

City of Camas 2021 Third Quarter Financial Review

Agenda

GENERAL
ECONOMY
DURING THIRD
QUARTER OF 2021

HIGHLIGHTS

REVENUE

EXPENDITURES

INVESTMENTS

DEBT

FUND BALANCE
PROJECTION

OUTLOOK

Look Back at COVID-19 Timeline

OUR PANDEMIC YEAR—A COVID-19 TIMELINE

On March 11, the WHO declared COVID-19 a pandemic. Here is a look back at a year in disruption.

A MYSTERIOUS NEW ILLNESS

Images appear of Wuhan in lockdown, where officials attempt to contain a mysterious virus. Soon after, new cases and deaths related to (what's later named) COVID-19 surge in Europe.

THE WORLD SHUTS DOWN

Countries seal borders; sports teams cancel seasons; schools close and employees go home. People start wearing masks and "social distancing."

UPTICK IN MENTAL HEALTH ISSUES

People struggle as continued unemployment and/or working from home without childcare/school takes its toll. U.S. break records for daily cases/deaths.

LIGHT AT THE END OF THE TUNNEL?

2021 begins with a race to vaccinate. Cases and deaths begin to fall. But the variants are still a threat, vaccine rollout is uneven, and we are still wearing masks.



THE VIRUS SPREADS, CASES MULTIPLY

The Grand Princess cruise ship, docked outside of San Fran, has passengers with COVID-19; Bay Area is first in the U.S. to announce shelter-in-place orders; hospitals become overwhelmed as cases grow; there is a nationwide shortage of PPE.

FLATTENING THE CURVE—FOR A WHILE

After "flattening the curve," cases begin to skyrocket again as states "reopen" in different phases. Researchers continue to race to identify treatments and make vaccines.

NEW HOPE, NEW MUTATIONS

The FDA authorizes two vaccines. Major variants begin to circulate, some of which might impact the effectiveness of vaccines.

2021 Third Quarter Economy

Third Quarter Comparison to Second Quarter

Avg. Mortgage Rate LOWER 2.89% v. 2.98%

Unemployment IMPROVING 4.8% v. 5.9%

Retail Sales(% change yr.) LOWER 12.2% v. 15.6%

CPI (national) HIGHER 5.4% v. 5.3%

Avg. Gas Prices STABLE \$2.82 v. \$2.81

US economy remains in recovery

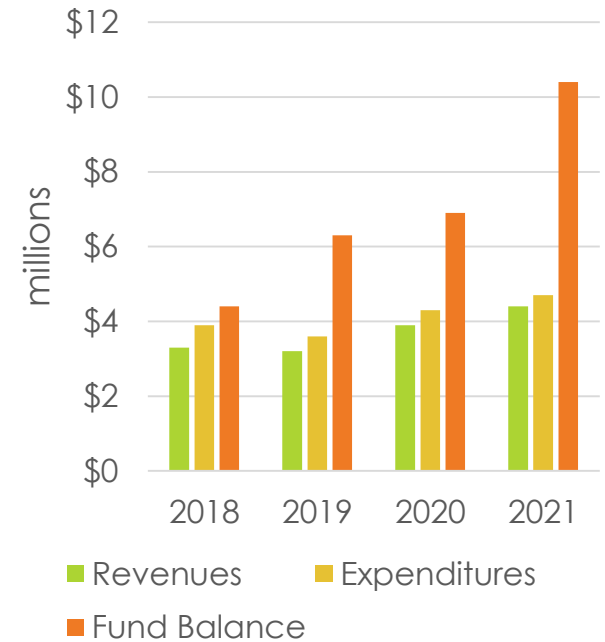
Supply Chain under pressure and may be showing up in sales tax

Jobless claims remain high

Housing locally seems to be slowing – median home prices have increased 20%

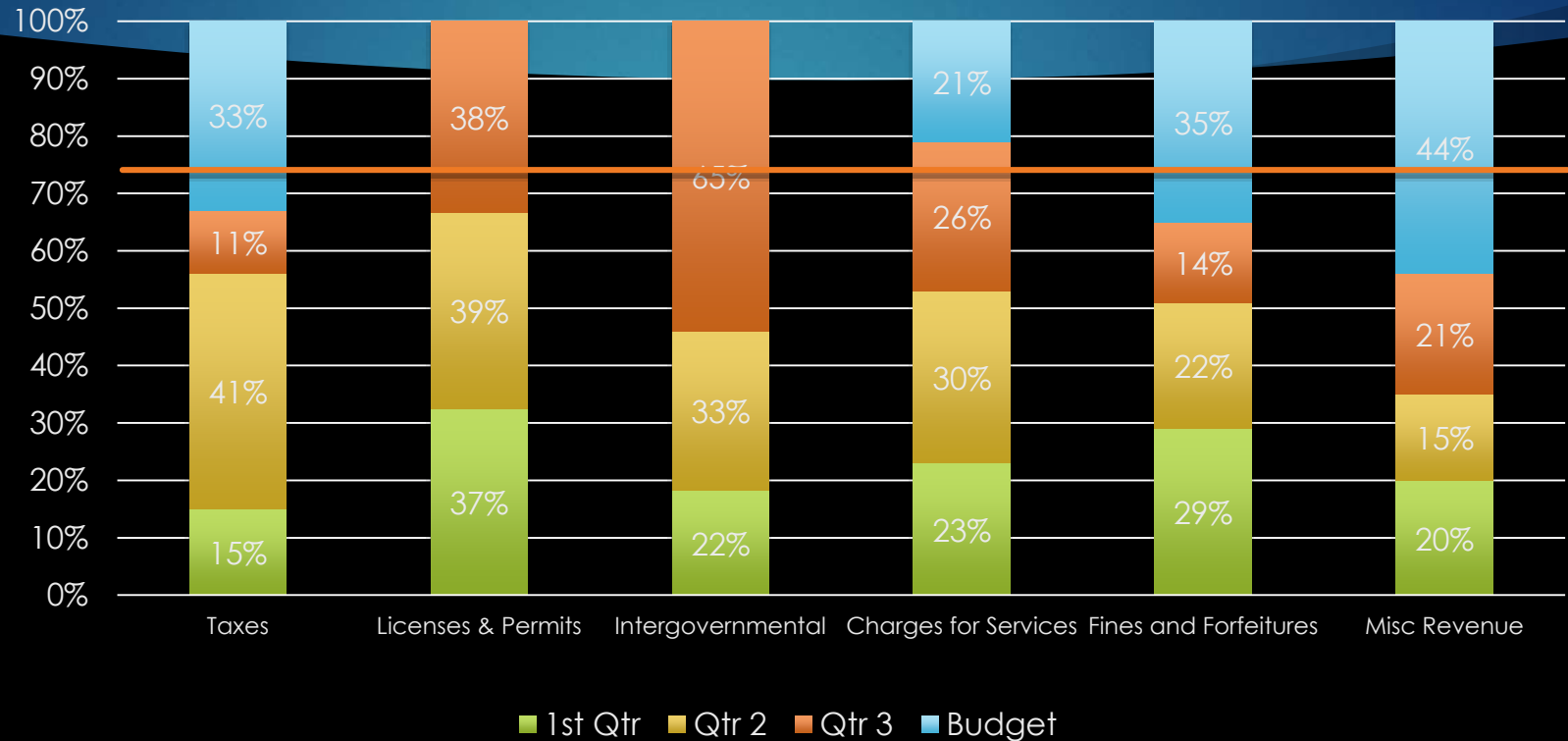
General Fund Highlights

	2018 Third Quarter	2019 Third Quarter	2020 Third Quarter	2021 Third Quarter
Net revenues (less transfers)	\$3,300,172	\$3,162,339	\$3,877,772	\$4,386,430
Net expenditures (less transfers)	\$3,878,795	\$3,565,085	\$4,315,168	\$4,654,793
Net Cash Flow	(\$578,623)	(\$402,746)	(\$437,396)	(\$268,363)
% of Budget Spent	70%	67%	70%	64%
General Fund Balance	\$4,379,006	\$6,311,706	\$6,900,610	\$10,441,580
Overall Cash and Investments for All Funds	\$46,338,377	\$69,995,036	\$74,900,074	\$96,060,758
	Includes Bond Proceeds	Includes Bond Proceeds	Includes Bond Proceeds	Includes Bond Proceeds

