



INFORMATIONAL MEMORANDUM

TO: Finance Committee

FROM: Vicky Carlsen, Finance Director

BY: Aaron Williams, Fiscal Coordinator

CC: Mayor Ekberg

DATE: December 9, 2019

SUBJECT: D-20 update to Finance Committee

ISSUE

The Public Safety Plan Financial Framework Scenario D-20 was initially approved by Council in June 2018. Updates have been provided periodically with the most recent revision provided at the June 10, 2019 Finance Committee. This memo will summarize updates to provide the complete D-20 plan in its current form.

SUMMARY OF PRIOR COUNCIL ACTIONS

June 18, 2018 – Regular Council Meeting – Council adopted the D-20 funding plan which provides the financial framework to build the Justice Center, Fire Stations 51 and 52 as well as the consolidated Public Works facility.

July 2019 – Public Safety Committee (7/1) – Contract amendment for Fire Station 52 Mini-MACC1 was reviewed and forwarded to and approved at the July 15 Regular Council meeting.

October 2019 – Transportation & Infrastructure Committee (10/8 & 22) – Public Works master planning was presented with discussion about the Phase 1 build at the site. This was forwarded to the 10/28 Committee of the Whole and forwarded to and approved at the 11/4 Regular meeting.

November 2019 – Public Safety Committee (11/4) – Contract amendment for Fire Station 52 Mini-MACC2 was reviewed and forwarded to the November 12 Committee of the Whole meeting.

HIGHLIGHTS OF UPDATED D-20.1 FINANCIAL FRAMEWORK

After all updates & changes are applied to the D-20 financial framework, all years in the plan show a positive ending balance (row 58).

Revenues:

The final Bonds were issued in October 2019 with revenues having been updated to actuals. Debt service on the bonds has also been updated to show actual obligations.

Fire Impact Fees for 2019 were updated from \$667k to \$1 million based on year-to-date collections. Fire impact fees in 2020 were also increased from \$467k to \$800k to reflect higher expected collections in that year.

Investment Earnings have been revised to reflect current expectations.

Expenditures:

Justice Center and Fire Stations: Reallocation of \$130k from both Justice Center and Fire Station 51 to add \$260k to Fire Station 52 budget, for a total budget of \$23.75 million for FS 52. (11/4 Public Safety Committee, 11/12 C.O.W., 11/18 Regular Meeting).

Public Works consolidated shops: Budget was increased from \$30 million to \$35.7 million for costs related to Phase 1 of the PW master plan. (11/4 Regular Meeting)

RECOMMENDATION

Presentation is for information only.

ATTACHMENTS

D-20 Comparison June 2019 vs Dec 2019
Public Safety Plan D-20 Financial Framework

