



CITY OF BEND

# System Development Charge Annual Report

Fiscal Year Ended June 30, 2019

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Finance Department  
Accounting Division  
December 2019

**City of Bend, Oregon  
System Development Charge Annual Report  
For the Fiscal Year Ended June 30, 2019**

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**City of Bend, Oregon**  
**System Development Charges Sources and Uses Activity Statement**  
**For the Fiscal Year Ended June 30, 2019**  
**Water**

<b>Current Year SDC Activity:</b>			
<b>SDC Sources</b>		<u>Improvement</u>	<u>Reimbursement</u>
System Development Charges	\$	3,331,234	\$ 319,540
System Development Charges - Loan Repayments		305	29
<b>Total Current Year Sources</b>	<b>\$</b>	<b>3,331,539</b>	<b>\$ 319,569</b>
<b>SDC Uses</b>			
Developer Reimbursement Contracts	\$	(131,259)	\$ -
Debt Service	(A)	(1,305,314)	(1,230,099)
SDC Methodology Approved Capital Improvements	(B)		
WA16B    Roosevelt Water Main		-	(231,745)
WA16FB   Rimrock West Water Main		-	(244,038)
WA18BA   Overturf Reservoir Upgrade			(1,033,500)
WA18CC   Residential Meter Box Phase 7		-	(75,672)
WA19AA   Residential Meter Box Phase 8			(779,422)
WA19DA   Residential Meter Box Phase 9			(189)
1WEWL    Egypt Waterline		(147,501)	(159,793)
1T14B    14th Street Reconstruction		(460,423)	(540,497)
1TEC3    Empire Corridor		(54,297)	-
1TMC (1-4)  Murphy Corridor		(32,430)	(38,070)
Project Management Costs	(C)	(334,061)	(286,048)
<b>Total Current Year Uses</b>	<b>\$</b>	<b>(2,465,285)</b>	<b>\$ (4,619,073)</b>
<b>Updates to Prior Year Report</b>			
Reallocate principal portion of debt service to other funding sources		865,200	679,800
Reallocate Water Master Plan Update to other funding sources			45,500
Update to the allocation method for project management costs		39,472	238,833
<b>Total Updates</b>	<b>\$</b>	<b>904,672</b>	<b>\$ 964,133</b>
<b>Current Year Net SDC Activity</b>	<b>\$</b>	<b>1,770,926</b>	<b>\$ (3,335,371)</b>
<b>Cumulative SDC Balance Reconciliation:</b>			
<b>SDC Balance as of July 1, 2018</b>	<b>\$</b>	<b>(5,715,719)</b>	<b>\$ (14,045,509)</b>
Current Year Net SDC Activity		1,770,926	(3,335,371)
<b>SDC Balance as of June 30, 2019</b>	<b>(D) \$</b>	<b>(3,944,793)</b>	<b>\$ (17,380,880)</b>
<b>SDC Reserve Balance as of June 30, 2019</b>	<b>\$</b>	<b>-</b>	<b>\$ -</b>

- (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 for the fiscal year reported.

**City of Bend, Oregon**  
**System Development Charges Sources and Uses Activity Statement**  
**For the Fiscal Year Ended June 30, 2019**  
**Water Reclamation**

**Current Year SDC Activity:**

<b>SDC Sources</b>	<b>Improvement</b>	<b>Reimbursement</b>
System Development Charges	\$ 4,221,710	\$ 2,177,697
System Development Charges - Loan Repayments	1,352	697
<b>Total Current Year Sources</b>	<b>\$ 4,223,062</b>	<b>\$ 2,178,394</b>
<b>SDC Uses</b>		
Developer Reimbursement Contracts	\$ (79,143)	-
Debt Service	(A) (8,755,614)	(2,384,052)
SDC Methodology Approved Capital Improvements	(B)	
WR17AA Reuse PLC Equipment		(17,765)
WR17BA Airport Sewerline Replacement		(44,710)
WR19CB 2019 CIPP Rehabilitation		(40,610)
1SCAP Capacity Improvements	(3,820,145)	(332,186)
1SP1X Southeast Interceptor Phase 1 Extension	(34,589)	(15,540)
1SPIR Plant Interceptor Rehabilitation	(489,235)	(5,626,207)
1SRLS Riverhouse Lift Station	(8,633)	(77,699)
1SSHI Solids Handling Improvement Project	(189,797)	(189,797)
1SO36 Drake Pump Station Upgrade	(154,742)	(181,654)
1SWRF WRF Secondary Expansion	(996,927)	(996,927)
1SNIA North Interceptor Pipe Alignment	(45,615)	(23,499)
1SNIL North Interceptor Life Station	(41,130)	(21,188)
1SNIP North Interceptor	(2,567,644)	(1,322,726)
Project Management Costs	(C) (2,217,974)	(2,552,953)
<b>Total Current Year Uses</b>	<b>\$ (19,401,188)</b>	<b>\$ (13,827,513)</b>
<b>Updates to Prior Year Report</b>		
Retroactive Adjustment to Improvement and Reimbursement Percentages	(990,013)	834,525
Add back expenditures for projects covered by other funding		1,310,748
Update to the allocation method of Project Management Costs and revisions due to changes noted above.	(206,738)	484,150
<b>Total Updates</b>	<b>\$ (1,196,751)</b>	<b>\$ 2,629,423</b>
<b>Current Year Net SDC Activity</b>	<b>\$ (16,374,877)</b>	<b>\$ (9,019,696)</b>