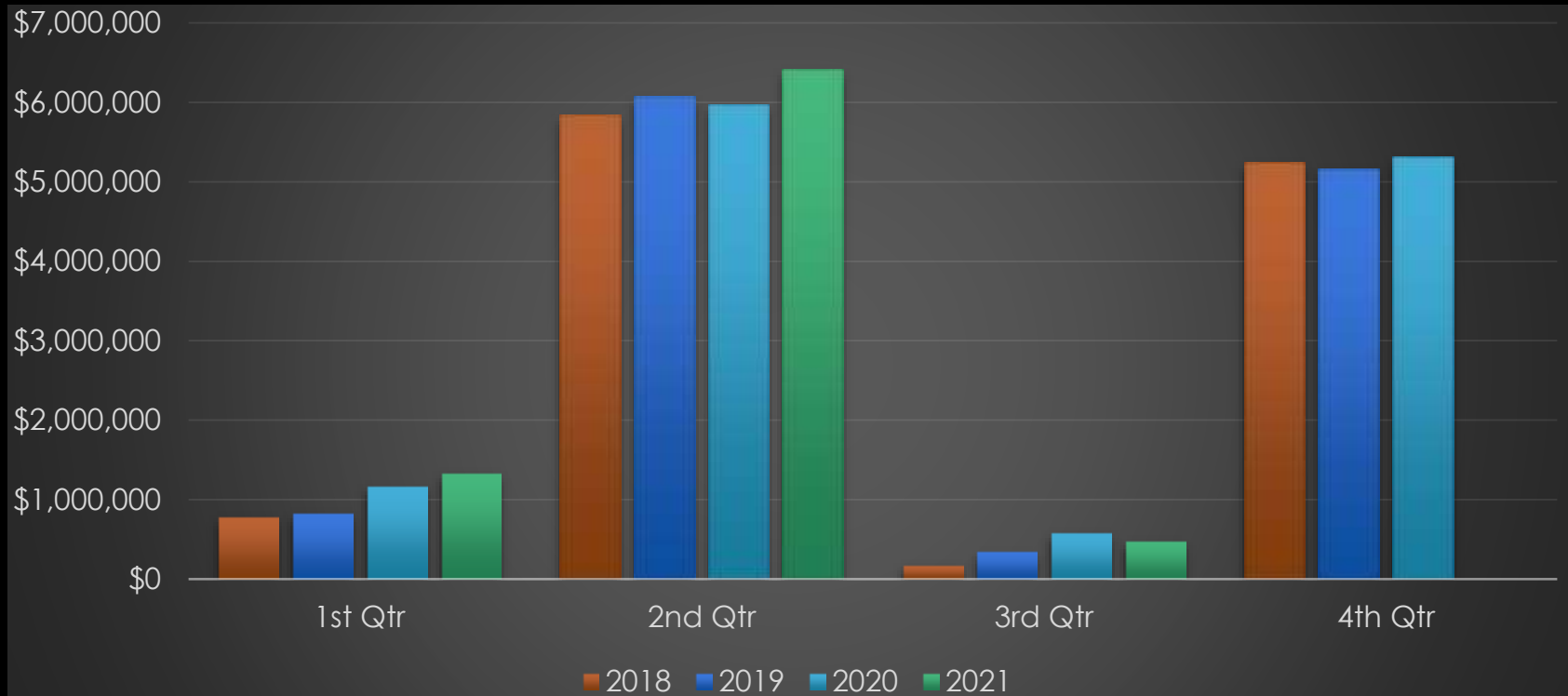


This table illustrates the cash flow of the General Fund.

