

Lane County, Oregon Bonded Debt Report

Presented to the
Lane County Budget Committee
February 9, 2010

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Types of Lane County Debt

○ General Obligation Bonds

- Requires voter approval
- Additional taxes are levied to make bond payments
 - Not subject to current property tax limitations
- Secured by the full faith and credit of the County

○ Limited Tax Obligation Bonds

- Are NOT voted on
- No new taxes are levied. Bonds are repaid with existing resources
 - Taxes subject to current property tax limitations
- Secured by the full faith and credit of the County

Types of Lane County Debt

○ Revenue Bonds

- Voter approval not required
- Issued to finance projects expected to generate revenue
- Bonds are repaid from specific resource of project
- Not secured by the full faith and credit of the County

○ Notes

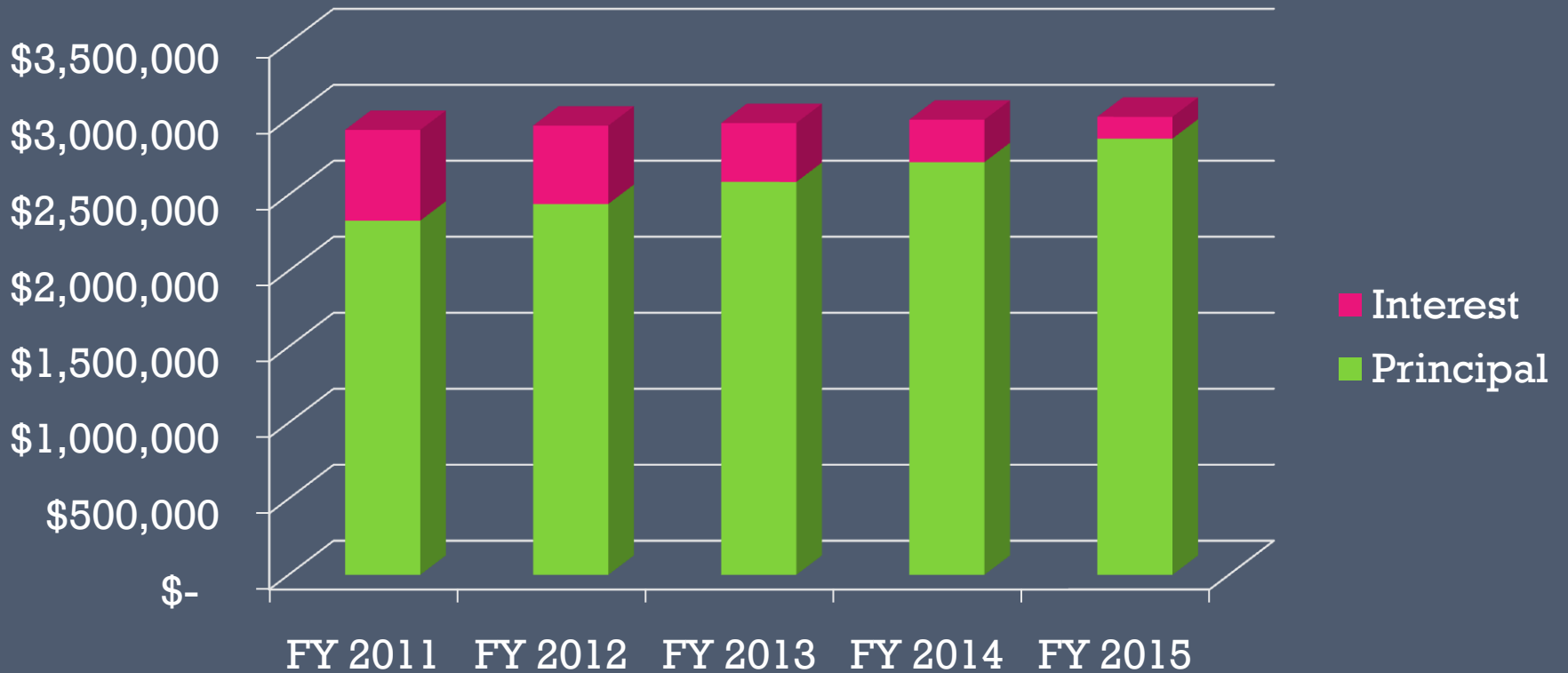
- Energy improvement loans to the Lane Events Center
- Building and construction loans to the Housing and Community Services Agency of Lane County (HACSA)

