



2006 – 2007 Proposed Budget --- Budget Summary Debt Service Fund

2006 – 2007 Debt Service Fund Budget Highlights

Debt Service Current Property Taxes

- The debt service property tax levy is increased by ~\$109,000 over 2005 – 2006 fiscal year, due to a lower Beginning Fund Balance.
- Due to the estimated increase in maximum assessed value, the debt service property tax levy cents per thousand is estimated to be \$.92 per thousand.

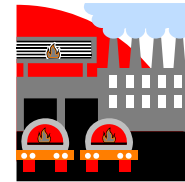
Short- and Long-Term Issues

Short Term Issues --- addressed by 2006 – 2007 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 – May 16, 2007 Election
 - Fire engines
 - Transportation
 - Fire sub-stations
 - 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.



20-year Fire Station Construction Bonds paid off in 2006 – 2007.

- The **last payment** on the 1996 Transportation Bonds will also be levied in the 2006 – 2007 fiscal year.



10-year Transportation Bonds paid off in 2006 – 2007.

- 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.

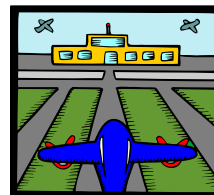


1980 February 1980, voters approve 20-year \$1,715,000 library renovation general obligation bond issue.

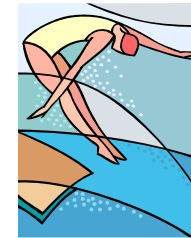


1982 May 1982, voters approve a seven-year property tax serial levy to construct airport office building.

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.



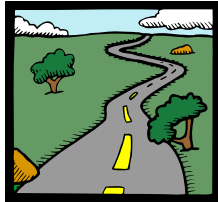
1989 1989 advance refunding bonds issued to refund library renovation and swimming pool renovation bond issues, saving future debt service tax dollars.

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.

