



## 2005 – 2006 Proposed Budget --- Budget Summary Debt Service Fund

### 2005 – 2006 Debt Service Fund Budget Highlights

#### **➤ Debt Service Current Property Taxes**

- The debt service property tax levy is the same as the 2004 – 2005 fiscal year \$1,413,044.
- Due to the estimated increase in maximum assessed value, the debt service property tax levy cents per thousand is estimated to drop by \$.04 to \$.92 per thousand.

### Short- and Long-Term Issues

**➤ Short Term Issues** --- addressed by 2005 – 2006 Proposed Budget.

#### **➤ Long-Term Issues:**

- The City is facing a variety of large capital needs that will need to be addressed in the future as debt service bonds are retired. For example:
  - Public safety building
  - Fire engines
  - Transportation funding
  - Fire sub-stations funding
  - Downtown core infrastructure improvements
  - Library branch
  - Undesignated future capital projects

- The last payment on the 1987 Fire Station Construction Bonds, which is now part of the 1997 Bond Refunding, will be levied in the 2006 – 2007 fiscal year.
- The last payment on the 1996 Transportation Bonds will also be levied in the 2006 – 2007 fiscal year.
- State law requires bond financed capital purchases to meet very specific requirements, primarily related to the length of useful lives of the assets purchased or built.
- Bond Levy elections presently require a double majority vote unless held at November general elections in even numbered years.



## Debt Service Fund --- Historical Highlights

**1969** Voters approve \$710,000 six-year sewage disposal general obligation bond issue.



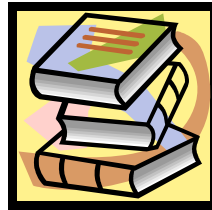
**1975** City and Oregon National Guard sign agreements to exchange airport property for armory property with additional future payment by City to Oregon National Guard.

**1978** March 1978, voters approve five-year \$190,000 armory purchase general obligation bond issue.

**1978** November 1978, voters approve 20-year \$2,622,000 community center renovation general obligation bond issue.

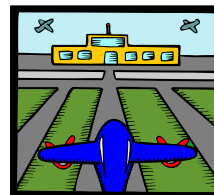


**1980** February 1980, voters approve 20-year \$1,715,000 library renovation general obligation bond issue.

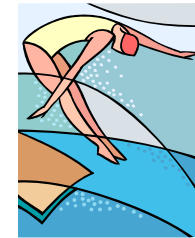


**1982** May 1982, voters approve a seven-year property tax serial levy to construct airport office building.

**1982** August 1982, voters approve a seven-year general obligation bond to replace the seven-year serial levy to construct airport office building.



**1984** August 1984, voters approve 20-year \$1,885,000 swimming pool renovation bond issue.



**1986** September 1986, voters approve 20-year \$1,995,000 fire station construction general obligation bond issue.



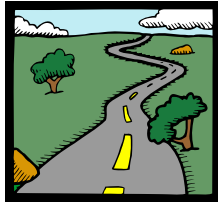
**1989** 1989 advance refunding bonds issued to refund library renovation and swimming pool renovation bond issues, saving future debt service tax dollars.

**1995** May 1995, voters fail 10-year transportation general obligation bond issue by 5 votes - \$5,995,000.

## Debt Service Fund --- Historical Highlights

**1996** 1996 refunding bonds issued to refund 1989 advance refunding bonds, saving future debt service tax dollars.

**1996** May 1996, voters approve 10-year \$7,415,000 general obligation bond issue for transportation system improvements.



**1997** 1997 refunding bonds issued to refund 1979 community center bonds and 1987 fire station bonds, saving future debt service tax dollars.