General Obligation Bonds

- Project Funded:
 - Juvenile Justice Center / John Serbu Youth Campus
- Issued original bond in 1995 for \$38,940,000
- Refinanced the bond on 10/1/2003 for \$27,410,000
 - Savings on refunding \$2,203,759
- Effective interest rate: 3.38%
- Outstanding coupons: 3.50% to 5.25%
- Bonds maturing on or after June 1, 2014 are subject to early redemption on any date on or after June 1, 2013
- Bonds are repaid with special GO Bond levy

Juvenile Justice Center / John Serbu Youth Campus General Obligation Bonds

Debt Service to Maturity
\$12,940,00 Outstanding on 7/1/2010



Limited Tax Obligation Bonds

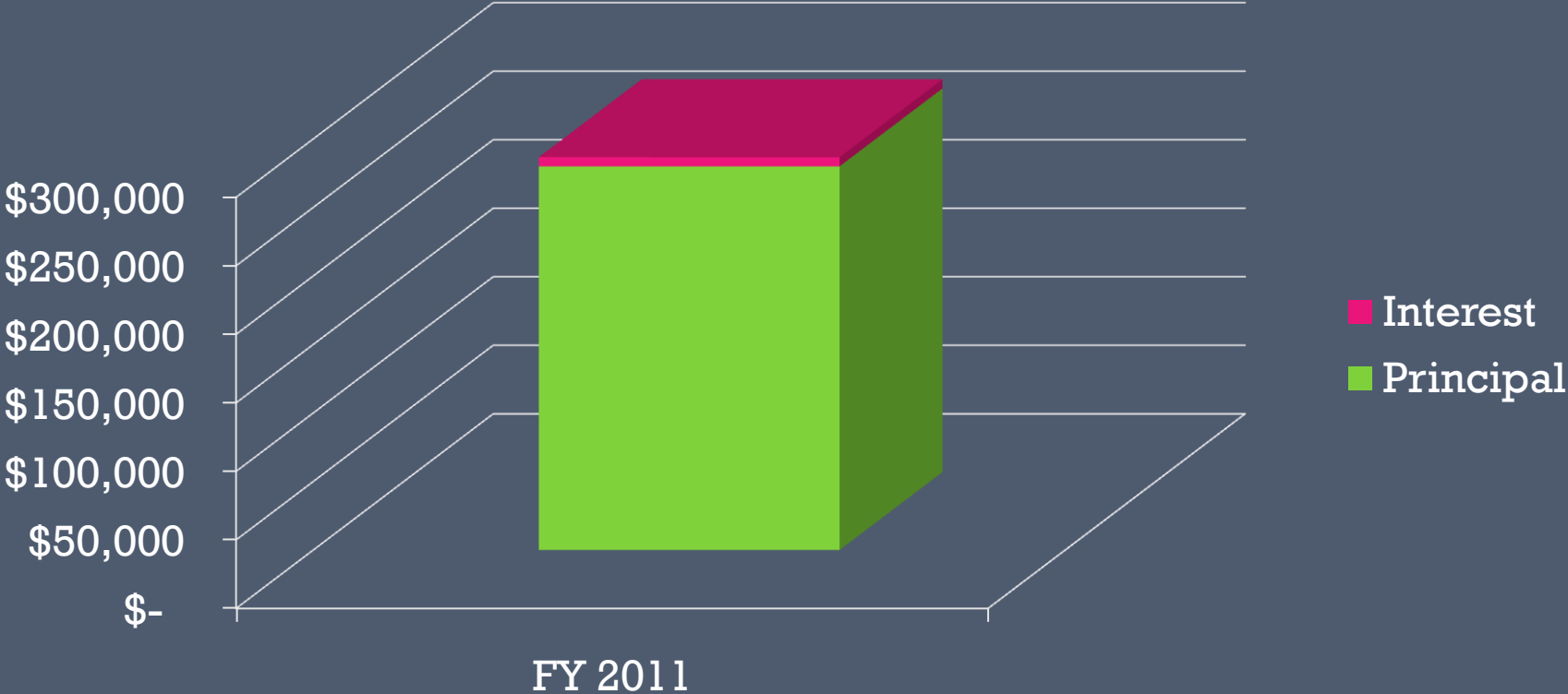
- Series 2000 (Mental Health/AIRS)
- Series 2002A (Lane Events Center)
- Series 2003B (Elections/PSB Plaza/HVAC)
- Series 2002 (PERS)
- Series 2009 (Public Health Facility/
Riverstone/Mental Health/AIRS/HVAC)