**Cumulative SDC Balance Reconciliation:**

<b>SDC Balance as of July 1, 2018</b>	\$ (47,010,967)	\$ 13,487,435
Current Year Net SDC Activity	(16,374,877)	(9,019,696)
<b>SDC Balance as of June 30, 2019</b>	<b>(D) \$ (63,385,844)</b>	<b>\$ 4,467,739</b>
<b>SDC Reserve Balance as of June 30, 2019</b>	<b>\$ -</b>	<b>\$ 4,467,739</b>

- (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 for the fiscal year reported.
- (D) Amounts reflected in parentheses in the year end SDC Balance Reconciliation reflect project costs that exceeded available SDC revenues and were funded by other available sources.

**City of Bend, Oregon**  
**System Development Charges Sources and Uses Activity Statement**  
**For the Fiscal Year Ended June 30, 2019**  
**Transportation**

<b>Current Year SDC Activity:</b>			
<b>SDC Sources</b>			
		<u>Improvement</u>	<u>Reimbursement</u>
System Development Charges		\$ 5,009,139	\$ 1,542,116
System Development Charges - Loan Repayments		1,650	508
Reimbursement from ODOT for prior year SDC uses		32,012	-
<b>Total Current Year Sources</b>		<u>\$ 5,042,801</u>	<u>\$ 1,542,624</u>
<b>SDC Uses</b>			
Developer Reimbursement Contracts		\$ (246,216)	\$ -
Debt Service	(A)	(389,517)	(913,121)
SDC Methodology Approved Capital Improvements	(B)		
18TSAP Bend Area Transportation Safety Action Plan		(4,874)	(11,374)
1T14B 14th St. Reconstruction, Galveston to Newport & Simpson to Colorado		(444,751)	
1T14R 14th St. Reconstruction, Galveston to Simpson		(8,642)	(19,236)
1TBKE Bicycle Greenways		(362,716)	
1TCSI Citywide Safety Improvements		(139,751)	
1TEC (1 to 6) Empire Corridor		(3,237,561)	(1,210,811)
1TGCI Galveston Corridor		(191,388)	
1TMC (1 to 6) Murphy Corridor		(891,538)	(748,917)
1TNPS Neff & Purcell Intersection Design		(27,074)	(54,968)
1XMCI Murphy Corridor Parent Project		(542)	(1,006)
MWSRAB Mt Washington-Shevlin Roundabout		(68,083)	
ST14HA Transportation Efficiency Strategy		(42,772)	
UG10AA Urban Growth Boundary		(163,578)	(381,682)
Bend Parking Study		(656)	(1,531)
Multi Modal Count		(5,260)	
Transportation Demand Management		(39,843)	(92,968)
Project Management Costs	(C)	(1,048,547)	(474,082)
<b>Total Current Year Uses</b>		<u>\$ (7,313,309)</u>	<u>\$ (3,909,696)</u>
<b>Updates to Prior Year Report</b>			
Prior year costs inadvertently omitted from FYE 6/30/18 report		(893,623)	(63,035)
Retroactive Adjustment to Improvement and Reimbursement Percentages		(1,336,785)	1,336,785
Update to the allocation method of Project Management Costs and revisions due to changes noted above.		(388,588)	431,729
<b>Total Updates</b>		<u>\$ (2,618,996)</u>	<u>\$ 1,705,479</u>
<b>Current Year Net SDC Activity</b>		<u>\$ (4,889,504)</u>	<u>\$ (661,593)</u>
<b>Cumulative SDC Balance Reconciliation:</b>			
<b>SDC Balance as of July 1, 2018</b>		\$ 15,836,715	\$ (547,371)
Current Year Net SDC Activity		(4,889,504)	(661,593)
<b>SDC Balance as of June 30, 2019</b>	(D)	<u>\$ 10,947,211</u>	<u>\$ (1,208,964)</u>
<b>SDC Reserve Balance as of June 30, 2019</b>		<u>\$ 10,947,211</u>	<u>\$ -</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.
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- (D) Amounts reflected in parentheses in the year end SDC Balance Reconciliation reflect project costs that exceeded available SDC revenues and were funded by other available sources.

**City of Bend, Oregon**  
**System Development Charge - Ending Balance Reserved**  
**For the Fiscal Year Ended June 30, 2019**

<b>System Development Charge Type</b>		<b>Balance</b>
<b>Water</b>		
Improvement	\$ -	
Reimbursement	-	
Total Water		-
<b>Water Reclamation</b>		
Improvement	\$ -	
Reimbursement	4,467,739	
Total Water Reclamation		4,467,739
<b>Transportation</b>		
Improvement	\$ 10,947,211	
Reimbursement	-	
Total Transportation		10,947,211
<b>Total System Development Charge Ending Balance Reserved</b>		<b>\$ 15,414,950</b>