



# City of Redmond - Financial Overview

## 2Q FY17/18

### Key Financial Highlights

- \* City-wide operating expenses at 41% of budget, projected to be at 97% at end of FY17/18
- \* General Operating change in fund balance expected to be \$553k better than budget in FY17/18
- \* Airport change in unrestricted fund balance expected to be \$673k better than budget in FY17/18
- \* Major Utility revenues expected to be 4.5% higher than budget
- \* Development related & permit revenue are trending significantly higher than budget
- \* Completed 5 Year Forecast Meetings & Modeling

50%

### Operating Financial Performance by Department (\$ in Millions)

#### General

Expenditures / Budget:	51%		
Operating Revenues / Budget:	77% * Property Taxes at 93%, Lodging Taxes at 61%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ 3.158	\$ (0.777)	\$ (0.689)
Sub-Fund Balance:	\$ 5.179	\$ 1.244	\$ 1.391

\* Assumes \$853k prepaid Desert Rise debt

#### Police

Expenditures / Budget:	50%		
Operating Revenues / Budget:	52%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ 0.071	\$ (0.064)	\$ (0.150)
Sub-Fund Balance:	\$ 1.534	\$ 1.399	\$ 1.340

\* Personnel savings

#### Public Works

#### Transportation

Expenditures / Budget:	48%		
Operating Revenues / Budget:	48% * Gas Tax Sharing at 44%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ (0.069)	\$ 0.098	\$ (0.146)
Sub-Fund Balance:	\$ 2.085	\$ 2.253	\$ 1.954

\* Gas Tax as a result of House Bill 2017 phase in

#### Parks & Facilities

Expenditures / Budget:	46%		
Operating Revenues / Budget:	50%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ 0.009	\$ (0.068)	\$ (0.104)
Sub-Fund Balance:	\$ 0.369	\$ 0.292	\$ 0.266

#### Water

Expenditures / Budget:	42%		
Operating Revenues / Budget:	62% * Summer Irrigation / Seasonality		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ 0.920	\$ 0.050	\$ (0.385)
Sub-Fund Balance:	\$ 5.244	\$ 4.374	\$ 3.595

\* Water Sales & Personnel

#### Wastewater

Expenditures / Budget:	51%		
Operating Revenues / Budget:	54%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ 0.144	\$ 0.394	\$ (0.032)
Sub-Fund Balance:	\$ 2.091	\$ 2.341	\$ 1.888

\* Sewer Service Charges & Personnel

#### Stormwater

Expenditures / Budget:	49%		
Operating Revenues / Budget:	51%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ (0.000)	\$ (0.002)	\$ (0.050)
Sub-Fund Balance:	\$ 0.327	\$ 0.326	\$ 0.230

#### Engineering

Expenditures / Budget:	48%		
Operating Revenues / Budget:	53% * Development Revenues at 68%		
Sub-Fund Balance Change:	YTD	YE Proj.	YE Budget
	\$ (0.036)	\$ 0.016	\$ (0.095)
Sub-Fund Balance:	\$ 0.322	\$ 0.373	\$ 0.123

### Key Statistics (\$ in Millions)

#### Property Tax (PT) Collections

FY17/18 (Current)	\$ 7.815
<b>FY17/18 (Projection)</b>	<b>\$ 8.506</b>
FY17/18 (Budget)	\$ 8.365
FY16/17	\$ 7.912
FY15/16	\$ 7.554
FY14/15	\$ 7.192

#### Franchise Fees

FY17/18 (Current)	\$ 1.556
<b>FY17/18 (Projection)</b>	<b>\$ 3.488</b>
FY17/18 (Budget)	\$ 3.272
FY16/17	\$ 3.336
FY15/16	\$ 3.151
FY14/15	\$ 3.039

#### State Shared Revenues

FY17/18 (Current)	\$ 1.058
<b>FY17/18 (Projection)</b>	<b>\$ 2.570</b>
FY17/18 (Budget)	\$ 2.360
FY16/17	\$ 2.397
FY15/16	\$ 2.297
FY14/15	\$ 2.236