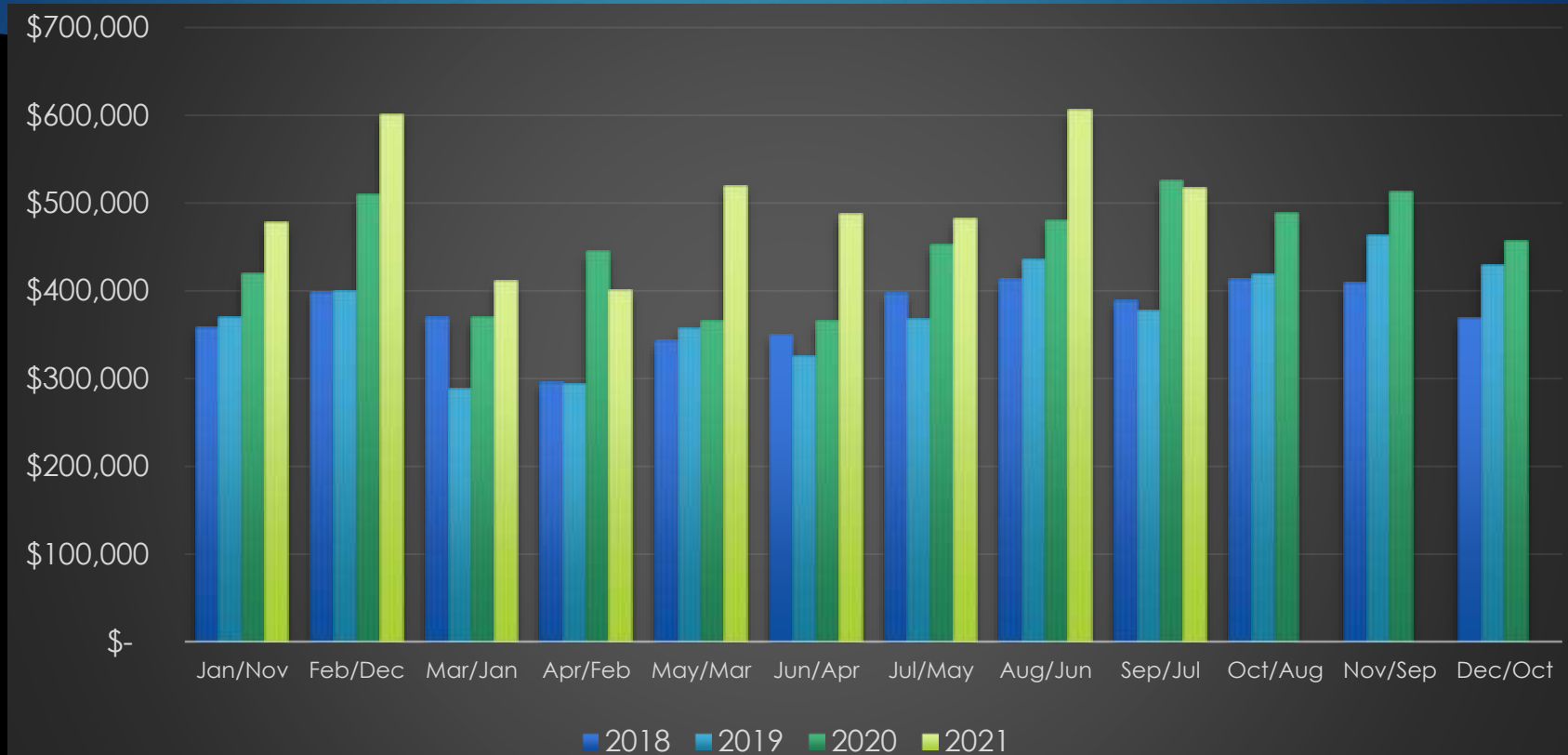
General Fund Revenues



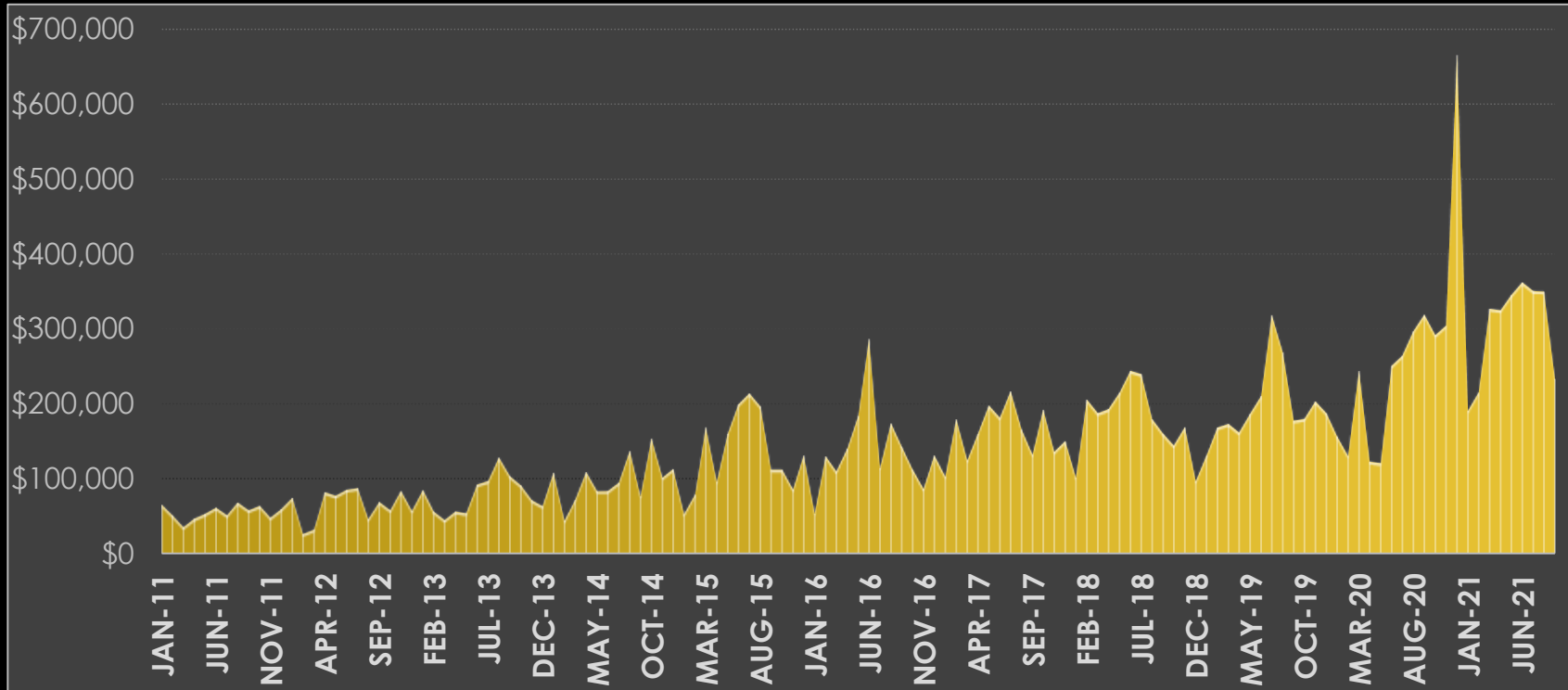
Property Tax Collections



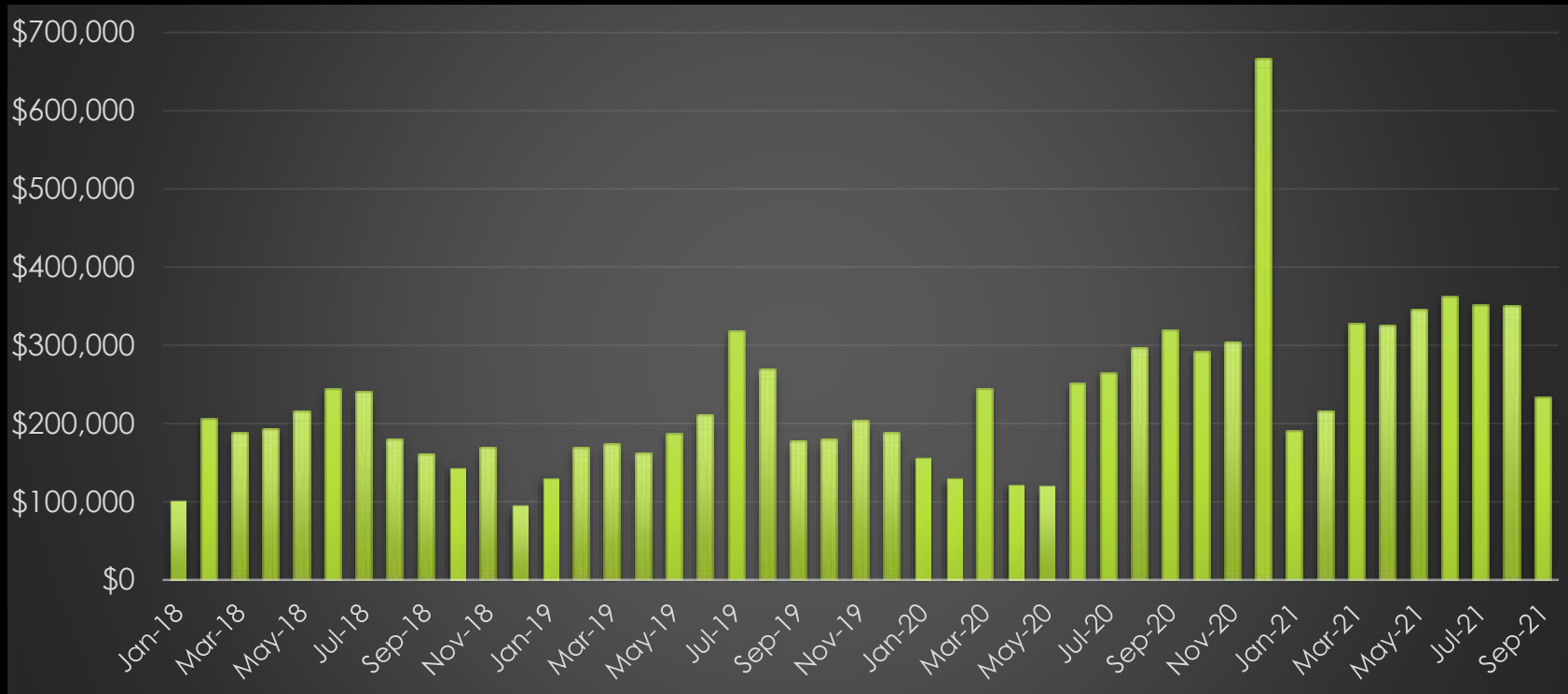
Sales and Use Tax



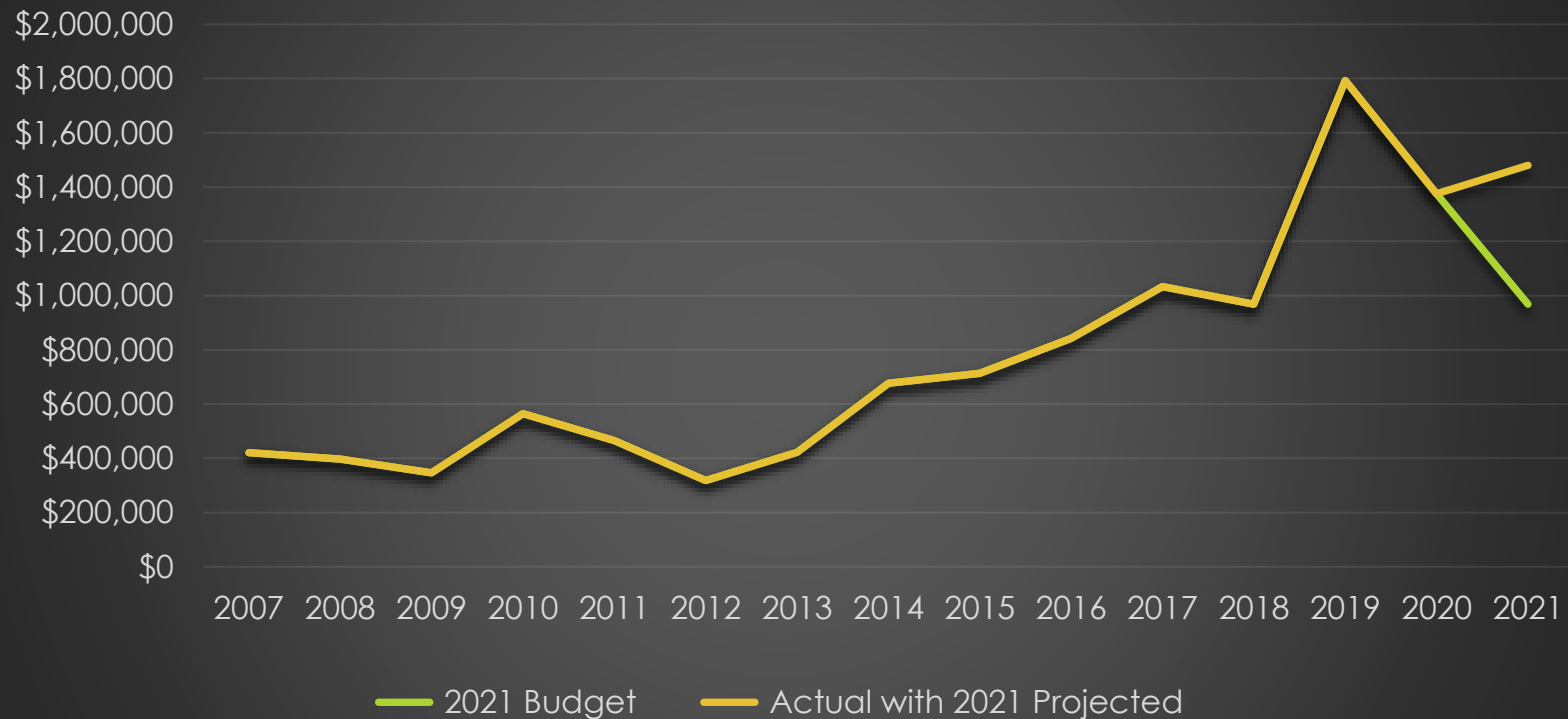
Real Estate Excise Tax



