past years, the voters of Kansas City have authorized the City to issue general obligation and revenue bonds to finance various capital improvement projects as shown above. At present, there is a total of \$615 million in authorized bonds that remained unissued. Various revenue bonds have been issued to finance capital improvements for the Water, Sewer and Airport systems. General obligation bonds have also been issued to finance Public Safety Projects, a new Zoo, the construction of a new Chouteau Bridge, Sewer Improvements Projects and the Street Light Project.

This significant use of these debt financing has enabled the city to address several major capital improvements priorities. However, due to the fact that the budget is limited to showing only the annual cost of repaying the principal and interest on the debt, the specific projects and expenditures are not directly reflected in the document. Municipal Debt Table I summarizes the amount of general obligation and revenue bond indebtedness currently authorized and the amount outstanding.

Municipal Debt Table VII
Statement of Legal Debt Margin
As of April 30, 2001

	<u>General Obligation Bonds Ordinary</u>	<u>Additional</u>	<u>Total</u>
Assessed Valuation for City, County and State Purposes			\$ 5,185,768,000
Constitutional Debt Limit:	\$ 518,576,800	\$ 518,576,800	\$ 1,037,153,600
General Obligation Bonds Payable*	63,879,000	100,831,000	164,710,000
Less: Debt Service Fund Balances Available for Retirement of Bonds	11,357,000	5,822,000	17,179,000
Total Amount of Bonds Payable Applicable to Debt Limit	52,522,000	95,009,000	147,531,000
Margin Above Bonds Payable	466,054,800	423,567,800	889,622,600
General Obligation Bonds Authorized - Unissued	700,000	10,705,000	11,405,000
Legal Debt Margin	\$ 465,354,800	\$ 412,862,800	\$ 878,217,600

LEGAL DEBT MARGIN

Sections 26(b) and (c) of the Missouri Constitution permit the City, by a vote of qualified electors, to incur indebtedness for City purposes not to exceed 10% of assessed valuation. Sections 26(d) and (e) of the Constitution provide that any city may become indebted not exceeding, in the aggregate, an additional 10% for the purpose of acquiring the right-of-way, constructing, extending and improving streets and avenues and/or waterworks, electric or light plants provided the total general obligation indebtedness does not exceed 20% of assessed valuation. Based on the City's current assessed valuation of \$5.19 billion, the Constitution would allow the city to issue as much as \$878 million in general obligation debt. Although the use of general obligation debt has increased in recent years to fund major infrastructure initiatives, the City remains well below the legal limit. As of April 30, 2001, the City had a general obligation indebtedness of \$164.7 million.

* Total additional general obligation bonds include \$9.67 million in general obligation bonds for sanitary sewers and \$91.2 million of general obligation bonds for the street light project. For the purpose of calculating the legal debt limit, the outstanding balance as of April 30, 2001 under the column "General Obligation Bonds Ordinary" was calculated to include the outstanding balance of Series 1992, which includes the bonds refunded by Series 1998 Crossover Refunding Bonds. Pro-rated refunding bonds outstanding attributable to the Series 1992 Bonds are excluded from the calculation.