#### General Operating Fund Balance

FY17/18 (Current)	\$ 9.753
<b>FY17/18 (Projection)</b>	<b>\$ 5.673</b>
FY17/18 (Budget)	\$ 4.971
FY16/17	\$ 6.349
FY15/16	\$ 6.045
FY14/15	\$ 6.548

#### Gen. Oper. Fund Balance Change

FY17/18 (Current)	\$ 3.404
<b>FY17/18 (Projection)</b>	<b>\$ (0.676)</b>
FY17/18 (Budget)	\$ (1.229)
FY16/17	\$ 0.304
FY15/16	\$ (0.504)
FY14/15	\$ (0.019)

#### Water Sales

FY17/18 (Current)	\$ 3.397
<b>FY17/18 (Projection)</b>	<b>\$ 5.875</b>
FY17/18 (Budget)	\$ 5.550
FY16/17	\$ 5.386
FY15/16	\$ 5.303
FY14/15	\$ 4.786

#### Sewer Sales

FY17/18 (Current)	\$ 2.526
<b>FY17/18 (Projection)</b>	<b>\$ 5.061</b>
FY17/18 (Budget)	\$ 4.910
FY16/17	\$ 4.781
FY15/16	\$ 4.484
FY14/15	\$ 4.321

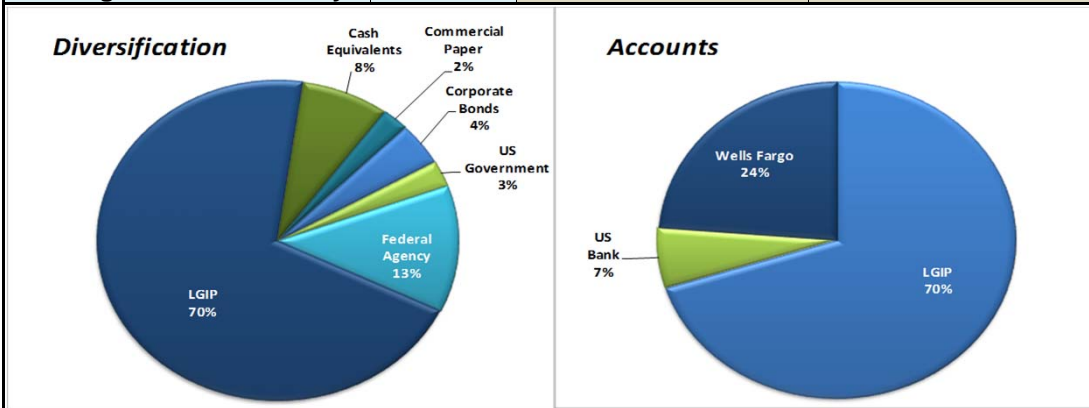
#### Finance/Budget Contact:

Jason Neff  
541.923.7729  
[jason.neff@ci.redmond.or.us](mailto:jason.neff@ci.redmond.or.us)

Operating Financial Performance by Department Cont. (\$ in Millions)				
<b>Airport</b>				
Expenditures / Budget:	47%			
Operating Revenues / Budget:	56% * Parking at 59%, Rental Cars at 69%, PFCs at 45%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.899	\$ 0.007	\$ (0.666)	
Sub-Fund Balance:	\$ 4.867	\$ 3.975	\$ 3.214	
<b>CDD</b>				
<b>Operations</b>				
Expenditures / Budget:	46%			
Operating Revenues / Budget:	69% * Business Licenses at 63%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.149	\$ 0.032	\$ (0.050)	
Sub-Fund Balance:	\$ 0.342	\$ 0.225	\$ 0.010	
<b>Building</b>				
Expenditures / Budget:	46%			
Operating Revenues / Budget:	61% * Permits at 61%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.172	\$ 0.397	\$ (0.022)	
Sub-Fund Balance:	\$ 0.907	\$ 1.132	\$ 0.538	* 11 months of operating exp.
<b>Current Planning</b>				
Expenditures / Budget:	39%			
Operating Revenues / Budget:	63% * Planning Permit Revenue at 59%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.003	\$ (0.055)	\$ (0.187)	
Sub-Fund Balance:	\$ 0.415	\$ 0.356	\$ 0.103	
<b>Long Range Planning</b>				
Expenditures / Budget:	24% * Comprehensive Plan Update moving into FY18/19			
Operating Revenues / Budget:	50% * General Fund Sppt at 50%, LR Planning Surcharge at 53%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.087	\$ 0.102	\$ (0.090)	
Sub-Fund Balance:	\$ 0.244	\$ 0.260	\$ 0.010	
<b>Golf</b>				
Expenditures / Budget:	43% * Through 5 months Direct Operating Expenses at 48%			
Operating Revenues / Budget:	52% * Through 5 months, paid rounds of golf at 51%			
	YTD	YE Proj.	YE Budget	
Sub-Fund Balance Change:	\$ 0.198	\$ 0.010	\$ 0.010	5 mo. Oper.Cash Flow +\$53k
Sub-Fund Balance:	\$ 0.195	\$ 0.007	\$ 0.010	