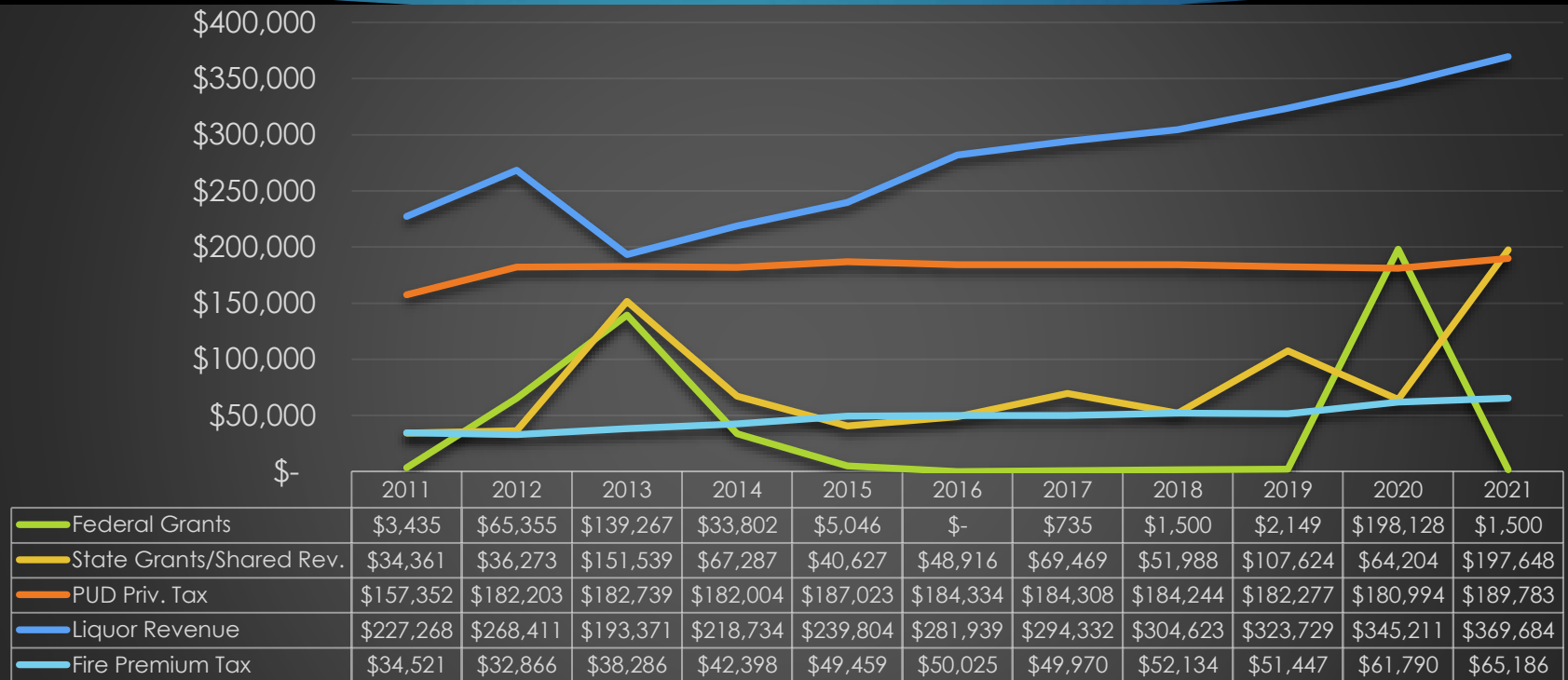
Real Estate Excise Tax



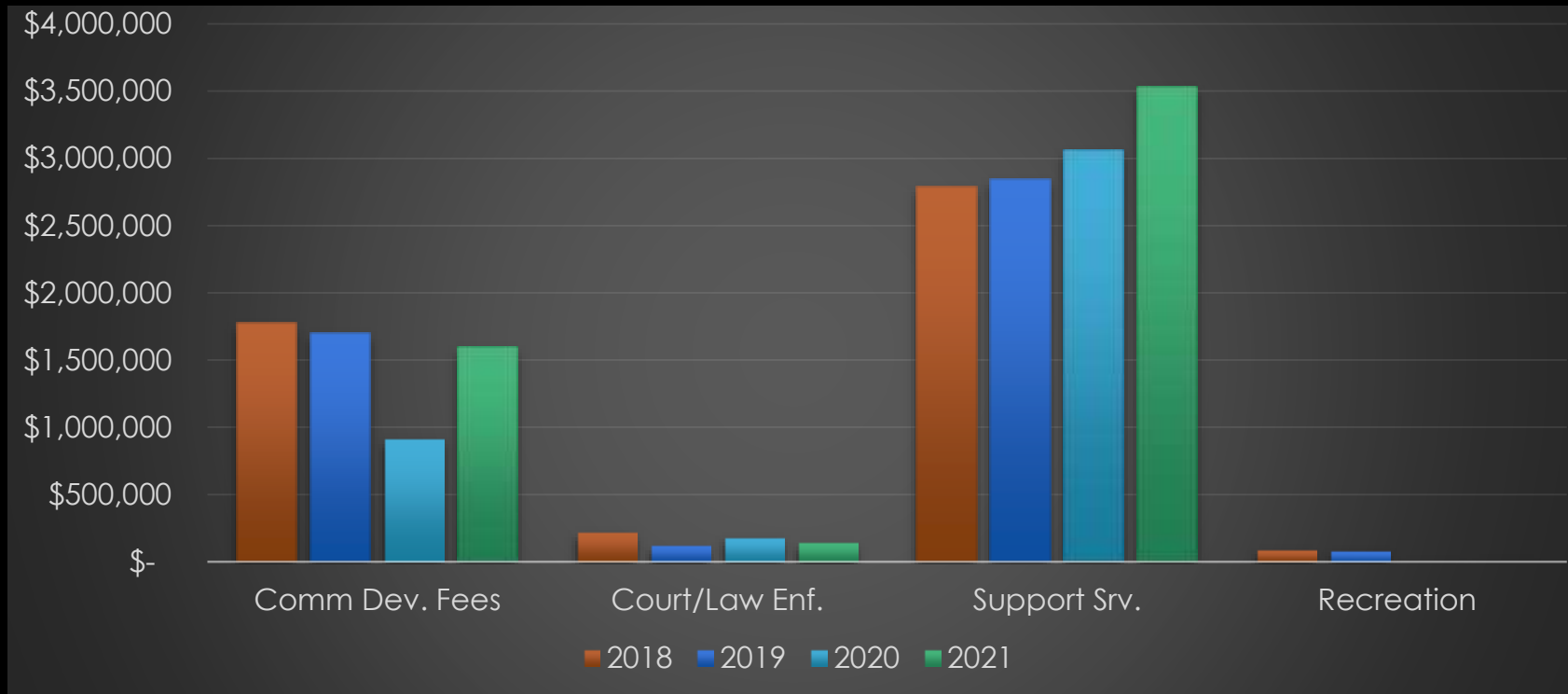
Building Permits



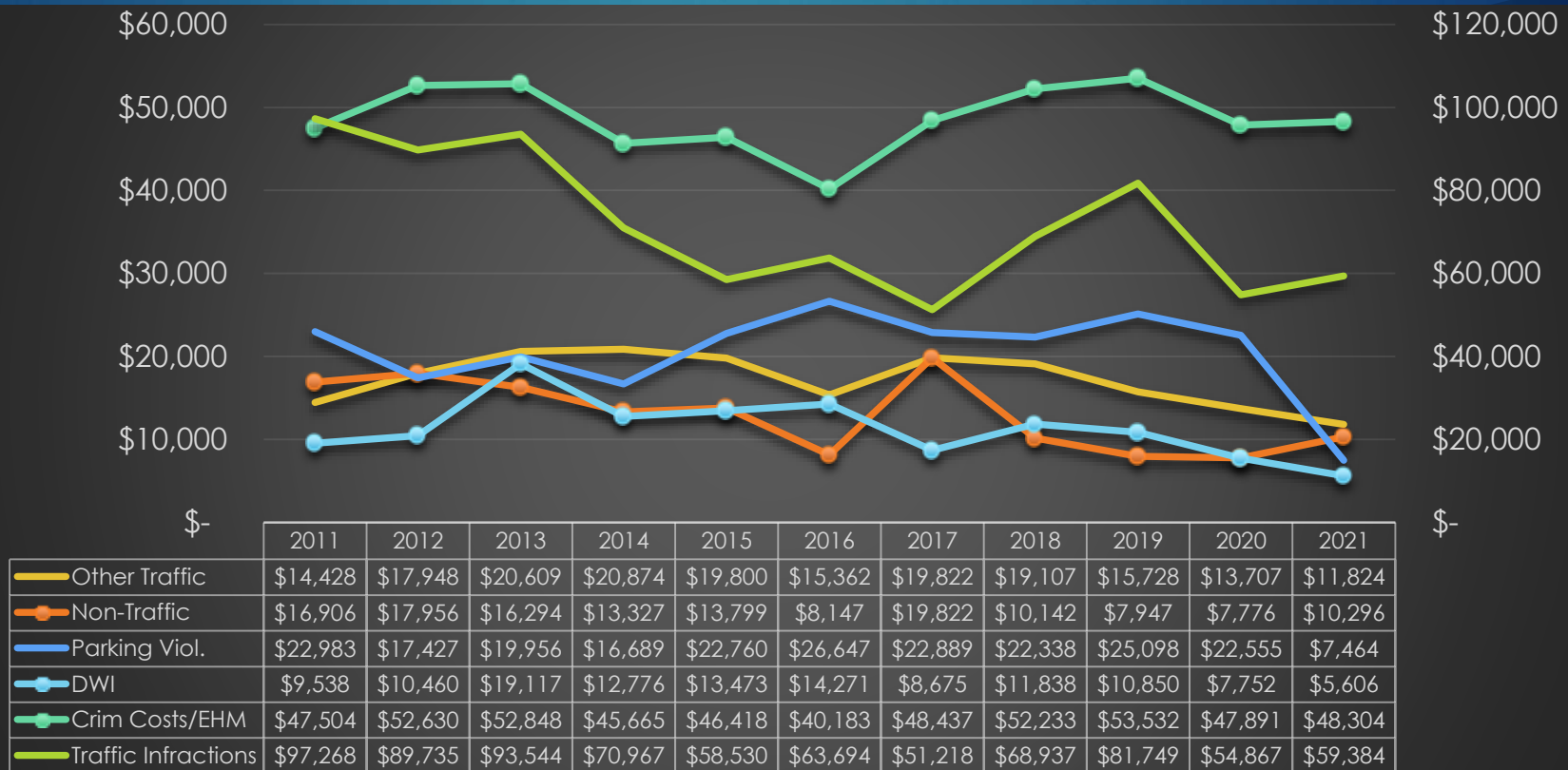
Intergovernmental



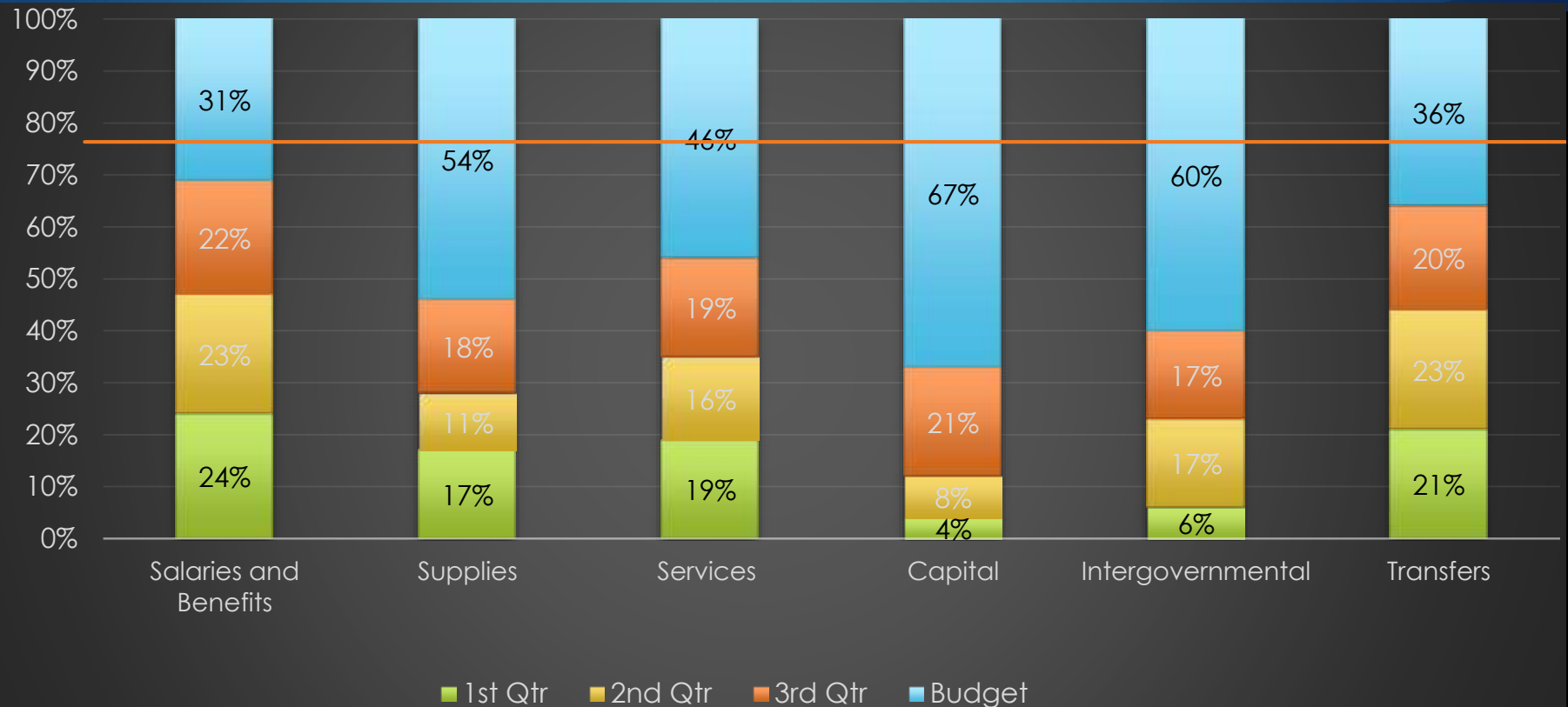
Charges for Services