Series 2000 Bonds

- Issued \$7,790,000 on 10/24/2000
- Projects funded:
 - \$6,120,000 for Mental Health Facility
 - \$1,670,000 for AIRS Conversion
- Effective interest rate: 5.16%
- \$3,850,000 of bonds refinanced in 2009
- One payment left of \$280,000 on 11/1/2010
- Bonds are to be repaid from the following sources:
 - Health and Human Services Fund - \$120,000
 - General Fund - \$160,000

FF&CO Series 2000 Limited Tax Obligation Bonds

Debt Service to Maturity
\$280,000 Outstanding on 7/1/2010



Series 2002A Bonds

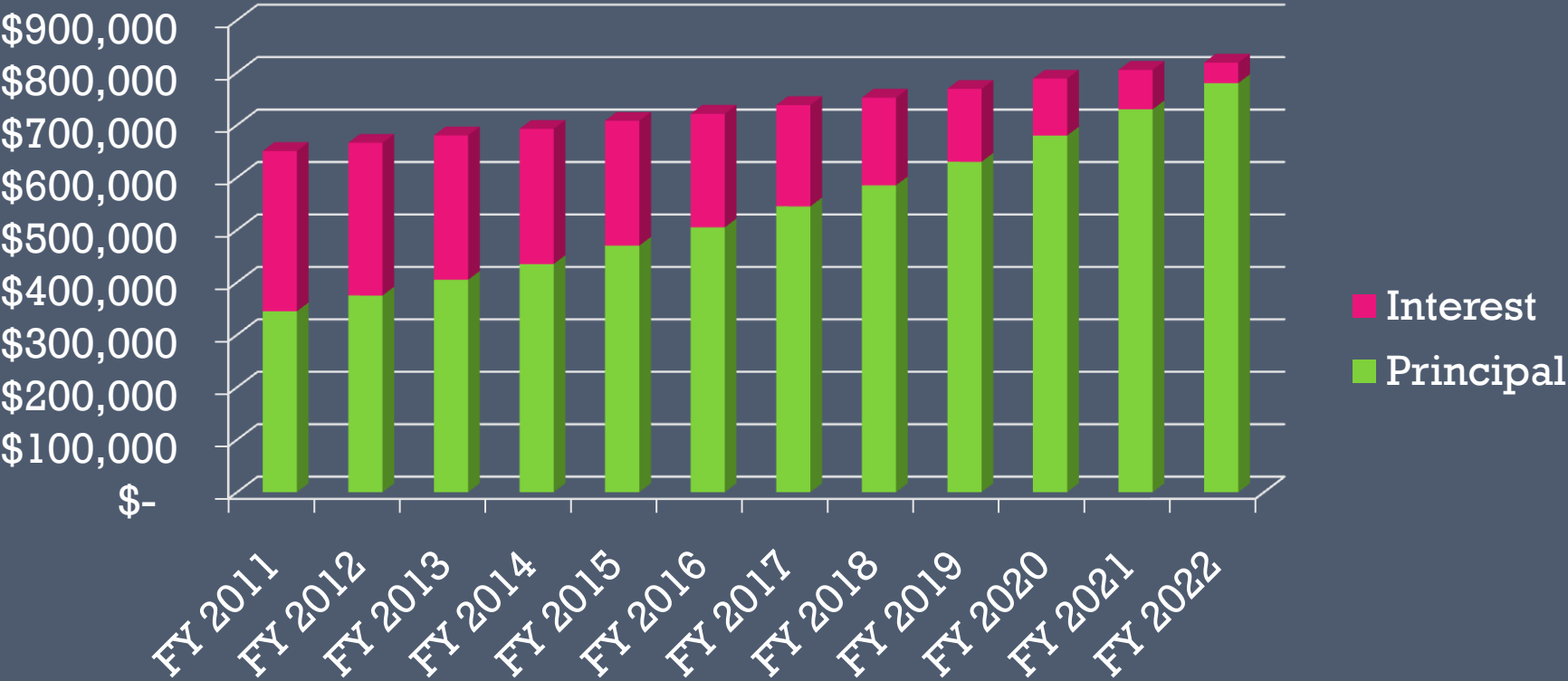
- Issued \$7,615,000 on 2/5/2002
- Projects funded:
 - Lane Events Center -
 - Convention center upgrade
 - Conversion of the livestock arena to an ice rink
 - Building of a new livestock arena
 - Refinancing of a 1998 Municipal Loan which refunded a 1989 Certificate of Participation and a 1996 Revenue Bond
 - Savings on refunding \$322,148