Infrastructure Maintenance Expenditures (\$ in Millions)					
	YTD	YTD/Budget	YE Proj.	Proj/Budget	YE Budget
Transportation	\$ 0.176	17%	\$ 1.054	99%	\$ 1.065
Water	\$ 0.144	4%	\$ 0.947	25%	\$ 3.725
Wastewater	\$ 0.039	13%	\$ 0.219	71%	\$ 0.309
Stormwater	\$ 0.046	12%	\$ 0.374	100%	\$ 0.374

Cash & Investments Summary			
Total Cash & Investments	\$62.6M	Estimated Rates of Return	
Weighted Maturity	4 months	Wells Fargo = 1.43%	US Bank = 0.00%
Weighted Credit Quality	AAA	LGIP = 1.70%	



Key Statistics (Cont.)	
<b>Passenger Facility Charges</b>	
FY17/18 (Current)	\$ 0.625
<b>FY17/18 (Projection)</b>	<b>\$ 1.493</b>
FY17/18 (Budget)	\$ 1.380
FY16/17	\$ 1.370
FY15/16	\$ 1.129
FY14/15	\$ 1.045
<b>Planning Permit Revenue</b>	
FY17/18 (Current)	\$ 0.166
<b>FY17/18 (Projection)</b>	<b>\$ 0.303</b>
FY17/18 (Budget)	\$ 0.283
FY16/17	\$ 0.414
FY15/16	\$ 0.529
FY14/15	\$ 0.103
<b>Expenditures (Excl. URA)</b>	
<b>FY17/18 (Current)</b>	<b>\$ 38.9</b>
FY17/18 (Budget)	\$ 98.9
FY16/17	\$ 87.8
FY15/16	\$ 86.2
FY14/15	\$ 57.6
<b>Debt Service Coverage Ratio</b>	
General Operating	2.89
Water	2.13
Wastewater	1.78
Airport	1.80
<b>Long-Term Debt</b>	
<b>FY17/18</b>	<b>\$ 83.2</b>
FY16/17	\$ 81.5
FY15/16	\$ 74.9
FY14/15	\$ 77.3
<b>Moody's Credit Ratings</b>	
FFCO (2/17)	Aa3
Airport Rev (1/17)	Baa3
Water Rev (2/15)	Aa3
<b>Cash/Investment Balances</b>	
LGIP	\$ 43.9
US Bank	\$ 3.8
Wells Fargo	\$ 14.9
TOTAL	\$ 62.6
<b>Assessed Value Growth (General)</b>	
<b>FY17/18</b>	<b>7.8%</b>
FY16/17	4.6%
FY15/16	5.6%
FY14/15	6.7%
<b>Property Tax Base</b>	
Maximum Assessed	\$ 2,327
Real Mkt Value	\$ 3,323
<b>MAV / RMV</b>	<b>70%</b>
<b>City/Citizen PT Rate / \$1,000</b>	
<b>FY17/18</b>	<b>\$4.41 / \$18.10</b>
FY16/17	\$4.41 / \$18.39
FY15/16	\$4.41 / \$18.36
FY14/15	\$4.41 / \$18.42