

CITY OF BEAVERTON

BUDGET TREND ANALYSIS - FY 2016-17 TO FY 2019-20

With Explanations on Significant Changes between Budgeted 2018-19 and Recommended 2019-20

Fund:		Special Revenue Debt Fund					% Change
CLASS	Actual FY 2016-17	Actual FY 2017-18	Budget FY 2018-19	Estimated FY 2018-19	Recommended FY 2019-20	Budgeted Vs. Recommended	
Debt Service	\$1,084,057	\$1,084,057	\$1,084,058	\$1,084,058	\$1,084,058	0.00%	
SUB-TOTAL	1,084,057	1,084,057	\$1,084,058	\$1,084,058	\$1,084,058		
Contingency - Reserve			279,218		280,920		
			0				
TOTAL	\$ 1,084,057	\$ 1,084,057	\$1,363,276	\$1,084,058	\$1,364,978		
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 2019-20 BUDGET
CURRENT LEVEL OF SERVICES

FUND: 202 SPECIAL REVENUE DEBT FUND	DEPARTMENT: FINANCE
DEPARTMENT HEAD: 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 2016-17 ACTUAL	FY 2017-18 ACTUAL	FY 2018-19 BUDGETED	FY 2019-20 PROPOSED	FY 2019-20 ADOPTED
DEBT SERVICE	\$1,084,057	\$1,084,057	\$1,084,058	\$1,084,058	\$0
TRANSFERS					
CONTINGENCY	0	0	279,218	280,920	0
TOTAL	\$1,084,057	\$1,084,057	\$1,363,276	\$1,364,978	\$0

Funding Sources:	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2019-20
Beginning Working Capital	\$270,050	\$271,808	\$274,416	\$277,418	\$0
Franchise Fee Allocation from General Fund	1,084,060	1,084,060	1,084,060	1,084,060	0
Miscellaneous Revenue	1,756	2,605	4,800	3,500	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>
2019-20	21,648	1,062,410	1,084,058
2020-21	1,732	359,620	361,352
	<u>\$23,380</u>	<u>\$1,422,030</u>	<u>\$1,445,410</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	2017 - ACTUAL		2018 - ACTUAL		2019 BUDGETED		2019 YTD	2019	2020 - PROPOSED		2020 - RECOMD		2020 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														
	-270,050		-271,808		-274,416		-274,416	-274,416	-277,418		-277,418			
TOTAL CLASS: 05 BEGINNING WORKING CAPITAL														
	-270,050		-271,808		-274,416		-274,416	-274,416	-277,418		-277,418			
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														
	-1,756		-2,605		-4,800		-2,425	-3,000	-3,500		-3,500			
TOTAL CLASS: 35 MISCELLANEOUS REVENUES														
	-1,756		-2,605		-4,800		-2,425	-3,000	-3,500		-3,500			
TOTAL DEPARTMENT: 03 REVENUE														
	-1,355,866		-1,358,473		-1,363,276		-1,180,224	-1,361,476	-1,364,978		-1,364,978			

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BUDGET PREPARATION WORKSHEET SUMMARY

FUND: 202 SPECIAL REVENUE DEBT FUND

DEPT: 20 FINANCE DEPARTMENT

OBJ	2017 - ACTUAL		2018 - ACTUAL		2019 BUDGETED		2019 YTD	2019	2020 - PROPOSED		2020 - RECOMD		2020 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

	991,344		1,014,488		1,038,173		776,379	1,038,173	1,062,410		1,062,410			
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740 BOND INTRST 2013 SPEC REV BOND

	92,713		69,569		45,885		36,664	45,885	21,648		21,648			
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TOTAL CLASS: 20 DEBT SERVICE

	1,084,057		1,084,057		1,084,058		813,043	1,084,058	1,084,058		1,084,058			
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CLASS: 30 FUND BAL/CONTINGENCY/RESERVES

992 UNAPPROPRIATED ENDING FUND BAL

					279,218				280,920		280,920			
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TOTAL CLASS: 30 FUND BAL/CONTINGENCY/RESERVES

