

CITY OF BEAVERTON, OREGON
FISCAL YEAR 2014-15 BUDGET

**SPECIAL REVENUE DEBT FUND
SUMMARY OF REVENUES AND EXPENDITURES
AND OTHER FINANCING SOURCES & USES**

	<u>FY 2011-12 Actual</u>	<u>FY 2012-13 Actual</u>	<u>FY 2013-14 Budgeted</u>	<u>FY 2013-14 Estimated</u>	<u>FY 2014-15 Adopted</u>
Revenues:					
Franchise fees	\$0	\$0	\$1,068,400	\$986,217	\$1,084,060
Interest on investments	0	0	0	900	900
Sub Total Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$1,068,400</u>	<u>\$987,117</u>	<u>\$1,084,960</u>
Expenditures:					
Personnel services	\$0	\$0	\$0	\$0	\$0
Materials & services	0	0	0	0	0
Sub Total Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Revenues Over/Under Expenditures	\$0	\$0	\$1,068,400	\$987,117	\$1,084,960
Other financing sources (uses):					
Transfers in	\$0	\$0	\$0	\$0	\$0
Transfers out	0	0	0	0	0
Debt Service - Principal	0	0	(706,510)	(618,609)	(946,628)
Debt Service - Interest	0	0	(94,786)	(100,503)	(137,430)
Debt Service Fees	0	0	0	0	0
Total Other Financing Sources (Uses):	<u>\$0</u>	<u>\$0</u>	<u>(\$801,296)</u>	<u>(\$719,112)</u>	<u>(\$1,084,058)</u>
Net Change in Fund Balance	\$0	\$0	\$267,104	\$268,005	\$902
Fund Balance/Working Capital Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>268,005</u>
Fund Balance (Contingency)/Working Capital End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$267,104</u>	<u>\$268,005</u>	<u>\$268,907</u>

This fund accounts for the debt service on purchasing and remodeling the Beaverton Building to be used as a City Hall. The debt will be paid off over a 7 year period concluding October 2020.

CITY OF BEAVERTON, OREGON
FISCAL YEAR 2014-15 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 the new city hall at 12725 SW Milikan Way at the "Beaverton Round". Payments of the principal and interest are funded through an annual appropriation and transfer of a portion of the franchise 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 2011-12 ACTUAL	FY 2012-13 ACTUAL	FY 2013-14 BUDGETED	FY 2014-15 PROPOSED	FY 2014-15 ADOPTED
POSITION					
DEBT SERVICE	\$0	\$0	\$801,296	\$1,084,058	\$1,084,058
TRANSFERS					
CONTINGENCY	0	0	267,104	268,907	268,907
TOTAL	\$0	\$0	\$1,068,400	\$1,352,965	\$1,352,965

Funding Sources:	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2014-15
Beginning Working Capital	\$0	\$0	\$0	\$268,005	\$268,005
Franchise Fee Allocation from General Fund	0	0	1,068,400	1,084,060	1,084,060
Miscellaneous Revenue	0	0	0	900	900

The City has several Revenue Bonds related to the water utility for past capital improvements. This Revenue Bond is for improvements made to the new City Hall at "The Beaverton Round". 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. Debt service in FY 2013-14 is for approximately nine months. The final interest rate is 2.31%. The amount borrowed was \$7 million and matures in seven years. Expenses for the improvements appear in the Capital Development Fund (#301).

The City Council pledges its franchise fees to fund the principle and interest. The annual franchise fees exceed \$7 million and annual debt service will require only a portion of that revenue stream. The terms of the borrowing require a debt service reserve account equal to at least 1.5% 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>
2013-14	\$100,503	\$618,609	\$719,112
2014-15	137,429	946,628	1,084,057
2015-16	115,329	968,728	1,084,057
2016-17	92,713	991,344	1,084,057
2017-18	69,569	1,014,488	1,084,057
2018-19	45,885	1,038,173	1,084,057
2019-20	21,648	1,062,410	1,084,057
2020-21	1,732	359,620	361,352
	<u>\$584,809</u>	<u>\$7,000,000</u>	<u>\$7,584,809</u>