



CITY OF BEND

SYSTEM DEVELOPMENT CHARGE ANNUAL REPORT

Fiscal Year Ended June 30, 2017

Finance Department

Accounting Division
December 2017

**City of Bend, Oregon
System Development Charge Annual Report
For the Fiscal Year Ended June 30, 2017**

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City of Bend, Oregon
System Development Charges Sources and Uses Activity Statement
For the Fiscal Year Ended June 30, 2017
Water

SDC Sources	Improvement	Reimbursement
System Development Charges	\$ 3,463,174	\$ 361,686
System Development Charges - Loan Repayments	126,231	13,184
Total Current Year Sources	\$ 3,589,405	\$ 374,870
SDC Uses		
Developer Reimbursement Contracts	\$ (96,847)	-
Debt Service (A)	(1,254,519)	(3,529,746)
SDC Methodology Approved Capital Improvements (B)		
WA0902 Bridge Creek Intake and Pipeline	(2,081,442)	(1,635,418)
WA0904 Water Division Supervisory Control and Data Acquisition (SCADA)	-	(70,231)
WA16BA Roosevelt Water Main	(218,877)	(145,918)
WA15MA Water Rights Management Planning	(46,751)	-
WA15CA Riverside Waterline Upgrade	-	(380,835)
WA15GA 3rd St Waterline	(19,645)	(12,041)
WA16CA Reservoir Coating Evaluation Study	-	(79,258)
WA16FA Rimrock West Water Main	(394)	(263)
WA17BA Outback Waterline Upsize	-	(20,000)
WA17CB Water Meter Box Infrastructure	-	(340,573)
WA17CC Water Meter Box Infrastructure	-	(373,294)
1WEWL Egypt Waterline	(2,614)	(2,832)
1WBCI Heidi Landsdowne Intake	(74,487)	(58,526)
1WBCP Bridge Creek Pipeline	(1,453)	(1,141)
1WS3W South 3rd St. Water Portion	(3,991)	(2,446)
1WWTF Water Treatment Facility	(1,220,660)	(959,090)
Project Management Costs (C)	(639,539)	(984,721)
Total Current Year Uses	\$ (5,661,219)	\$ (8,596,333)
Unspent (overspent) SDCs For the Fiscal Year Ended June 30, 2017	\$ (2,071,814)	\$ (8,221,463)
Cumulative Unspent (Overspent) as of July 1, 2016		
	(D) \$ (3,771,731)	\$ (1,677,836)
Change from Current Year	(2,071,814)	(8,221,463)
Cumulative Unspent (Overspent) as of June 30, 2017	\$ (5,843,545)	\$ (9,899,299)
Ending Balance Reserved as of June 30, 2017	\$ -	\$ -

(A) Debt service costs, for project costs incurred after the SDC Methodology date, are eligible against the improvement fee, pursuant to the growth percentage of the related SDC-eligible project costs.

(B) Costs reflected for each project have already been reduced for any related debt-issuance, grant, or contributions. These amounts only represent the use of SDC revenues against current year project costs, not total project costs.

(C) Project management costs are internally-allocated costs for engineering and other directly related overhead costs. The costs are allocated between improvement and reimbursement revenue, based on project specific growth percentages, pursuant to the SDC methodology in place as of June 30, 2017.

(D) Adjusted (\$1,035,308) for prior year error where developer reimbursed contracts were added instead of subtracted, and \$52,440 for the application of City discretionary funds used to pay for Les Schwab System Development Charges.

Reimbursement collections are eligible to be spent for Improvement projects, resulting in a netting effect as per ORS.

City of Bend, Oregon
System Development Charges Sources and Uses Activity Statement
For the Fiscal Year Ended June 30, 2017
Water Reclamation

SDC Sources	Improvement	Reimbursement
System Development Charges	\$ 4,224,520	\$ 2,261,010
System Development Charges - Loan Repayments	225,128	120,491
Total Current Year Sources	\$ 4,449,648	\$ 2,381,501
SDC Uses		
Developer Reimbursement Contracts	\$ (97,009)	\$ -
Debt Service	(A) (2,207,109)	(862,780)
SDC Methodology Approved Capital Improvements	(B)	
WA0902 Surface Water Improvement Project		
1SBFM Colorado Bridge Force Main	(581)	(655)
SW0806 SCADA Update Telemetry	-	(23,772)
WR17AA Reuse PLC Equipment	-	(10,636)
1SBSS Southeast Bend Septic	-	(67,527)
1SCAP Capacity Improvements	(214)	-
1SP1X Southeast Interceptor Phase 1 Extension	(517,804)	(232,636)
1SPIR Plant Interceptor Rehabilitation	(3,075)	(3,758)
1SRLS Riverhouse Lift Station	(29,817)	(3,313)
1SVOC Valhalla Odor Control & Sewer Relocation	-	(1,427,120)
1SWRF WRF Secondary Expansion	(1,155,217)	(100,454)
1XHTE Misc. projects at conversion	-	(8,512)
Project Management Costs	(C) (1,186,693)	(1,306,062)
Total Current Year Uses	\$ (5,197,519)	\$ (4,047,225)
Unspent (overspent) SDCs For the Fiscal Year Ended June 30, 2017	\$ (747,871)	\$ (1,665,724)
Cumulative Unspent (Overspent) as of July 1, 2016		
	(D) \$ (39,796,852)	\$ 21,826,347
Change from Current Year	(747,871)	(1,665,724)
Cumulative Unspent (Overspent) as of June 30, 2017	\$ (40,544,723)	\$ 20,160,623
Ending Balance Reserved as of June 30, 2017	\$ -	\$ -

