



**CITY OF BEAVERTON**

**BUDGET TREND ANALYSIS - FY 2015-16 TO FY 2018-19**

With Explanations on Significant Changes between Budgeted 2017-18 and Recommended 2018-19

Fund:		<b>Special Revenue Debt Fund</b>					% Change
CLASS	Actual FY 2015-16	Actual FY 2016-17	Budget FY 2017-18	Estimated FY 2017-18	Recommended FY 2018-19	Budgeted Vs. Recommended	
Debt Service	\$1,084,057	\$1,084,057	\$1,084,057	\$1,084,057	\$1,084,058	0.00%	
SUB-TOTAL	1,084,057	1,084,057	\$1,084,057	\$1,084,057	\$1,084,058		
Contingency - Reserve			274,211		279,013		
			0				
<b>TOTAL</b>	<b>\$ 1,084,057</b>	<b>\$ 1,084,057</b>	<b>\$1,358,268</b>	<b>\$1,084,057</b>	<b>\$1,363,071</b>		
FTE's	-	-	-	-	-		

**Explanation of item(s) that are significant (10% and greater than \$10,000):**

**Debt Service:**

No significant change

CITY OF BEAVERTON, OREGON  
FISCAL YEAR 2018-19 BUDGET  
CURRENT LEVEL OF SERVICES

<b>FUND:</b> 202 SPECIAL REVENUE DEBT FUND	<b>DEPARTMENT:</b> FINANCE
<b>DEPARTMENT HEAD:</b> PATRICK O'CLAIRE	

**MISSION STATEMENT:**

Debt management of outstanding Revenue Bonds. The bonded debt of this fund is for the “tenant improvements” of City Hall (The Beaverton Building). Payments of the principal and interest are funded through an annual appropriation and transfer of a portion of the Right of Way (ROW) fees from the General Fund. There are no property taxes supporting the debt service for this borrowing so it is not subject to the \$10 governmental limit set by Measure 5.

REQUIREMENTS	FY 2015-16 ACTUAL	FY 2016-17 ACTUAL	FY 2017-18 BUDGETED	FY 2018-19 PROPOSED	FY 2018-19 ADOPTED
DEBT SERVICE	\$1,084,057	\$1,084,057	\$1,084,057	\$1,084,058	\$0
TRANSFERS					
CONTINGENCY	0	0	274,211	279,013	0
<b>TOTAL</b>	<b>\$1,084,057</b>	<b>\$1,084,057</b>	<b>\$1,358,268</b>	<b>\$1,363,071</b>	<b>\$0</b>

Funding Sources:	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2018-19
Beginning Working Capital	\$268,948	\$270,050	\$271,808	\$274,211	\$0
Franchise Fee Allocation from General Fund	1,084,060	1,084,060	1,084,060	1,084,060	0
Miscellaneous Revenue	1,100	1,756	2,400	4,800	0

This Revenue Bond is for improvements made to the City Hall at The Beaverton Building. The City purchased the building in April 2012 from cash reserves. The City Council authorized the issuance of Revenue Bonds for the improvements in June 2013. The interest rate is 2.31%. The amount borrowed was \$7 million and matures in seven years. Occupancy occurred in August 2014. Approximately \$93,500 is transferred from the operating funds (i.e. Building, Water) with staff in The Beaverton Building to the General Fund as a contribution toward the annual debt service obligations.

The City Council pledges its ROW fees to fund the principle and interest. The annual ROW fees exceed \$10 million and annual debt service will require only a portion of that revenue stream. The terms of the borrowing require a debt service coverage ratio equal to at least 1.20% of annual debt service.

The debt service schedule achieves maturity with a final payment due October 1, 2020.

<u>FISCAL YEAR</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>TOTAL</u>
2018-19	\$45,885	\$1,038,173	\$1,084,058
2019-20	21,648	1,062,410	1,084,058
2020-21	1,732	359,620	361,352
	<u>\$69,265</u>	<u>\$2,460,203</u>	<u>\$2,529,468</u>

These same revenue sources also serve as secondary security for a Line of Credit (revenue bond) issued to the Beaverton Urban Redevelopment Agency (BURA) on a parity basis with this 2013 Special Revenue Bond. BURA intends to pay the principal and interest on the Line of Credit from tax increment earned in the urban renewal area. Interest only payments are required until maturity in FY 2020-21. See BURA Debt Service (Fund 903) for more information.