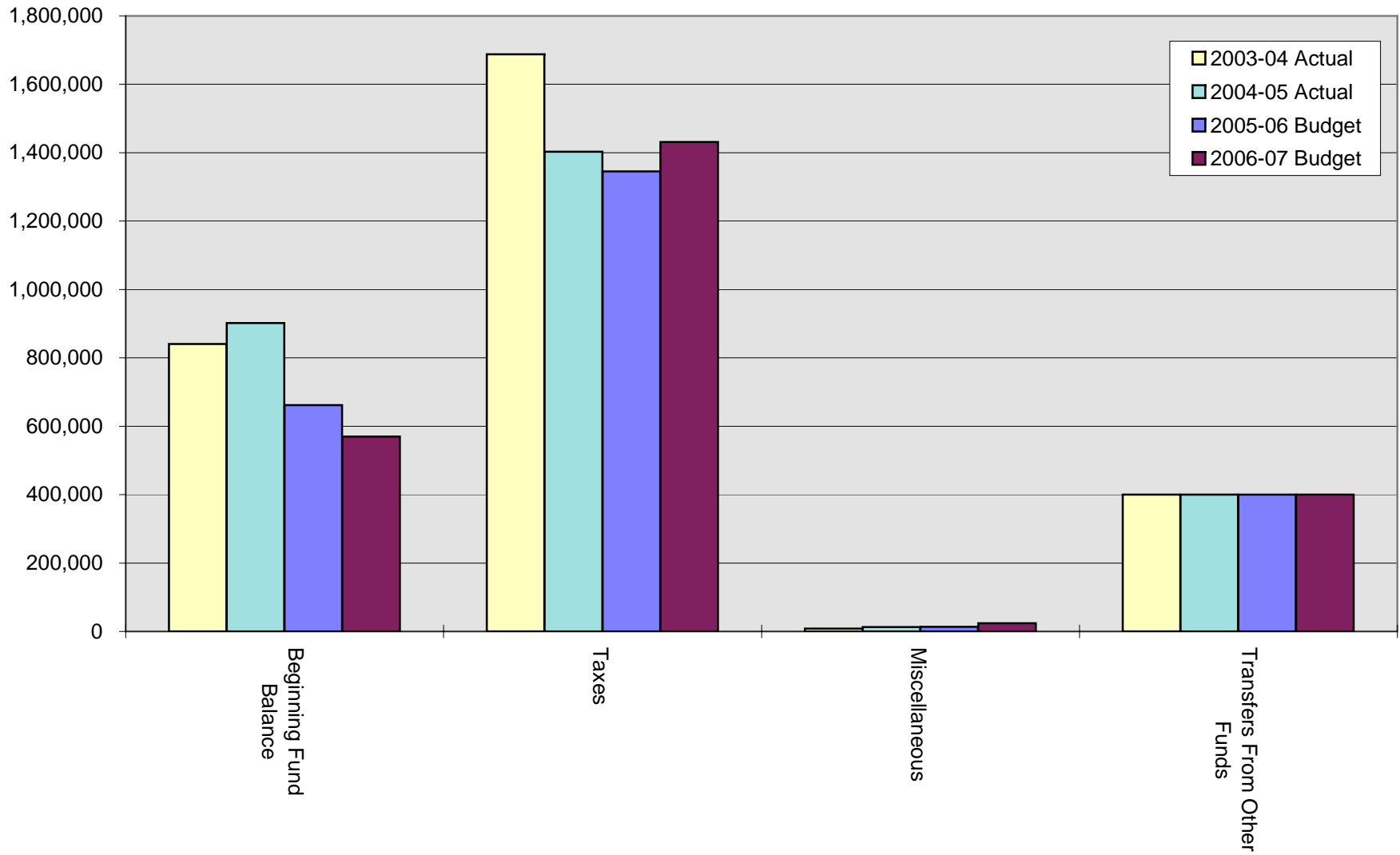


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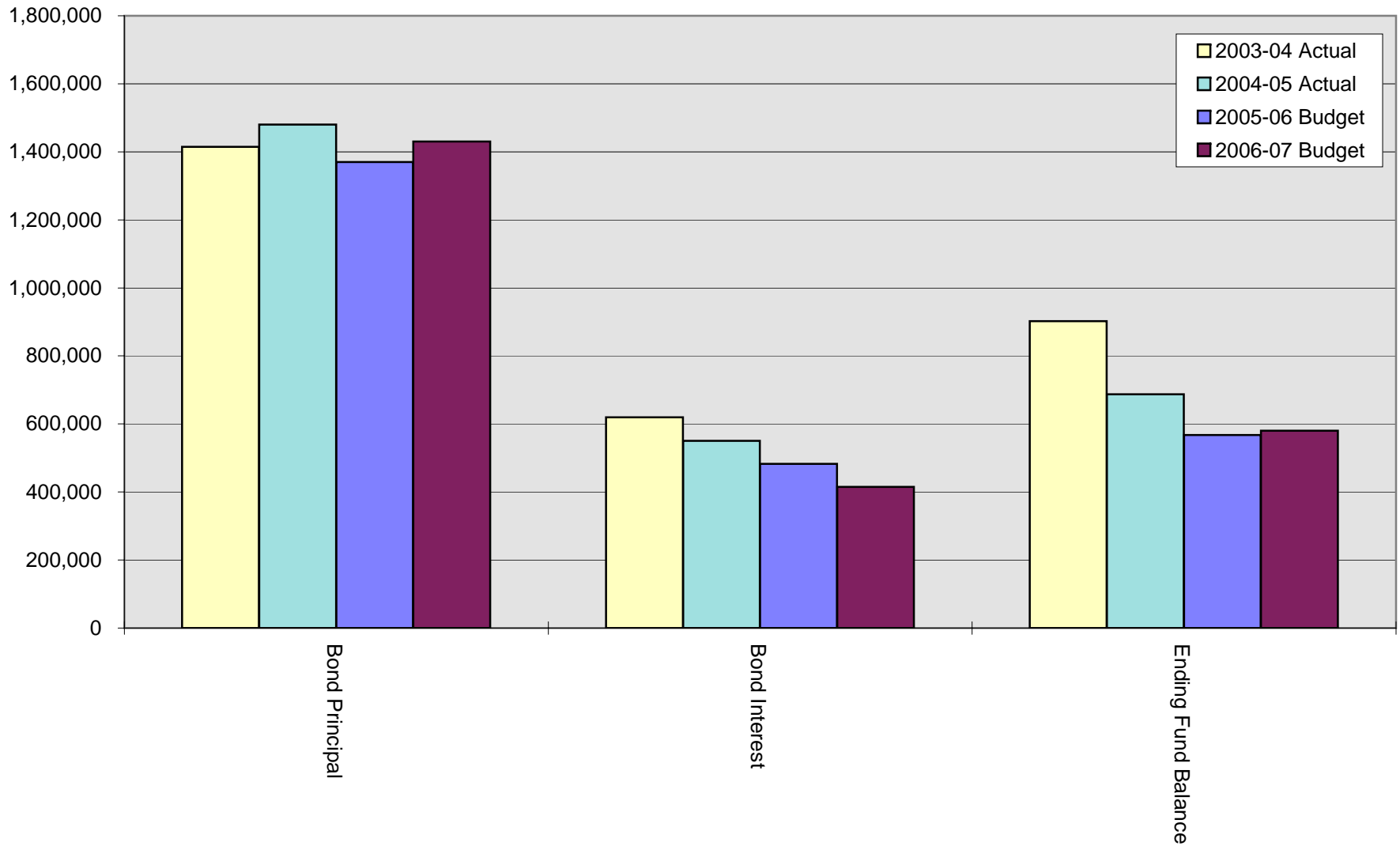