	A	B	C	D	E	G	H	I
1	D-20 Comparison June 2019 vs Dec 2019							
2		Current D-20 As of 12/2/19		Net Change		Prior D-20 Update to 6/10 Fin Cmte		
4	Revenues:							
5	UTGO bond proceeds, Voted	78,057,080		672,080		77,385,000		(1)
6	LTGO bond proceeds, Councilmanic	45,450,376		276,340		45,174,036		(1)
7	Fire Impact fees & deposit - Segale	4,750,000		-		4,750,000		
8	Fire Impact fees - other	9,817,000		666,000		9,151,000		(2)
9	F301, Lnd & Prk Acq contribution	3,000,000		-		3,000,000		
10	Property/land sales	13,053,090		163,790		12,889,300		(2)
11	REET 1	12,813,091		-		12,813,091		
12	Sales Tax Mitigation payments	4,017,452		-		4,017,452		
13	Interfund transfer in (out)	-		-		-		
14	Investment earnings	1,480,824		110,000		1,370,824		(2)
15	Annual Contribution General Fund	10,967,650		3,500,000		7,467,650		(3)
16	Debt Service General Fund	881,613		(538,975)		1,420,588		(4)
17	Annual Contribution Utility Funds	3,141,854		-		3,141,854		
18	Additional capacity from maturing, existing debt	14,858,560		-		14,858,560		
23	Revenue Total	202,288,590		4,849,235		197,439,355		
25	Project Expenditures							
26	Justice Center	66,864,711		(130,000)		66,994,711		(5)
27	FS 51	14,684,632		(130,000)		14,814,632		(5)
28	FS 52	23,750,000		260,000		23,490,000		(5)
29	FS 54	1,502,000		-		1,502,000		
30	Apparatus & equip	10,075,303		-		10,075,303		
31	Apparatus financing	5,750,493		-		5,750,493		
32	Public Works Shops	35,700,000		5,700,000		30,000,000		(3)
36	Project Expenditures Total	158,327,139		5,700,000		152,627,139		
43	DEBT SERVICE							
44	Debt service 2018 LTGO	28,720,676		-		28,720,676		
45	Debt service 2019 LTGO	32,102,454		(3,678,372)		35,780,826		(1)
46	Total Debt Service	60,823,130		(3,678,372)		64,501,502		
47	General Fund Debt Service	41,220,129		(3,553,915)		44,774,044		(6)
51	Utility Funds Debt Service	19,603,001		(124,457)		19,727,459		(6)
53	PROJECT and GENERAL FUND DEBT SERVICE TOTAL EXPENDITURES	199,547,267		2,146,085		197,401,182		
55	PROJECT PLUS DEBT SERVICE FUND BALANCE							
56	Annual Surplus (Shortfall)	2,741,323		2,703,150		38,173		
57	Beginning Carryover (Shortfall)	-						
58	Complete Project Ending Fund Balance	2,741,323		2,703,150		38,173		
60	Revenue net change increase (decrease)			4,849,235				
61	Expenses net change increase (decrease)			5,700,000				
62	GF Debt Svc net change increase (decrease)			(3,553,915)				
63	Net Change in Ending Fund Balance			2,703,150				
65	(1) Updated to actual Debt proceeds/Debt Service							
66	(2) updated for budget/actuals 2018-2020							
67	(3) add \$3.5M GF contribution for PW Shops phase 1, added \$5.7M PW Shops Phase 1 budget							
68	(4) PW Shops GF debt svc funding 2018-2020							
69	(5) Reallocation of budgets between Justice Center and Fire Stations for FS 52 Admin build-out.							
70	(6) Debt service detail by fund							

PUBLIC SAFETY PLAN - Financial Framework - Scenario D - 20 Year Debt with Apparatus Financed