**BUDGET PREPARATION WORKSHEET SUMMARY**

FUND: 202 SPECIAL REVENUE DEBT FUND DEPT: 03 REVENUE

OBJ	2016 - ACTUAL		2017 - ACTUAL		2018 BUDGETED		2018 YTD	2018	2019 - PROPOSED		2019 - RECOMD		2019 ADOPTED	
	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	ACT AMT	EST AMT	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE
CLASS: 05 BEGINNING WORKING CAPITAL														
301	BEGINNING WORKING CAPITAL													
	-268,948		-270,050		-271,808		-271,808	-271,808	-274,211		-274,211			
TOTAL CLASS: 05 BEGINNING WORKING CAPITAL														
	-268,948		-270,050		-271,808		-271,808	-271,808	-274,211		-274,211			
CLASS: 10 TAXES														
309	ROW FEE - ALLOCATION FROM GF													
	-1,084,060		-1,084,060		-1,084,060		-903,383	-1,084,060	-1,084,060		-1,084,060			
TOTAL CLASS: 10 TAXES														
	-1,084,060		-1,084,060		-1,084,060		-903,383	-1,084,060	-1,084,060		-1,084,060			
CLASS: 35 MISCELLANEOUS REVENUES														
384	INVESTMENT INTEREST EARNINGS													
	-1,100		-1,756		-2,400		-1,794	-2,400	-4,800		-4,800			
TOTAL CLASS: 35 MISCELLANEOUS REVENUES														
	-1,100		-1,756		-2,400		-1,794	-2,400	-4,800		-4,800			
TOTAL DEPARTMENT: 03 REVENUE														
	-1,354,108		-1,355,866		-1,358,268		-1,176,985	-1,358,268	-1,363,071		-1,363,071			

**BUDGET PREPARATION WORKSHEET SUMMARY**

FUND: 202 SPECIAL REVENUE DEBT FUND                      DEPT: 20 FINANCE DEPARTMENT

OBJ	2016 - ACTUAL		2017 - ACTUAL		2018 BUDGETED		2018 YTD	2018	2019 - PROPOSED		2019 - RECOMD		2019 ADOPTED	
	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	ACT AMT	EST AMT	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE

CLASS: 20 DEBT SERVICE

739	BOND PRIN 2013 SPEC REV BONDS													
	968,728		991,344		1,014,488		843,777	1,014,488	1,038,173		1,038,173			
740	BOND INTRST 2013 SPEC REV BOND													
	115,329		92,713		69,569		59,604	69,569	45,885		45,885			
TOTAL CLASS: 20 DEBT SERVICE														
	1,084,057		1,084,057		1,084,057		903,381	1,084,057	1,084,058		1,084,058			

CLASS: 30 FUND BAL/CONTINGENCY/RESERVES

992	UNAPPROPRIATED ENDING FUND BAL													
					274,211				279,013		279,013			
TOTAL CLASS: 30 FUND BAL/CONTINGENCY/RESERVES														
					274,211				279,013		279,013			

TOTAL DEPARTMENT: 20 FINANCE DEPARTMENT

021	1,084,057		1,084,057		1,358,268		903,381	1,084,057	1,363,071		1,363,071			
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City of Beaverton - Finance  
 Budget Preparation - 2019

**BP WORKSHEET & JUSTIFICATION**

FUND: 202 SPECIAL REVENUE DEBT FUND  
 DEPT: 03 REVENUE  
 PROGRAM: 0000 UNRESTRICTED

OBJ	2016 - ACTUAL		2017 - ACTUAL		2018 BUDGETED		2018	2019 - PROPOSED		2019 - RECOMD		2019 ADOPTED	
	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	EST AMT	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE
CLASS: 05 BEGINNING WORKING CAPITAL													
301	BEGINNING WORKING CAPITAL												
	268,948		270,050		271,808		271,808	274,211		274,211			
TOTAL CLASS: 05 BEGINNING WORKING CAPITAL													
	268,948		270,050		271,808		271,808	274,211		274,211			
CLASS: 10 TAXES													
309	ROW FEE - ALLOCATION FROM GF												
	1,084,060		1,084,060		1,084,060		1,084,060	1,084,060		1,084,060			
TOTAL CLASS: 10 TAXES													
	1,084,060		1,084,060		1,084,060		1,084,060	1,084,060		1,084,060			
CLASS: 35 MISCELLANEOUS REVENUES													
384	INVESTMENT INTEREST EARNINGS												
	1,100		1,756		2,400		2,400	4,800		4,800			
TOTAL CLASS: 35 MISCELLANEOUS REVENUES													
	1,100		1,756		2,400		2,400	4,800		4,800			
TOTAL PROGRAM: 0000 UNRESTRICTED													
	1,354,108		1,355,866		1,358,268		1,358,268	1,363,071		1,363,071			
TOTAL DEPARTMENT: 03 REVENUE													
	1,354,108		1,355,866		1,358,268		1,358,268	1,363,071		1,363,071			