- (A) Debt service costs, for project costs incurred after the SDC Methodology date, are eligible against the improvement fee, pursuant to the growth percentage of the related SDC-eligible project costs.
- (B) Costs reflected for each project have already been reduced for any related debt-issuance, grant, or contributions. These amounts only represent the use of SDC revenues against current year project costs, not total project costs.
- (C) Project management costs are internally-allocated costs for engineering and other directly related overhead costs. The costs are allocated between improvement and reimbursement revenue, based on project specific growth percentages, pursuant to the SDC methodology in place as of June 30, 2017.
- (D) Adjusted \$120,242 for the application of City discretionary funds used to pay for Les Schwab System Development Charges. Reimbursement collections are eligible to be spent for Improvement projects, resulting in a netting effect as per ORS.

City of Bend, Oregon
System Development Charges Sources and Uses Activity Statement
For the Fiscal Year Ended June 30, 2017
Transportation

SDC Sources	<u>Improvement</u>	<u>Reimbursement</u>
System Development Charges	\$ 4,786,210	\$ 1,689,771
System Development Charges - Loan Repayments	512,650	157,821
Total Current Year Sources	<u>\$ 5,298,860</u>	<u>\$ 1,847,592</u>
SDC Uses		
Developer Reimbursement Contracts	\$ (26,766)	\$ -
Debt Service	(A) -	(1,301,505)
SDC Methodology Approved Capital Improvements	(B)	
GM15CA Reed Market & 15th Street	(3,916)	(1,654)
GM15DA Auto CAD Consulting	(453)	(1,056)
ST12DA Transportation Demand Management Consulting	(15,529)	(36,234)
ST14EA Safety Implementation	(5,019)	-
ST14HA Transportation Efficiency Strategy	(140,473)	-
ST15RA Bend Parking Study	(37,807)	(88,218)
UG10AA Urban Growth Boundary	(46,062)	-
1TCSI Alta Safety	(65,154)	-
Multi Modal	(30,200)	-
1A3AA S. 3rd St Pedestrian Accessibility	(201,950)	-
1T14R 14th St Reconstruction	(150,284)	-
1TCSI Citywide Safety Improvements	(228,409)	-
1TDCS Downtown City Sidewalk Safety Improvements	(48,955)	-
1TGCI Galveston Corridor Improvements	(95,198)	-
1TSDP Complete Street Corridors	(203)	(762)
Project Management Costs	(C) (835,850)	(145,888)
Total Current Year Uses	<u>\$ (1,932,228)</u>	<u>\$ (1,575,317)</u>
Unspent (overspent) SDCs For the Fiscal Year Ended June 30, 2017	<u>\$ 3,366,632</u>	<u>\$ 272,275</u>
Cumulative Unspent (Overspent) as of July 1, 2016		
Change from Current Year	(D) \$ 10,252,144	\$ 578,891
	3,366,632	272,275
Cumulative Unspent (Overspent) as of June 30, 2017	<u>\$ 13,618,776</u>	<u>\$ 851,166</u>
Ending Balance Reserved as of June 30, 2017	<u>\$ 13,618,776</u>	<u>\$ 851,166</u>

- (A) Debt service costs, for project costs incurred after the SDC Methodology date, are eligible against the improvement fee, pursuant to the growth percentage of the related SDC-eligible project costs. All existing debt was issued before the SDC Methodology date, so nothing is applied against the Improvement portion of SDC's.
- (B) Costs reflected for each project have already been reduced for any related debt-issuance, grant, or contributions. These amounts only represent the use of SDC revenues against current year project costs, not total project costs.
- (C) Project management costs are internally-allocated costs for engineering and other directly related overhead costs. The costs are allocated between improvement and reimbursement revenue, based on project specific growth percentages, pursuant to the SDC methodology in place as of June 30, 2017.
- (D) Adjusted \$794,400 for the application of City discretionary funds used to pay for Les Schwab System Development Charges. Reimbursement collections are eligible to be spent for Improvement projects, resulting in a netting effect as per ORS.

City of Bend, Oregon
System Development Charge - Ending Balance Reserved
For the Fiscal Year Ended June 30, 2017

System Development Charge Type		Balance
Water		
Improvement	\$ -	
Reimbursement	-	
Total Water		-
Water Reclamation		
Improvement	\$ -	
Reimbursement	-	
Total Water Reclamation		-
Transportation		
Improvement	\$ 13,618,776	
Reimbursement	851,166	
Total Transportation		14,469,942
Total System Development Charge Ending Balance Reserved		\$ 14,469,942