If Measure 36-81 – Public Safety Facility and Municipal Courtroom Bonds - passes May 16, 2006, the debt service levy will not be imposed until 2007 – 2008, after the Fire Station bonds and the Transportation bonds have been paid off in 2006 – 2007.

Debt Service Fund Resources



Debt Service Fund Requirements



DEBT SERVICE FUND

2006-07

02-Aug-06

41	00	ACTUAL 2003-04	ACTUAL 2004-05	BUDGET 2005-06		NUMBER OF EMPLOYEES	PROPOSED 2006-07	APPROVED 2006-07	ADOPTED 2006-07
RESOURCES									
<u>BEGINNING FUND BALANCE</u>									
		0	0	0	60000-02	DESIGNATED BEGIN FUND BALANCE:	0.00	0	0
		180,000	190,000	0	60000-16	DBFB - '96 REFUNDING BDS-PD	0.00	0	0
		9,255	4,800	0	60000-17	DBFB - '96 REFUNDING BDS-PD	0.00	0	0
		15,260	11,850	8,250	60000-18	DBFB - INT PMT 9-1-06'97 BR July 1, 2006 designated cash carryover from the 2005 - 2006 fiscal year to pay 1997 Bond Refunding interest due September 1, 2006 which is prior to 2006 - 2007 property tax receipts.	0.00	4,210	4,210
		305,000	320,000	340,000	60000-19	DBFB - PRN PMT 8-1-06'01 PK July 1, 2006 designated cash carryover from the 2005 - 2006 fiscal year to pay Park Improvement Bond principal due August 1, 2006 which is prior to 2006 - 2007 property tax receipts.	0.00	355,000	355,000
		218,420	211,180	203,580	60000-20	DBFB - INT PMT 8-1-06'01 PK July 1, 2006 designated cash carryover from the 2005 - 2006 fiscal year to pay Park Improvement Bond interest due August 1, 2006 which is prior to 2006 - 2007 property tax receipts.	0.00	195,930	195,930
		112,855	164,337	110,000	60001-00	BEGINNING FUND BALANCE Estimated July 1, 2006 undesignated cash carryover from the 2005 - 2006 fiscal year.	0.00	15,000	15,000
		840,790	902,167	661,830		TOTAL BEGINNING FUND BALANCE	0.00	570,140	570,140
<u>TAXES</u>									
		1,630,925	1,332,205	1,300,000	60005-00	PROPERTY TAXES - CURRENT 1,521,739 2006-2007 Debt Service Fd debt service property tax levy allocation --- 100% (121,739) Less: Uncollectible taxes - 8% 1,400,000 2006-2007 Current Property Taxes *Includes Smurfits total property tax reserve reduction !!!	0.00	1,400,000	1,400,000
		56,585	70,578	45,000	60006-00	PROPERTY TAXES - PRIOR Collections on delinquent property taxes due from prior year Debt Service Fund property tax levies. *PB --- Smurfits affect ???	0.00	31,000	31,000
		1,687,510	1,402,783	1,345,000		TOTAL TAXES	0.00	1,431,000	1,431,000
<u>MISCELLANEOUS</u>									
		8,471	13,022	13,500	60151-00	INTEREST	0.00	24,300	24,300
		8,471	13,022	13,500		TOTAL MISCELLANEOUS	0.00	24,300	24,300
<u>TRANSFERS FROM OTHER FUNDS</u>									