Series 2002A Bonds (cont)

- Effective interest rate: 4.78%
- Outstanding coupons: 4.00% to 5.00%
- Bonds maturing after June 1, 2012 are subject to early redemption on any date on or after June 1, 2012.
- Bonds are repaid from Transient Room Tax per Lane Code 4.175(5)

FF&CO Series 2002A Limited Tax Obligation Bonds

Debt Service to Maturity
\$6,485,00 Outstanding on 7/1/2010



Series 2003B Bonds

- Issued \$5,655,000 on 10/1/2003
- Projects funded:
 - Elections building – 275 West 10th
 - Wayne Morse Free Speech Plaza
 - HVAC upgrade to the Courthouse
 - Refinancing of the 1993 and 1995 bonds
 - Savings on refunding \$716,446

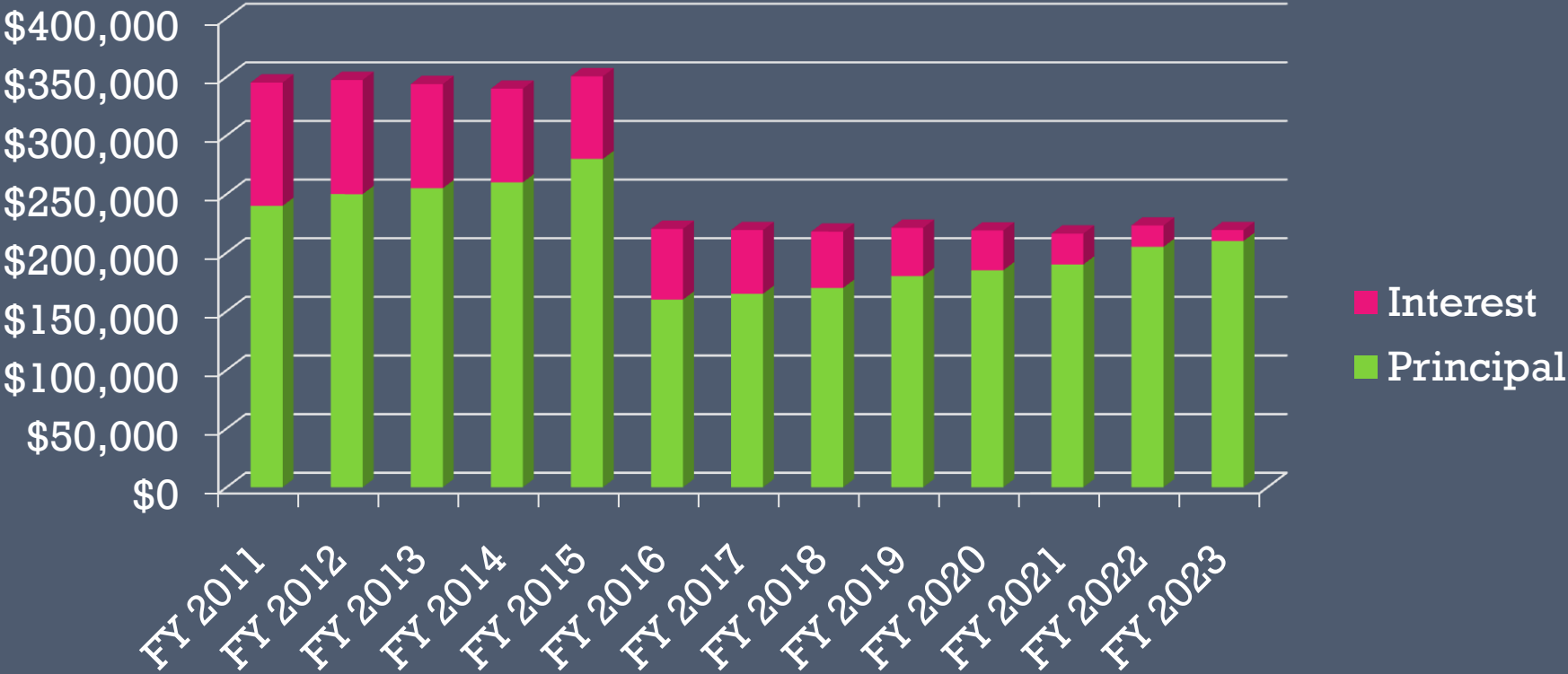
Series 2003B Bonds (cont)