**2002** November 2002, voters approve 20-year \$9,500,000 general obligation park system improvement bond issue.



**DEBT SERVICE FUND**

2005-06

10-May-05

41	00	ACTUAL 2002-03	ACTUAL 2003-04	BUDGET 2004-05		NUMBER OF EMPLOYEES	PROPOSED 2005-06	APPROVED 2005-06	ADOPTED 2005-06
<b>RESOURCES</b>									
<b><u>BEGINNING FUND BALANCE</u></b>									
		0	0	0	<b>60000-02</b>		0.00	0	0
		165,000	180,000	190,000	<b>60000-16</b>		0.00	0	0
					DESIGNATED BEGIN FUND BALANCE:				
					<b>DBFB - '96 REFUNDING BDS-PD</b>				
					July 1, 2005 designated cash carryover from the 2004 - 2005 fiscal year to pay 1996 Bond Refunding principal due October 1, 2005 which is prior to 2005 - 2006 property tax receipts.				
		13,255	9,255	4,800	<b>60000-17</b>		0.00	0	0
					<b>DBFB - '96 REFUNDING BDS-PD</b>				
					July 1, 2005 designated cash carryover from the 2004 - 2005 fiscal year to pay 1996 Bond Refunding interest due October 1, 2005 which is prior to 2005 - 2006 property tax receipts.				
		18,365	15,260	11,850	<b>60000-18</b>		0.00	8,250	0
					<b>DBFB - INT PMT 9-1-05'97 BR</b>				
					July 1, 2005 designated cash carryover from the 2004 - 2005 fiscal year to pay 1997 Bond Refunding interest due September 1, 2005 which is prior to 2005 - 2006 property tax receipts.				
		290,000	305,000	320,000	<b>60000-19</b>		0.00	340,000	0
					<b>DBFB - PRN PMT 8-1-05'01 PK</b>				
					July 1, 2005 designated cash carryover from the 2004 - 2005 fiscal year to pay Park Improvement Bond principal due August 1, 2005 which is prior to 2005 - 2006 property tax receipts.				
		225,310	218,420	211,180	<b>60000-20</b>		0.00	203,580	0
					<b>DBFB - INT PMT 8-1-05'01 PK</b>				
					July 1, 2005 designated cash carryover from the 2004 - 2005 fiscal year to pay Park Improvement Bond interest due August 1, 2005 which is prior to 2005 - 2006 property tax receipts.				
		64,169	112,855	125,000	<b>60001-00</b>		0.00	85,000	0
					<b>BEGINNING FUND BALANCE</b>				
					Estimated July 1, 2005 undesignated cash carryover from the 2004 - 2005 fiscal year.				
		776,099	840,790	862,830	<b>TOTAL BEGINNING FUND BALANCE</b>		0.00	636,830	0
<b><u>TAXES</u></b>									
		1,603,249	1,630,925	1,300,000	<b>60005-00</b>		0.00	1,300,000	0
					<b>PROPERTY TAXES - CURRENT</b>				
					1,413,044				
					2005-2006				
					Debt Service Fd debt service property tax levy allocation --- 100%				
					(113,044)				
					Less: Uncollectible taxes - 8%				
					1,300,000				
					2005-2006				
					Current Property Taxes				
		75,264	56,585	60,000	<b>60006-00</b>		0.00	45,000	0
					<b>PROPERTY TAXES - PRIOR</b>				
					Collections on delinquent property taxes due from prior year Debt Service Fund property tax levies.				
		1,678,513	1,687,510	1,360,000	<b>TOTAL TAXES</b>		0.00	1,345,000	0
<b><u>MISCELLANEOUS</u></b>									
		10,276	8,471	10,500	<b>60151-00</b>		0.00	13,500	0
					<b>INTEREST</b>				
		10,276	8,471	10,500	<b>TOTAL MISCELLANEOUS</b>		0.00	13,500	0