DEBT SERVICE FUND

2006-07

02-Aug-06

41	00								
	ACTUAL	ACTUAL	BUDGET			NUMBER OF	PROPOSED	APPROVED	ADOPTED
	2003-04	2004-05	2005-06			EMPLOYEES	2006-07	2006-07	2006-07
	300,000	300,000	300,000	60181-00	TRANSPORTATION FUND - SDC	0.00	300,000	300,000	300,000
				Transfer from Transportation Fund of system development (SDC) charges collected to off-set 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	60191-00	PARK DEVELOPMENT FD - SDC	0.00	100,000	100,000	100,000
				Transfer from Park Development Fund of system development charges (SDC) collected to off-set 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					
	400,000	400,000	400,000	TOTAL TRANSFERS FROM OTHER FUNDS		0.00	400,000	400,000	400,000
	2,936,771	2,717,972	2,420,330	TOTAL RESOURCES		0.00	2,425,440	2,425,440	2,445,440

DEBT SERVICE FUND

2006-07

02-Aug-06

41	00								
ACTUAL	ACTUAL	BUDGET			NUMBER OF	PROPOSED	APPROVED	ADOPTED	
2003-04	2004-05	2005-06			EMPLOYEES	2006-07	2006-07	2006-07	
REQUIREMENTS									
<u>BOND PRINCIPAL</u>									
785,000	820,000	865,000	80811-00	PYMT DATE 12-1-06 I/DATE'96 TR 1996 Transportation Bond principal payment; 10th year of 10-year bond due December 1, 2006.	0.00	905,000	905,000	905,000	
180,000	190,000	0	80814-00	'96 REFUNDING BONDS - PAID 1996 Refunding Bonds retired October 1, 2004.	0.00	0	0	0	
145,000	150,000	165,000	80816-00	PYMT DATE 3-1-07 I/DATE'97 BR 10th year of 10-year 1997 Bond Refunding due March 1, 2007.	0.00	170,000	170,000	170,000	
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.									
305,000	320,000	340,000	80818-00	PYMT DATE 8-1-06 I/DATE'01 PK 2001 Park Improvement Bond principal payment; 5th year of 20-year bond due August 1, 2006.	0.00	355,000	355,000	355,000	
1,415,000	1,480,000	1,370,000	TOTAL BOND PRINCIPAL		0.00	1,430,000	1,430,000	1,430,000	
<u>BOND INTEREST</u>									
81,945	63,498	43,820	80831-11	PYMT DATE 12-1-06 I/DATE'96 TR 1996 Transportation Bond interest payment due December 1, 2006.	0.00	22,625	22,625	22,625	
63,497	43,818	22,625	80831-12	'96 TRANSPORTATION BOND - PAID 1996 Transportation Bonds retired December 1, 2006.	0.00	0	0	0	
9,252	4,798	0	80834-11	'96 REFUNDING BONDS - PAID 1996 Refunding Bonds retired October 1, 2004.	0.00	0	0	0	
4,798	0	0	80834-12	'96 REFUNDING BONDS - PAID 1996 Refunding Bonds retired October 1, 2004.	0.00	0	0	0	
15,258	11,850	8,250	80836-11	PYMT DATE 9-1-06 I/DATE'97 BR 1997 Bond Refunding interest payment due September 1, 2006.	0.00	4,210	4,210	4,210	
15,258	11,850	8,250	80836-12	PYMT DATE 3-1-07 I/DATE'97 BR 1997 Bond Refunding interest payment due March 1, 2007.	0.00	4,210	4,210	4,210	
218,420	211,175	203,580	80837-11	PYMT DATE 8-1-06 I/DATE'01 PK 2001 Park Improvement Bond interest payment due August 1, 2006.	0.00	195,930	195,930	195,930	
211,176	203,576	195,930	80837-12	PYMT DATE 2-1-07 I/DATE'01 PK 2001 Park Improvement Bond interest payment due February 1, 2007.	0.00	187,940	187,940	187,940	
619,604	550,565	482,455	TOTAL BOND INTEREST		0.00	414,915	414,915	414,915	