- Effective interest rate: 3.69%
- Outstanding coupons: 3.00% to 4.45%
- Bonds maturing on or after June 1, 2014 are subject to early redemption on any date on or after June 1, 2013.
- Bonds are to be repaid from the following sources:
 - Capital Projects Fund \$2,180,000
 - General Fund \$570,000

FF&CO Series 2003B Limited Tax Obligation Bonds

*Reduction in 2016 to due
scheduled payoff of HVAC
component*

Debt Service to Maturity
\$2,750,000 Outstanding on 7/1/2010



Series 2002 PERS Bonds

- Issued \$71,408,377 on March 15, 2002 in two pieces:

| | |
|---------------------------|---------------|
| • Deferred Interest Bonds | \$ 14,853,377 |
| • Current Interest Bonds | \$ 56,555,000 |
| • Savings on bonding | \$ 6,481,073 |

- Project funded:

- Finance all of the unfunded actuarial liability with PERS as of April 1, 2002.

- Effective interest rate : 7.00%

- Outstanding coupons: 6.63% to 7.41%

Series 2002 PERS Bonds (cont)

- Current Interest Bonds maturing on June 1, 2025 are subject to early redemption on any date on or after June 1, 2007
 - Lane County exercised this option and called \$6,500,000 on December 18, 2007
 - \$1,565,000 budgeted to be called on June 1, 2010
- Bonds are to be repaid from all County funds based on current payroll