**DEBT SERVICE FUND**

*2005-06*

10-May-05

41 00	ACTUAL 2002-03	ACTUAL 2003-04	BUDGET 2004-05		NUMBER OF EMPLOYEES	PROPOSED 2005-06	APPROVED 2005-06	ADOPTED 2005-06
				<b><u>TRANSFERS FROM OTHER FUNDS</u></b>				
	300,000	300,000	300,000	<b>60181-00</b> <b>TRANSPORTATION FUND - SDC</b>	0.00	300,000	0	0
				Transfer from Transportation Fund of system development (SDC) charges collected to offset property taxes on the transportation bonds.				
				Budget Note: Amount available of transportation SDCs for property tax debt service off-set proportionate to use of original bond money on SDC percentage of bond projects.				
	100,000	100,000	100,000	<b>60191-00</b> <b>PARK DEVELOPMENT FD - SDC</b>	0.00	100,000	0	0
				Transfer from Park Development Fund of system development charges (SDC) collected to offset property taxes on the park improvement bonds.				
				Budget Note: Amount available of park SDCs for property tax debt service off-set proportionate to use of original bond money on SDC percentage of bond projects. Final SDC percentage and dollar amount will be finalized after park improvement bond dollars completely utilized on planned park improvement				
	400,000	400,000	400,000	<b>TOTAL TRANSFERS FROM OTHER FUNDS</b>	0.00	400,000	0	0
	<b>2,864,888</b>	<b>2,936,771</b>	<b>2,633,330</b>	<b>TOTAL RESOURCES</b>	0.00	<b>2,395,330</b>	<b>0</b>	<b>0</b>

**DEBT SERVICE FUND**

2005-06

10-May-05

41	00	ACTUAL 2002-03	ACTUAL 2003-04	BUDGET 2004-05		NUMBER OF EMPLOYEES	PROPOSED 2005-06	APPROVED 2005-06	ADOPTED 2005-06	
<b>REQUIREMENTS</b>										
<b><u>BOND PRINCIPAL</u></b>										
		750,000	785,000	820,000	<b>80811-00</b>	<b>PYMT DATE 12-1-05 I/DATE'96 TR</b>	0.00	865,000	0	0
						1996 Transportation Bond principal payment; 9th year of 10-year bond due December 1, 2005.				
		165,000	180,000	190,000	<b>80814-00</b>	<b>'96 REFUNDING BONDS - PAID</b>	0.00	0	0	0
						1996 Refunding Bonds paid October 1, 2004.				
		135,000	145,000	150,000	<b>80816-00</b>	<b>PYMT DATE 3-1-06 I/DATE'97 BR</b>	0.00	165,000	0	0
						9th year of 10-year 1997 Bond Refunding due March 1, 2006.				
Budget Note: Bond refunding, refunded original 1979 Community Center Construction Bonds and 1987 Fire Station Construction Bonds. Fire Station Construction Bonds are the only remaining debt service portion of the 1997 Bond Refunding.										
		290,000	305,000	320,000	<b>80818-00</b>	<b>PYMT DATE 8-1-05 I/DATE'01 PK</b>	0.00	340,000	0	0
						2001 Park Improvement Bond principal payment; 4th year of 20-year bond due August 1, 2005.				
		<b>1,340,000</b>	<b>1,415,000</b>	<b>1,480,000</b>	<b>TOTAL BOND PRINCIPAL</b>		<b>0.00</b>	<b>1,370,000</b>	<b>0</b>	<b>0</b>
<b><u>BOND INTEREST</u></b>										
		99,195	81,945	63,500	<b>80831-11</b>	<b>PYMT DATE 12-1-05 I/DATE'96 TR</b>	0.00	43,820	0	0
						1996 Transportation Bond interest payment due December 1, 2005.				
		81,945	63,497	43,820	<b>80831-12</b>	<b>PYMT DATE 6-1-06 I/DATE'96 TR</b>	0.00	22,625	0	0
						1996 Transportation Bond interest payment due June 1, 2006.				
		13,254	9,252	4,800	<b>80834-11</b>	<b>'96 REFUNDING BONDS - PAID</b>	0.00	0	0	0
						1996 Refunding Bonds paid off October 1, 2004.				
		9,252	4,798	0	<b>80834-12</b>	<b>'96 REFUNDING BONDS - PAID</b>	0.00	0	0	0
						1996 Refunding Bonds paid off October 1, 2004.				
		18,362	15,258	11,850	<b>80836-11</b>	<b>PYMT DATE 9-1-05 I/DATE'97 BR</b>	0.00	8,250	0	0
						1997 Bond Refunding interest payment due September 1, 2005.				
		18,362	15,258	11,850	<b>80836-12</b>	<b>PYMT DATE 3-1-06 I/DATE'97 BR</b>	0.00	8,250	0	0
						1997 Bond Refunding interest payment due March 1, 2006.				
		225,308	218,420	211,180	<b>80837-11</b>	<b>PYMT DATE 8-1-05 I/DATE'01 PK</b>	0.00	203,580	0	0
						2001 Park Improvement Bond interest payment due August 1, 2005.				
		218,420	211,176	203,580	<b>80837-12</b>	<b>PYMT DATE 2-1-06 I/DATE'01 PK</b>	0.00	195,930	0	0
						2001 Park Improvement Bond interest payment due February 1, 2006.				
		<b>684,098</b>	<b>619,604</b>	<b>550,580</b>	<b>TOTAL BOND INTEREST</b>		<b>0.00</b>	<b>482,455</b>	<b>0</b>	<b>0</b>