DEBT SERVICE FUND

2006-07

02-Aug-06

41	00	ACTUAL 2003-04	ACTUAL 2004-05	BUDGET 2005-06		NUMBER OF EMPLOYEES	PROPOSED 2006-07	APPROVED 2006-07	ADOPTED 2006-07
					<u>UNAPPROPRIATED ENDING FUND BAL</u>				
		0	0	0	80996-02	DESIGNATED END FUND BALANCE:	0.00	0	0
		190,000	0	0	80996-16	DEFB - '96 REFUNDING BDS-PD 1996 Refunding Bonds retired October 1, 2004.	0.00	0	0
		4,800	0	0	80996-17	DEFB - '96 REFUNDING BDS-PD 1996 Refunding Bonds retired October 1, 2004.	0.00	0	0
		11,850	8,250	4,210	80996-18	DEFB - '97 REFUNDING BDS-PD 1997 Refunding Bonds retired March 1, 2007.	0.00	0	0
		320,000	340,000	355,000	80996-19	DEFB - PRN PMT 8-1-07'01 PK June 30, 2007 designated cash carryover for payment of the 2001 Park Improvement Bond principal due August 1, 2007 which is prior to 2007 - 2008 property tax receipts.	0.00	375,000	375,000
		211,180	203,580	195,930	80996-20	DEFB - INT PMT 8-1-07'01 PK June 30, 2007 designated cash carryover for payment of the 2001 Park Improvement Bond interest due August 1, 2007 which is prior to 2007 - 2008 property tax receipts.	0.00	187,940	187,940
		164,337	135,577	12,735	80997-00	UNAPPROPRIATED ENDING FUND BAL Budgeted undesignated cash carryover for July 1, 2007. Actual cash carryover will also include all remaining money from the the excess (deficit) of revenues over (under) expenditures from 2006 - 2007 operations.	0.00	17,585	17,585
		902,167	687,407	567,875	TOTAL UNAPPROPRIATED ENDING FUND BAL		0.00	580,525	580,525
		2,936,771	2,717,972	2,420,330	TOTAL REQUIREMENTS		0.00	2,425,440	2,425,440
									600,525
									2,445,440

DEBT SERVICE FUND

2006-07

02-Aug-06

41	00	ACTUAL 2003-04	ACTUAL 2004-05	BUDGET 2005-06		NUMBER OF EMPLOYEES	PROPOSED 2006-07	APPROVED 2006-07	ADOPTED 2006-07
		2,936,771	2,717,972	2,420,330	<i>DEBT SERVICE FUND TOTAL REQUIREMENTS</i>		2,425,440	2,425,440	2,445,440