	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	Projection with all current information															
2				actual	2018	budget/est	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
3	TOTAL															
5	Revenues:															
6	UTGO bond proceeds, Voted	78,057,080	36,709,954	-	-	41,347,126	-	-	-	-	-	-	-	-	-	-
7	LTGO bond proceeds, Councilmanic	45,450,376	-	-	20,174,036	25,276,340	-	-	-	-	-	-	-	-	-	-
8	Fire Impact fees & deposit - Segale	4,750,000	-	500,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
9	Fire Impact fees - other	9,817,000	-	1,017,000	400,000	1,000,000	800,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
10	F301, Lnd & Prk Acq contribution	3,000,000	-	-	3,000,000	-	-	-	-	-	-	-	-	-	-	-
11	Property/land sales	13,053,090	-	-	-	2,753,090	1,000,000	4,300,000	5,000,000	-	-	-	-	-	-	-
12	REET 1	12,813,091	-	-	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
13	Sales Tax Mitigation payments	4,017,452	-	-	-	251,091	1,004,363	1,004,363	1,004,363	753,272	-	-	-	-	-	-
14	Interfund transfer in (out)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15	Investment earnings	1,480,824	9,561	258,283	662,979	310,000	200,000	40,000	-	-	-	-	-	-	-	-
16	Annual Contribution General Fund	10,967,650		141,854		3,500,000							1,000,000	1,000,000	1,000,000	1,000,000
17	Debt Service General Fund	881,613			119,513	402,100										
18	Annual Contribution Utility Funds	3,141,854		141,854	3,000,000											
19	Additional capacity from maturing, existing debt	14,858,560	-	-	-	-	831,000	831,000	498,600	498,600	880,800	1,196,400	717,840	717,840	717,840	717,840
24	Revenue Total	202,288,590	36,719,516	2,058,992	28,156,528	72,139,747	8,495,363	7,275,363	7,602,963	2,351,872	1,980,800	2,296,400	2,817,840	2,817,840	2,817,840	2,817,840
26	Project Expenditures															
27	Justice Center	66,864,711	123,833	431,266	17,672,347	26,792,652	21,844,613	-	-	-	-	-	-	-	-	-
28	FS 51	14,684,632	59,853	258,229	770,043	9,787,212	3,809,295	-	-	-	-	-	-	-	-	-
29	FS 52	23,750,000	8,256	159,739	309,181	7,656,380	13,504,000	2,112,445	-	-	-	-	-	-	-	-
30	FS 54	1,502,000	-	140,606	1,086,116	275,279	-	-	-	-	-	-	-	-	-	-
31	Apparatus & equip	10,075,303	14,447	573,651	3,373,824	624,578	368,146	276,621	583,525	507,480	287,091	384,755	414,980	806,277	109,936	758,212
32	Apparatus financing	5,750,493	-	-	-	-	-	-	-	-	270,250	270,250	270,250	270,250	270,250	575,049
33	Public Works Shops	35,700,000	-	283,709	13,357,384	12,539,055	9,519,852	-	-	-	-	-	-	-	-	-
37	Project Expenditures Total	158,327,139	206,388	1,847,199	36,568,895	57,675,155	49,045,906	2,389,066	583,525	507,480	557,341	655,005	685,230	1,076,527	380,186	1,333,262
44	DEBT SERVICE															
45	Debt service 2018 LTGO	28,720,676	-	-	239,026	804,200	804,200	804,200	1,534,200	1,532,700	1,534,450	1,534,200	1,531,950	1,532,700	1,531,200	1,532,450
46	Debt service 2019 LTGO	32,102,454	-	-	-	-	890,304	805,300	1,690,300	1,691,050	1,689,550	1,690,800	1,689,550	1,690,800	1,689,300	1,688,750
47	Total Debt Service	60,823,130			239,026	804,200	1,694,504	1,609,500	3,224,500	3,223,750	3,224,000	3,225,000	3,221,500	3,223,500	3,220,500	3,221,200
48	General Fund Debt Service	41,220,129			119,513	402,100	1,195,541	919,785	2,073,500	2,073,418	2,072,956	2,073,945	2,071,706	2,123,195	2,171,109	2,171,243
52	Utility Funds Debt Service	19,603,001			119,513	402,100	498,963	689,715	1,151,000	1,150,332	1,151,044	1,151,055	1,149,794	1,100,305	1,049,391	1,049,957
53	PROJECT and GENERAL FUND															
53	DEBT SERVICE TOTAL EXPENDITURES	199,547,267	206,388	1,847,199	36,688,408	58,077,255	50,241,447	3,308,851	2,657,025	2,580,898	2,630,298	2,728,951	2,756,937	3,199,723	2,551,295	3,504,505
55	PROJECT PLUS DEBT SERVICE															
55	FUND BALANCE															
56	Annual Surplus (Shortfall)	2,741,323	36,513,127	211,793	(8,531,880)	14,062,491	(41,746,084)	3,966,512	4,945,938	(229,026)	(649,498)	(432,551)	60,903	(381,883)	266,545	(686,665)
57	Beginning Carryover (Shortfall)	-	-	36,513,127	36,724,920	28,193,040	42,255,531	509,446	4,475,958	9,421,896	9,192,871	8,543,373	8,110,822	8,171,726	7,789,843	8,056,388
58	Complete Project															
58	Ending Fund Balance	2,741,323	36,513,127	36,724,920	28,193,040	42,255,531	509,446	4,475,958	9,421,896	9,192,871	8,543,373	8,110,822	8,171,726	7,789,843	8,056,388	7,369,723

PUBLIC SAFETY PLAN - Financial Framework - Scenario D - 20 Year Debt with Apparatus Financed