Fines and Forfeitures



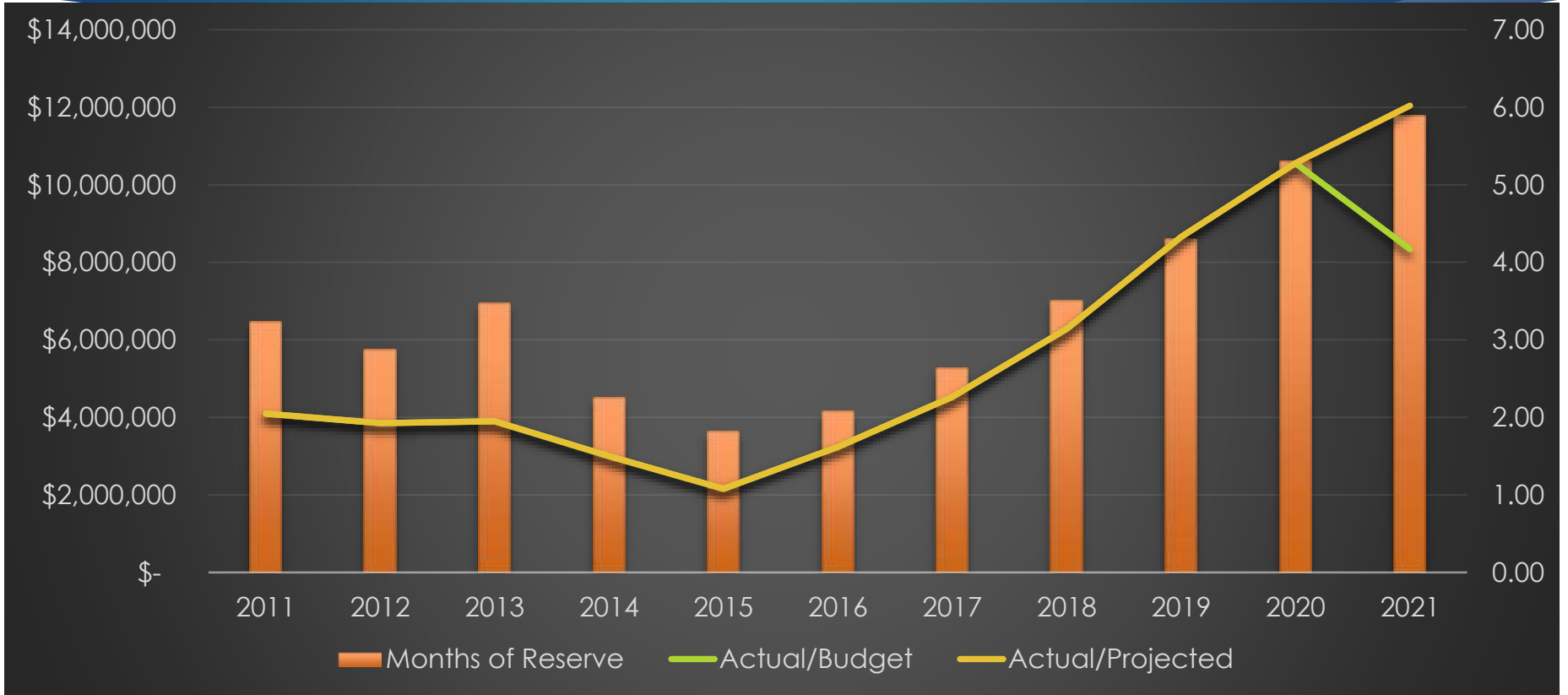
General Fund Expenditures



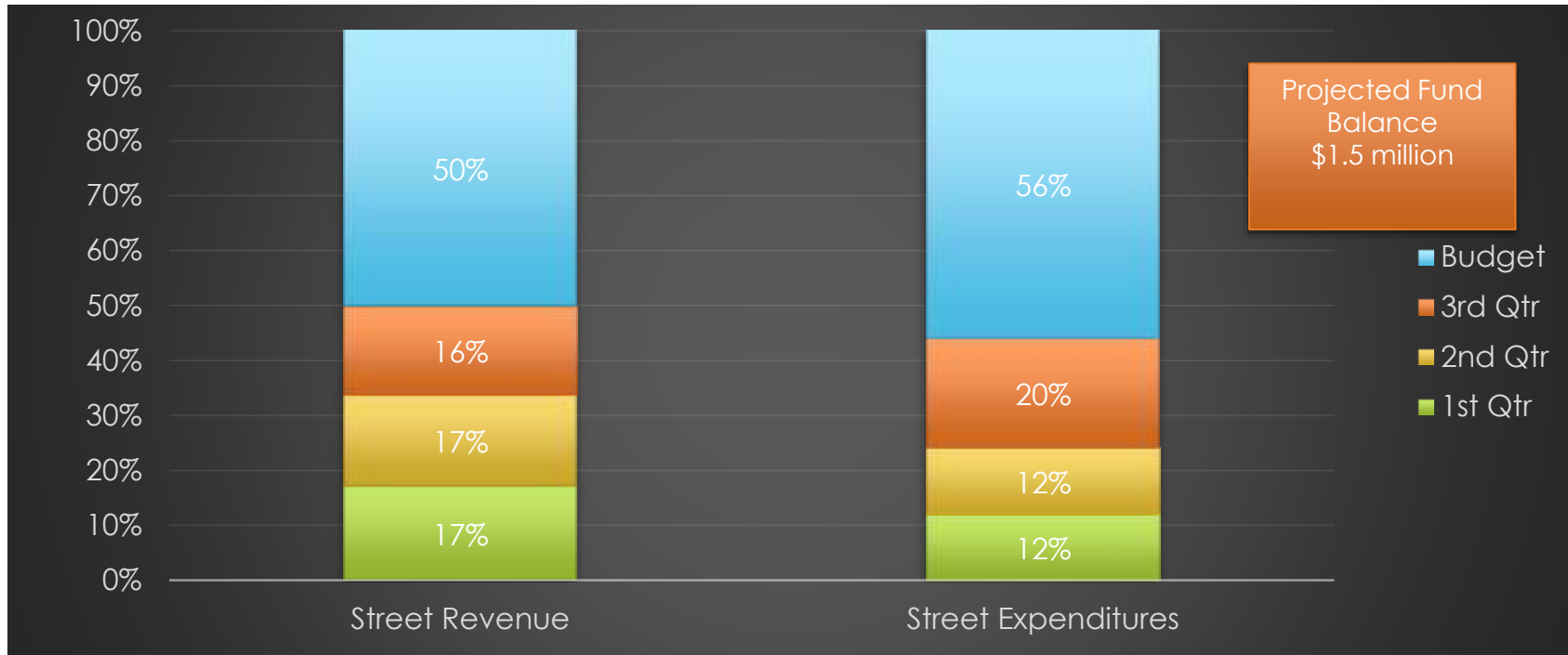
General Fund Balance

16

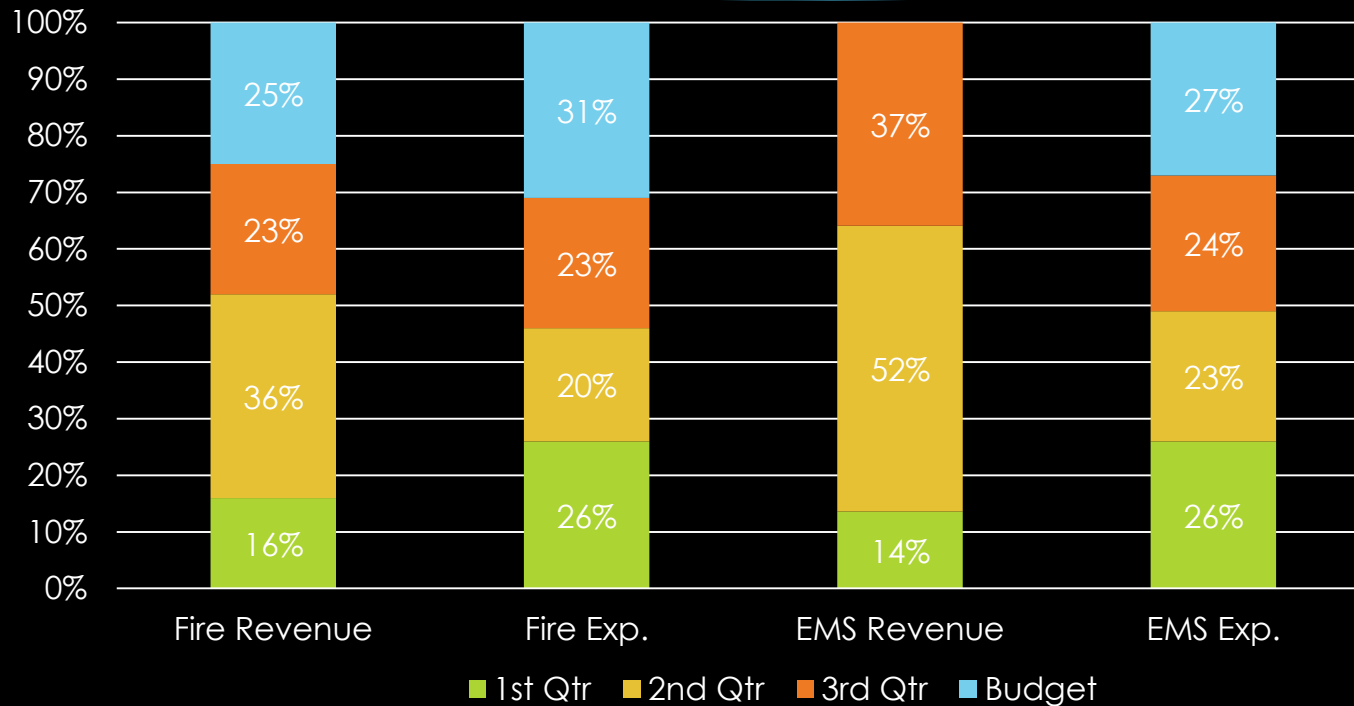
Months



Streets



Camas/Washougal Fire and EMS