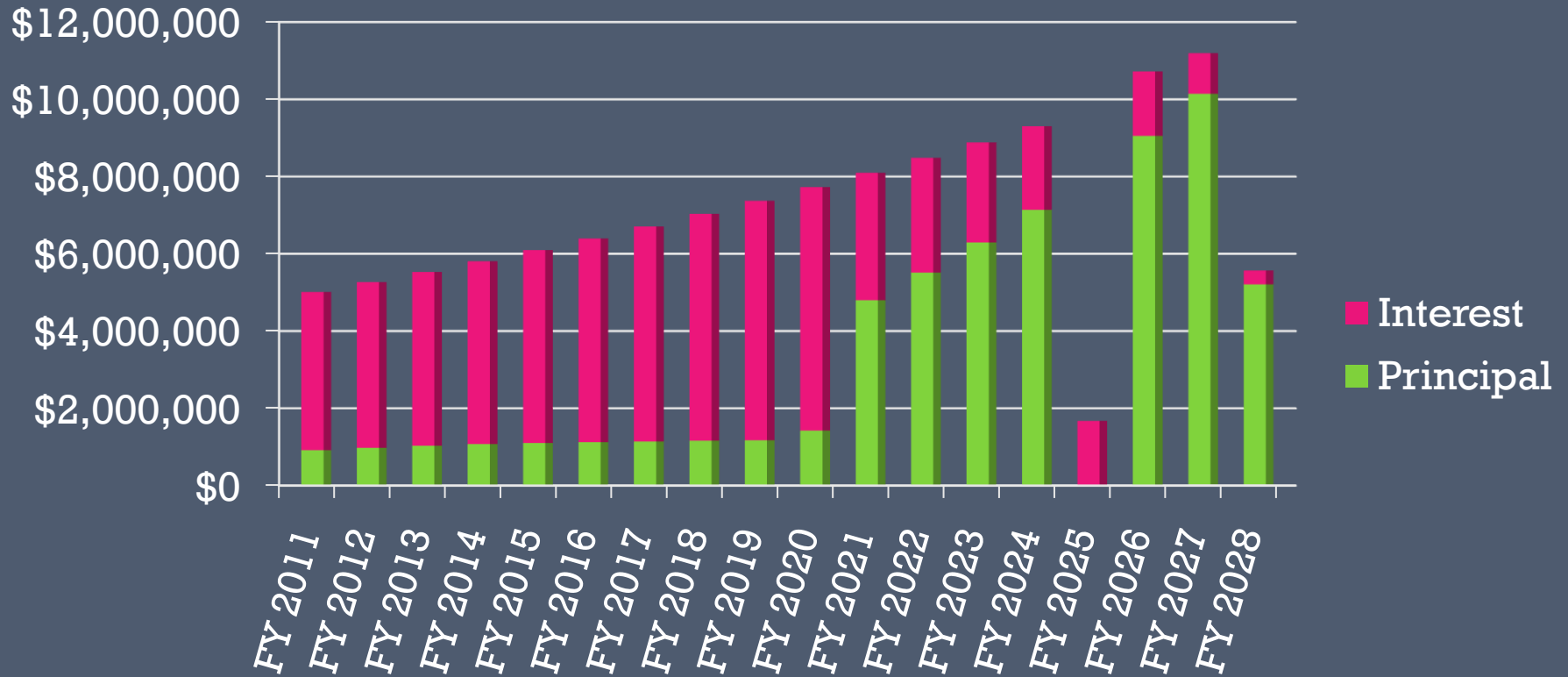
•\$56,555,000 in current interest bonds don't start paying principle until FY 2021.

•Remainder are deferred interest bonds that don't pay accrued interest.