**BP WORKSHEET & JUSTIFICATION**

FUND: 202 SPECIAL REVENUE DEBT FUND  
 DEPT: 03 REVENUE  
 PROGRAM: 0000 UNRESTRICTED

OBJ	OBJECT DESCRIPTION
	JUSTIFICATIONS

301 BEGINNING WORKING CAPITAL

309 ROW FEE - ALLOCATION FROM GF  
 TRANSFER ROW FEE REVENUE FROM THE GENERAL FUND TO PAY THE MONTHLY PRINCIPAL AND INTEREST ON THE BONDS AND PROVIDE FOR THE DEBT SERVICE RESERVE EQUALING 25% OF THE ANNUAL DEBT SERVICE. THE BONDS MATURE ON OCTOBER 1, 2020, WITH A FINAL PAYMENT OF \$361,352 IN FY 2019-20 CONSISTING OF \$359,620 IN PRINCIPAL AND \$1,732 IN INTEREST.

384 INVESTMENT INTEREST EARNINGS  
 FY 15-16 BUDGETED INTEREST EARNINGS ARE BASED UPON .50%  
 FY 16-17 BUDGETED INTEREST EARNINGS ARE BASED UPON .55%  
 FY 17-18 BUDGETED INTEREST EARNINGS ARE BASED UPON 1.10%  
 FY 18-19 BUDGETED INTEREST EARNINGS ARE BASED UPON 1.75%

**BP WORKSHEET & JUSTIFICATION**

FUND: 202 SPECIAL REVENUE DEBT FUND  
 DEPT: 20 FINANCE DEPARTMENT  
 PROGRAM: 2001 SOUTH OFFICE BUILDING DEBT

OBJ	2016 - ACTUAL		2017 - ACTUAL		2018 BUDGETED		2018	2019 - PROPOSED		2019 - RECOMD		2019 ADOPTED	
	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	EST AMT	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE
CLASS: 20 DEBT SERVICE													
739	BOND PRIN 2013 SPEC REV BONDS												
	968,728		991,344		1,014,488		1,014,488	1,038,173		1,038,173			
740	BOND INTRST 2013 SPEC REV BOND												
	115,329		92,713		69,569		69,569	45,885		45,885			
TOTAL CLASS: 20 DEBT SERVICE													
	1,084,057		1,084,057		1,084,057		1,084,057	1,084,058		1,084,058			
CLASS: 30 FUND BAL/CONTINGENCY/RESERVES													
992	UNAPPROPRIATED ENDING FUND BAL												
					274,211			279,013		279,013			
TOTAL CLASS: 30 FUND BAL/CONTINGENCY/RESERVES													
					274,211			279,013		279,013			
TOTAL PROGRAM: 2001 SOUTH OFFICE BUILDING DEBT													
	1,084,057		1,084,057		1,358,268		1,084,057	1,363,071		1,363,071			
TOTAL DEPARTMENT: 20 FINANCE DEPARTMENT													
	1,084,057		1,084,057		1,358,268		1,084,057	1,363,071		1,363,071			
TOTAL FUND: 202 SPECIAL REVENUE DEBT FUND													
	1,084,057		1,084,057		1,358,268		1,084,057	1,363,071		1,363,071			

### BP WORKSHEET & JUSTIFICATION

FUND: 202 SPECIAL REVENUE DEBT FUND  
DEPT: 20 FINANCE DEPARTMENT  
PROGRAM: 2001 SOUTH OFFICE BUILDING DEBT

OBJ	OBJECT DESCRIPTION
	JUSTIFICATIONS

- 739 BOND PRIN 2013 SPEC REV BONDS  
PRINCIPAL COSTS ON THE 2013 SPECIAL REVENUE BOND DEBT FOR THE BEAVERTON BUILDING IMPROVEMENTS. THE BONDS MATURE ON OCTOBER 1, 2020, WITH A FINAL PRINCIPAL PAYMENT OF \$359,620 IN FY 2019-20.
- 740 BOND INTRST 2013 SPEC REV BOND  
INTEREST COST ON THE 2013 SPECIAL REVENUE BONDS FOR THE BEAVERTON BUIDLING IMPROVEMENTS THE BONDS MATURE ON OCTOBER 1, 2020, WITH A FINAL PAYMENT OF \$1,732 IN FY 2019-20.
  
- 992 UNAPPROPRIATED ENDING FUND BAL