Projected
Fund Balance
\$2.8 million

American Rescue Plan Act Fund

The City has accepted \$6,816,235 of the Coronavirus State and Local Fiscal Recovery Funds per the American Rescue Plan Act approved by Congress in March.

The funds are distributed in two tranches – the first received on June 30 for \$3,408,118

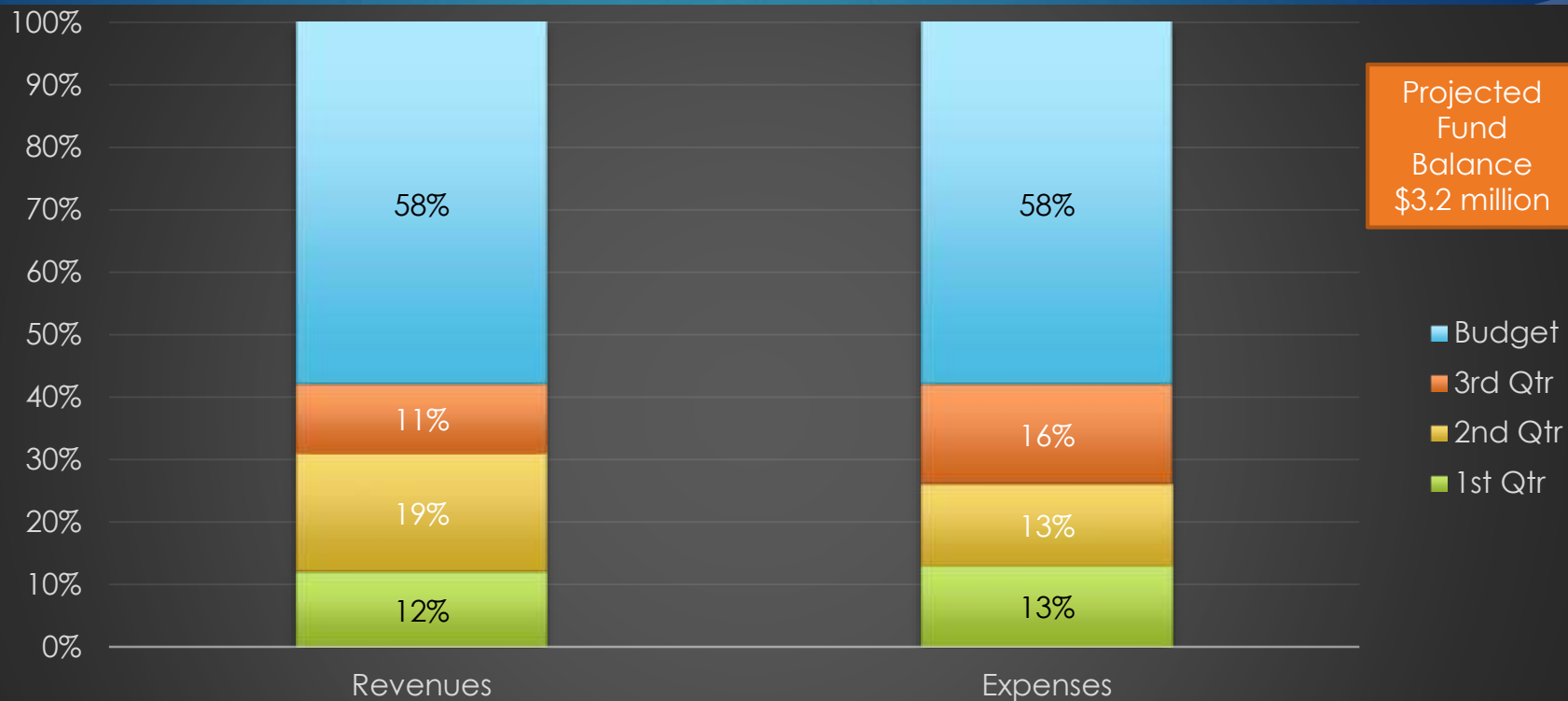
The second to be distributed a year later for the same amount.

The City has four years – using the guidance from the US Treasury – to spend the funds.