	B	R	S	T	U	V	W	X	Y	Z	AA	AB	AC	AD	AE
	Projection with all current information														
	2030	2031	2032	2033	2034	2035	2036	2037	2038	2039	2040	2041	2042	2043	2043
5 Revenues:															
6 UTGO bond proceeds, Voted	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7 LTGO bond proceeds, Councilmanic	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8 Fire Impact fees & deposit - Segale	300,000	350,000	-	-	-	-	-	-	-	-	-	-	-	-	-
9 Fire Impact fees - other	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	-
10 F301, Lnd & Prk Acq contribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11 Property/land sales	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12 REET 1	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	313,091
13 Sales Tax Mitigation payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Interfund transfer in (out)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Investment earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16 Annual Contribution General Fund	1,000,000	1,000,000	1,000,000	325,796	-	-	-	-	-	-	-	-	-	-	-
17 Debt Service General Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18 Annual Contribution Utility Funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19 Additional capacity from maturing, existing debt	717,840	717,840	717,840	717,840	717,840	903,600	1,058,800	1,058,800	640,400	-	-	-	-	-	-
24 Revenue Total	2,817,840	2,867,840	2,517,840	1,843,636	1,517,840	1,703,600	1,858,800	1,858,800	1,440,400	800,000	800,000	800,000	800,000	800,000	313,091
26 Project Expenditures															
27 Justice Center															
28 FS 51															
29 FS 52															
30 FS 54															
31 Apparatus & equip	991,778	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32 Apparatus financing	575,049	575,049	575,049	575,049	304,799	304,799	304,799	304,799	304,799	304,799	-	-	-	-	-
33 Public Works Shops															
37 Project Expenditures Total	1,566,827	575,049	575,049	575,049	304,799	304,799	304,799	304,799	304,799	304,799	-	-	-	-	-
44 DEBT SERVICE															
45 Debt service 2018 LTGO	1,536,200	1,533,000	1,533,200	1,531,600	1,533,200	1,532,800	1,535,400	1,535,800	1,534,000	-	-	-	-	-	-
46 Debt service 2019 LTGO	1,687,150	1,689,500	1,690,650	1,690,600	1,689,350	1,686,900	1,688,250	1,688,250	1,686,900	1,689,200	-	-	-	-	-
47 Total Debt Service	3,223,350	3,222,500	3,223,850	3,222,200	3,222,550	3,219,700	3,223,650	3,224,050	3,220,900	1,689,200	-	-	-	-	-
48 General Fund Debt Service	2,171,692	2,172,187	2,273,312	2,272,467	2,272,153	2,269,770	2,272,273	2,272,473	2,270,370	1,505,419	-	-	-	-	-
52 Utility Funds Debt Service	1,051,658	1,050,313	950,538	949,733	950,397	949,930	951,377	951,577	950,530	183,781	-	-	-	-	-
PROJECT and GENERAL FUND															
53 DEBT SERVICE TOTAL EXPENDITURES	3,738,520	2,747,236	2,848,361	2,847,516	2,576,952	2,574,569	2,577,072	2,577,272	2,575,169	1,505,419	-	-	-	-	-
PROJECT PLUS DEBT SERVICE															
FUND BALANCE															
56 Annual Surplus (Shortfall)	(920,680)	120,604	(330,521)	(1,003,880)	(1,059,112)	(870,969)	(718,272)	(718,472)	(1,134,769)	(705,419)	800,000	800,000	800,000	800,000	313,091
57 Beginning Carryover (Shortfall)	7,369,723	6,449,043	6,569,647	6,239,126	5,235,246	4,176,133	3,305,164	2,586,892	1,868,420	733,651	28,232	828,232	1,628,232	2,428,232	2,428,232
Complete Project															
58 Ending Fund Balance	6,449,043	6,569,647	6,239,126	5,235,246	4,176,133	3,305,164	2,586,892	1,868,420	733,651	28,232	828,232	1,628,232	2,428,232	2,741,323	2,741,323