**DEBT SERVICE FUND**

*2005-06*

10-May-05

41 00	ACTUAL 2002-03	ACTUAL 2003-04	BUDGET 2004-05		NUMBER OF EMPLOYEES	PROPOSED 2005-06	APPROVED 2005-06	ADOPTED 2005-06
				<b><u>UNAPPROPRIATED ENDING FUND BAL</u></b>				
	0	0	0	<b>80996-02</b>		0.00	0	0
				<b>DESIGNATED END FUND BALANCE:</b>				
	180,000	190,000	0	<b>80996-16</b>		0.00	0	0
				<b>DEFB - '96 REFUNDING BDS-PD</b>				
				1996 Refunding Bonds paid off October 1, 2004.				
	9,255	4,800	0	<b>80996-17</b>		0.00	0	0
				<b>DEFB - '96 REFUNDING BDS-PD</b>				
				1996 Refunding Bonds paid off October 1, 2004.				
	15,260	11,850	8,250	<b>80996-18</b>		0.00	4,210	0
				<b>DEFB - INT PMT 9-1-06'97 BR</b>				
				June 30, 2006 designated cash carryover for payment of the 1997 Bond Refunding interest due September 1, 2006 which is prior to 2006 - 2007 property tax receipts.				
	305,000	320,000	340,000	<b>80996-19</b>		0.00	355,000	0
				<b>DEFB - PRN PMT 8-1-06'01 PK</b>				
				June 30, 2006 designated cash carryover for payment of the 2001 Park Improvement Bond principal due August 1, 2006 which is prior to 2006 - 2007 property tax receipts.				
	218,420	211,180	203,580	<b>80996-20</b>		0.00	182,500	0
				<b>DEFB - INT PMT 8-1-06'01 PK</b>				
				June 30, 2006 designated cash carryover for payment of the 2001 Park Improvement Bond interest due August 1, 2006 which is prior to 2006 - 2007 property tax receipts.				
	112,855	164,337	50,920	<b>80997-00</b>		0.00	1,165	0
				<b>UNAPPROPRIATED ENDING FUND BAL</b>				
				Budgeted undesignated cash carryover for July 1, 2006. Actual cash carryover will also include all remaining money from the the excess (deficit) of revenues over (under) expenditures from 2005 - 2006 operations.				
	840,790	902,167	602,750	<b>TOTAL UNAPPROPRIATED ENDING FUND BAL</b>		0.00	542,875	0
	<b>2,864,888</b>	<b>2,936,771</b>	<b>2,633,330</b>	<b>TOTAL REQUIREMENTS</b>		<b>0.00</b>	<b>2,395,330</b>	<b>0</b>

**DEBT SERVICE FUND**

*2005-06*

10-May-05

41	00	ACTUAL 2002-03	ACTUAL 2003-04	BUDGET 2004-05		NUMBER OF EMPLOYEES	PROPOSED 2005-06	APPROVED 2005-06	ADOPTED 2005-06
		2,864,888	2,936,771	2,633,330	<b><i>DEBT SERVICE FUND TOTAL REQUIREMENTS</i></b>		2,395,330	0	0