



Deschutes County Board of Commissioners
1300 NW Wall St., Suite 200, Bend, OR 97701-1960
(541) 388-6570 - Fax (541) 385-3202 - www.deschutes.org

AGENDA REQUEST & STAFF REPORT

For Board Business Meeting of December 21, 2015

Please see directions for completing this document on the next page.

DATE: December 15, 2015

FROM: Wayne Lowry  Finance (541) 388-6559

TITLE OF AGENDA ITEM:

Consideration and signature of Resolution #2015-113, budget adjustment appropriating the proceeds of Full Faith and Credit Refunding Series 2015.

PUBLIC HEARING ON THIS DATE? NO

BACKGROUND AND POLICY IMPLICATIONS:

Consideration of Resolution #2015-113. The Board of County Commissioners approved the refunding of the Oregon Economic & Community Development Department debt, issued in 2002, and the Full Faith and Credit Series 2005 bonds. This agenda item makes the necessary budget adjustments to complete the transaction.

FISCAL IMPLICATIONS:

The County will realize savings on interest of \$350,000 over the life of the new bonds.

RECOMMENDATION & ACTION REQUESTED:

Approval and signature of Resolution #2015-113.

ATTENDANCE: Wayne Lowry

DISTRIBUTION OF DOCUMENTS:

Wayne Lowry, Finance Department 388-6559

REVIEWED

LEGAL COUNSEL

For Recording Stamp Only

BEFORE THE BOARD OF COUNTY COMMISSIONERS OF DESCHUTES COUNTY, OREGON

A Resolution Appropriating Refunding Proceeds *
to the Deschutes County 2015-2016 Budget * RESOLUTION NO. 2015-113
*

WHEREAS, Deschutes County will receive refunding proceeds totaling \$3,775,000; and

WHEREAS, these refunding proceeds need to be appropriated; and

WHEREAS, ORS 294.338(4)(c) allows the appropriation and expenditures of refunding proceeds designated to specific purposes; now, therefore,

BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF DESCHUTES COUNTY, OREGON, as follows:

Section 1. That the following refunding proceeds be budgeted:

Revenue

536-0000-393.12-00	Bond Proceeds	\$ 1,925,295
601-0000-393.12-00	Bond Proceeds	\$ 1,367,174
618-0000-393.12-00	Bond Proceeds	\$ 482,531
TOTAL REVENUE:		<u>\$ 3,775,000</u>

Section 2. That the following appropriations be made within the 2015-2016 County Budget:

Expenditures

Materials & Services:

536-1400-415.33-28	Bond Issuance Costs	\$ 13,260
601-1000-452.33-28	Bond Issuance Costs	\$ 9,416
618-9600-453.33-28	Bond Issuance Costs	<u>\$ 3,324</u>
TOTAL MATERIALS & SERVICES		\$ 26,000

Debt Service:

536-1400-471.81-01	Principal	\$ 1,904,328
601-1000-471.81-01	Principal	\$ 1,352,286
618-1000-471.81-01	Principal	\$ 478,174
536-1400-472.82-02	Interest	\$ 7,707
601-1000-471.82-02	Interest	\$ 5,472
618-1000-471.85-02	Interest	\$ <u>1,033</u>

TOTAL DEBT SERVICE \$ 3,749,000

TOTAL EXPENDITURES \$ 3,775,000

Section 2. That the Finance Director make the appropriate entries in the Deschutes County Budget document to show the above appropriations.

DATED this _____ st day of December, 2015.

BOARD OF COUNTY COMMISSIONERS OF
DESCHUTES COUNTY, OREGON

ANTHONY DEBONE, Chair

ATTEST:

ALAN UNGER, Vice-Chair

Recording Secretary

TAMMY BANEY, Commissioner

Lacy Nichols

From: Wayne Lowry
Sent: Tuesday, December 08, 2015 5:12 PM
To: Lacy Nichols
Cc: Jeanine Faria; Loni Burk
Subject: FW: Refunding budget adjustment
Attachments: Supplemental Budget Fund 535, 601, 618.xls

Please prepare a budget adjustment for the refunding transaction completed on December 8.