					279,218				280,920		280,920			
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TOTAL DEPARTMENT: 20 FINANCE DEPARTMENT

	1,084,057		1,084,057		1,363,276		813,043	1,084,058	1,364,978		1,364,978			
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City of Beaverton - Finance
 Budget Preparation - 2020

BP WORKSHEET & JUSTIFICATION

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

OBJ	2017 - ACTUAL		2018 - ACTUAL		2019 BUDGETED		2019	2020 - PROPOSED		2020 - RECOMD		2020 ADOPTED	
	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE	EST AMT	AMOUNT	FTE	AMOUNT	FTE	AMOUNT	FTE

CLASS: 05 BEGINNING WORKING CAPITAL

301	BEGINNING WORKING CAPITAL	270,050	271,808	274,416	274,416	277,418	277,418
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TOTAL CLASS: 05 BEGINNING WORKING CAPITAL

		270,050	271,808	274,416	274,416	277,418	277,418
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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
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TOTAL CLASS: 10 TAXES

		1,084,060	1,084,060	1,084,060	1,084,060	1,084,060	1,084,060
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CLASS: 35 MISCELLANEOUS REVENUES

384	INVESTMENT INTEREST EARNINGS	1,756	2,605	4,800	3,000	3,500	3,500
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TOTAL CLASS: 35 MISCELLANEOUS REVENUES

		1,756	2,605	4,800	3,000	3,500	3,500
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TOTAL PROGRAM: 0000 UNRESTRICTED

		1,355,866	1,358,473	1,363,276	1,361,476	1,364,978	1,364,978
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TOTAL DEPARTMENT: 03 REVENUE

		1,355,866	1,358,473	1,363,276	1,361,476	1,364,978	1,364,978
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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 2020-21 CONSISTING OF \$359,620 IN PRINCIPAL AND \$1,732 IN INTEREST.
FY 2019-20 TOTAL INTEREST AND PRINCIPAL PAYMENTS \$1,084,060

384 INVESTMENT INTEREST EARNINGS

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% FY 19-20 BUDGETED INTEREST EARNINGS ARE BASED UPON 3.00% \$3,500

City of Beaverton - Finance
 Budget Preparation - 2020

BP WORKSHEET & JUSTIFICATION

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

OBJ	2017 - ACTUAL		2018 - ACTUAL		2019 BUDGETED		2019	2020 - PROPOSED		2020 - RECOMD		2020 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												
	991,344		1,014,488		1,038,173		1,038,173	1,062,410		1,062,410			
740	BOND INTRST 2013 SPEC REV BOND												
	92,713		69,569		45,885		45,885	21,648		21,648			
TOTAL CLASS: 20 DEBT SERVICE													
	1,084,057		1,084,057		1,084,058		1,084,058	1,084,058		1,084,058			
CLASS: 30 FUND BAL/CONTINGENCY/RESERVES													
992	UNAPPROPRIATED ENDING FUND BAL												
					279,218			280,920		280,920			
TOTAL CLASS: 30 FUND BAL/CONTINGENCY/RESERVES													
					279,218			280,920		280,920			
TOTAL PROGRAM: 2001 SOUTH OFFICE BUILDING DEBT													
	1,084,057		1,084,057		1,363,276		1,084,058	1,364,978		1,364,978			
TOTAL DEPARTMENT: 20 FINANCE DEPARTMENT													
	1,084,057		1,084,057		1,363,276		1,084,058	1,364,978		1,364,978			
TOTAL FUND: 202 SPECIAL REVENUE DEBT FUND													
	1,084,057		1,084,057		1,363,276		1,084,058	1,364,978		1,364,978			

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, 2021, WITH A FINAL PRINCIPAL PAYMENTS TOTALING \$359,620 IN FY 2020-21.
 FY 2019-20 PRINCIPAL PAYMENT \$1,062,410
- 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, 2021, WITH FINAL INTEREST PAYMENTS TOTALING \$1,732 IN FY 2020-21
 FY 2019-20 INTEREST PAYMENT \$21,648

992 UNAPPROPRIATED ENDING FUND BAL