•All of the 2025 bonds to be paid off early by 7/1/2010

FF&CO Series 2002 Limited Tax Pension Obligations

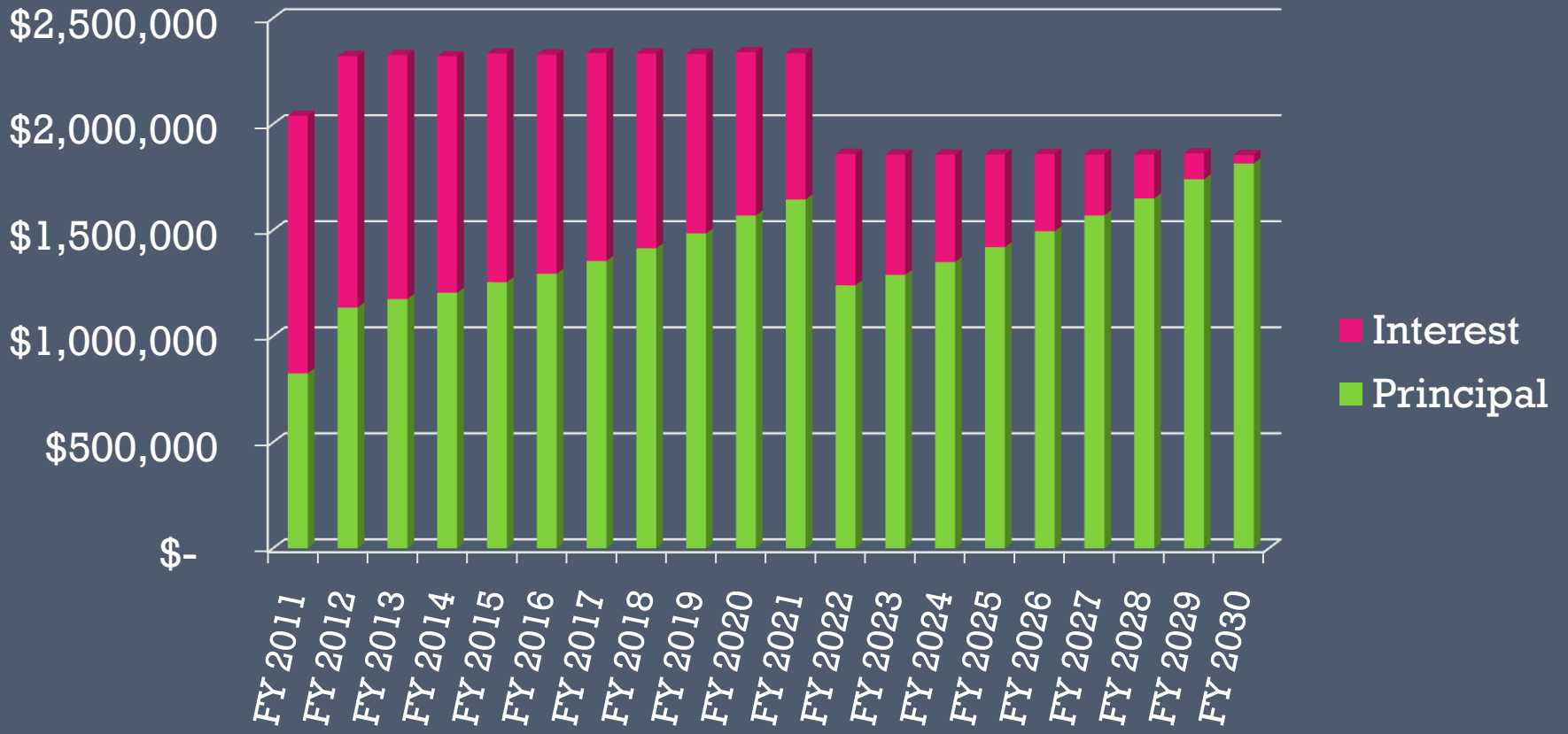
Debt Service to Maturity
\$59,267,219 Outstanding on 7/1/2010



•Decrease in FY 2022 is the result of the Refunded 2000 Series Obligations being paid off

FF&CO Series 2009 Limited Tax Obligations

Debt Service to Maturity
\$27,930,000 Outstanding on 7/1/2010



Total Bonded Debt

| | As of <u>July 1, 2010</u> | As of <u>Jan 1, 2010</u> |
|--------------------------|------------------------------|-----------------------------|
| General Obligation Bonds | <u>\$ 12,940,000</u> | <u>\$ 15,155,000</u> |
| Limited Tax Bonds: | | |
| Series 2000 | 280,000 | 280,000 |
| Series 2002A | 6,485,000 | 6,805,000 |
| Series 2003B | 2,750,000 | 2,980,000 |
| Series 2002 Pension | 59,267,219 | 61,682,949 |
| Series 2009 | <u>27,930,000</u> | <u>27,930,000</u> |
| Total Limited Tax | <u>96,712,219</u> | <u>99,677,949</u> |
| Total Bonded Debt | <u>\$ 109,652,219</u> | <u>\$ 114,832,949</u> |

New Opportunities

Build America Bonds
Direct Pay Build America Bonds
Recovery Zone Economic Development Bonds
Recovery Zone Facility Bonds
Qualified Energy Conservation Bonds
New Clean Renewal Energy Bonds

Questions

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