Thanks

Wayne Lowry, CPA
Finance Director/Treasurer, Deschutes County
1300 NW Wall Street, Suite 200, Bend, Oregon 97703 Phone 541-388-6559, Fax 541-749-2909, Cell 541-788-0093
E-Mail: wayne.lowry@deschutes.org

-----Original Message-----

From: Jeanine Faria
Sent: Tuesday, December 08, 2015 5:04 PM
To: Wayne Lowry
Subject: RE: Refunding budget adjustment

Looks great. I've made some corrections to the account numbers to use. The corrected version is attached. Next step - send an email to Lacy requesting her to prepare a resolution.

Jeanine
Deschutes County Finance
541-385-1411

-----Original Message-----

From: Wayne Lowry
Sent: Tuesday, December 08, 2015 4:42 PM
To: Jeanine Faria
Subject: Refunding budget adjustment

Let me know if this works.

Wayne Lowry, CPA
Finance Director/Treasurer, Deschutes County
1300 NW Wall Street, Suite 200, Bend, Oregon 97703 Phone 541-388-6559, Fax 541-749-2909, Cell 541-788-0093
E-Mail: wayne.lowry@deschutes.org

Deschutes County
Supplemental Budget Request

RESOURCES

Item	Line Number (HTE 14 digit code)	Description	Current Budgeted Amount	To (From)	Revised Budget
1	536-0000-393.12-00	Issuance LT Debt Bond Proceeds	-	1,925,295	1,925,295
2	601-0000-393.12-00	Issuance LT Debt Bond Proceeds	-	1,367,174	1,367,174
3	618-0000-393.12-00	Issuance LT Debt Bond Proceeds	-	482,531	482,531
TOTAL			-	3,775,000	3,775,000

REQUIREMENTS

Item	Line Number (HTE 14 digit code)	Category (Pers, M&S, Cap Out, Contingency)	Description (Element-Object, e.g. Time Mgmt, Temp Help, Computer Hardware)	Current Budgeted Amount	To (From)	Revised Budget
4	536-1400-415.33-28	Materials & Services	Bond Issuance Costs	-	13,260	13,260
5	601-1000-452.33-28	Materials & Services	Bond Issuance Costs	-	9,416	9,416
6	618-9600-453.33-28	Materials & Services	Bond Issuance Costs	-	3,324	3,324
7	536-1400-471.81-01	Debt Service	Principal	886,837	1,904,328	2,791,165
8	601-1000-471.81-01	Debt Service	Principal	162,229	1,352,286	1,514,515
9	618-1000-471.81-01	Debt Service	Principal	72,161	478,174	550,335
10	536-1400-472.82-02	Debt Service	Interest	886,837	7,707	894,544
11	601-1000-471.82-02	Debt Service	Interest	162,229	5,472	167,701
12	618-1000-471.85-02	Debt Service	Interest	72,161	1,033	73,194
TOTAL				2,242,454	3,775,000	6,017,454

A supplemental budget is required for the following reason and will be used for the following purpose:

The Board approved the refunding of the 2002 OECDD debt and the 2005 FFC bonds in the total amount of \$3,775,000 to achieve savings due to lower interest rates. Proposals were solicited from several Banks interested in providing the financing of the transaction. Bank of the Cascades had the proposal with the greatest savings to the County. ORS 294.338(4)(c) provides an exception to the need for a supplemental budget to provide the budget authority for refunding bonds and requires instead a resolution. The attached resolution creates the necessary adjustments to the FY 2016 adopted budget to provide for this transaction. The County realized savings of \$350,000 over the life of the debt.

Fund:	Debt Service/RV/F&E
Dept:	Fin/Prop/F&E
Requested by:	Wayne Lowry
Date:	1/1/2016