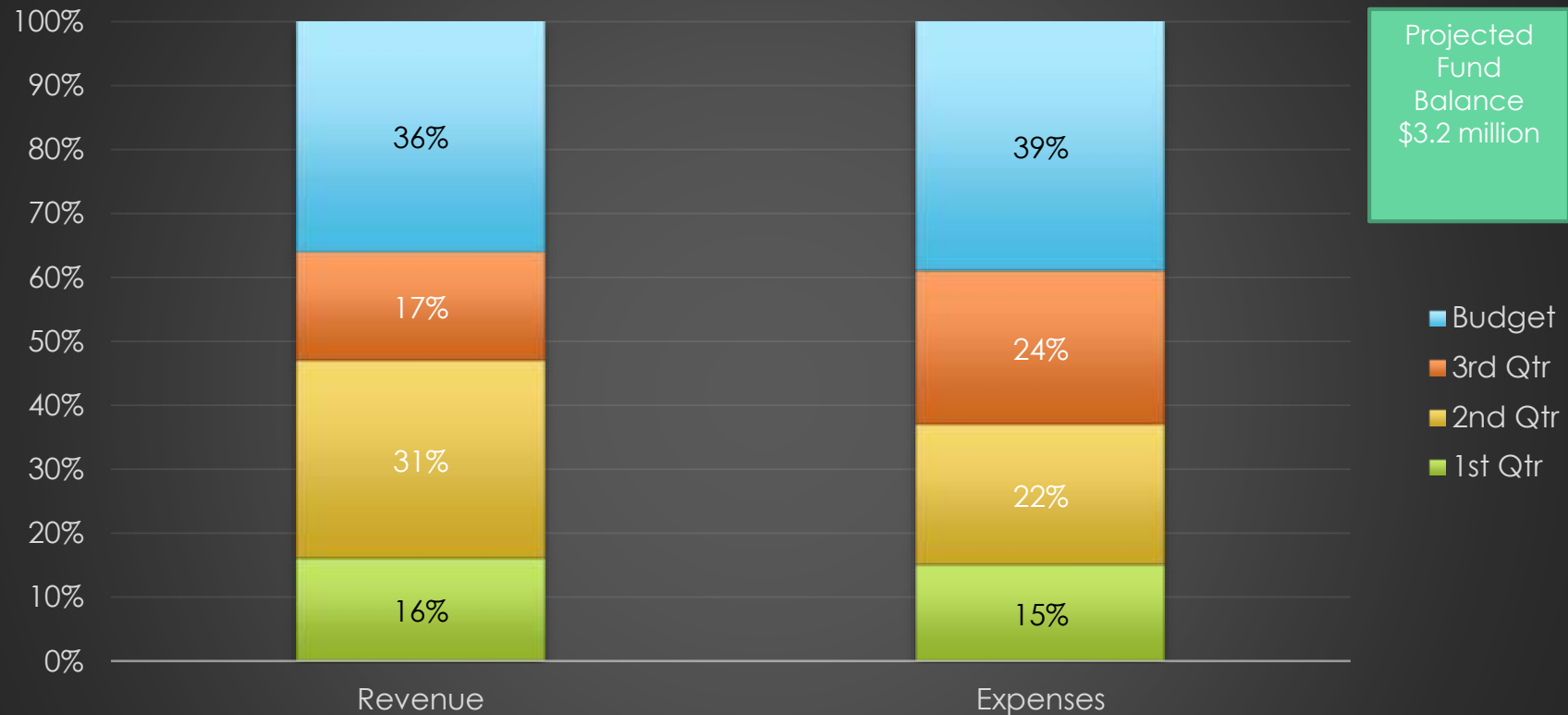
Utility Assistance Program

- ▶ Current data provided at the City Council Workshop

Storm Water



Solid Waste



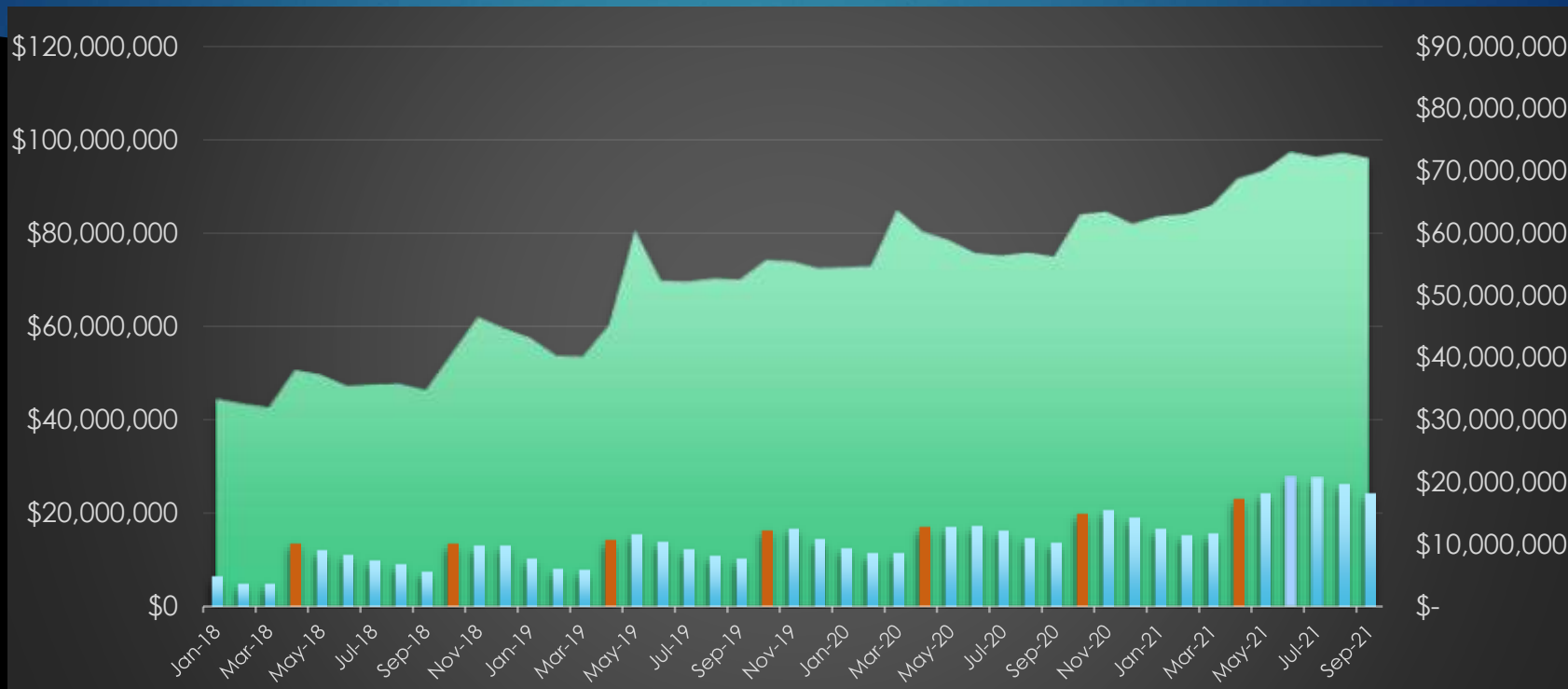
Water/Sewer



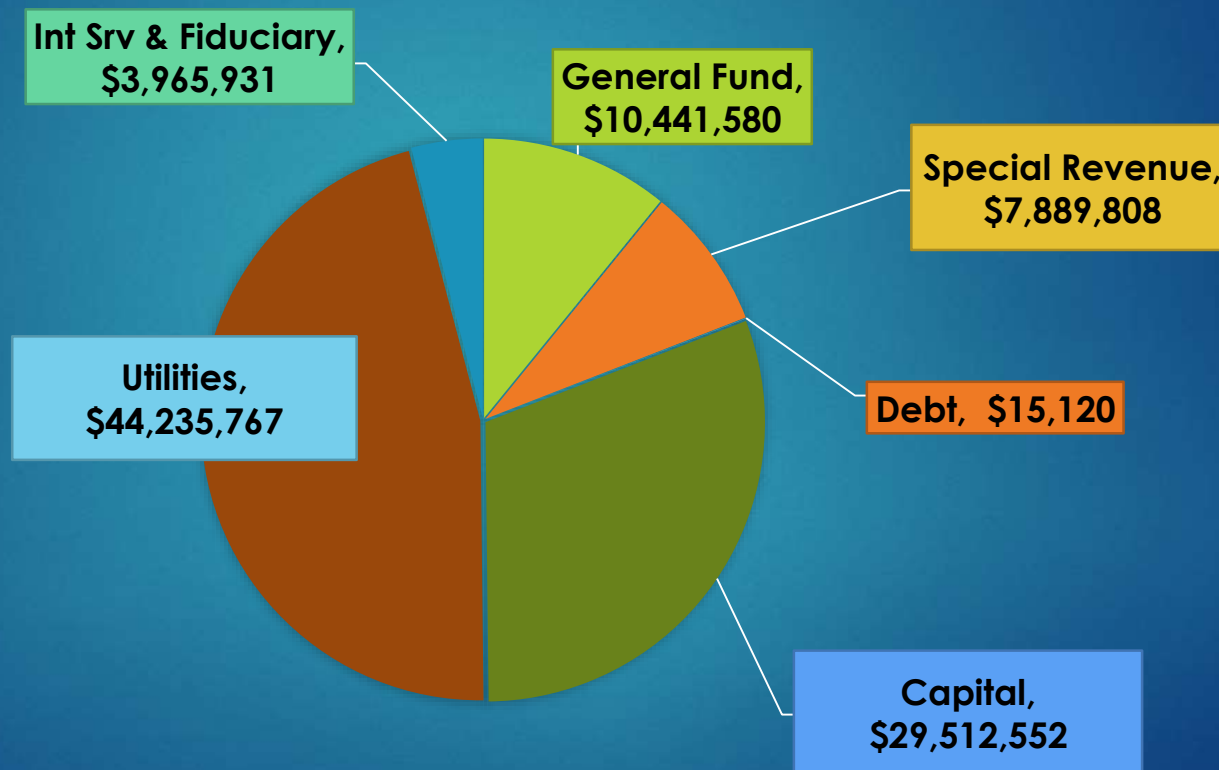
Projected Fund Balance
\$38.1 million

- Budget
- 3rd Qtr
- 2nd Qtr
- 1st Qtr

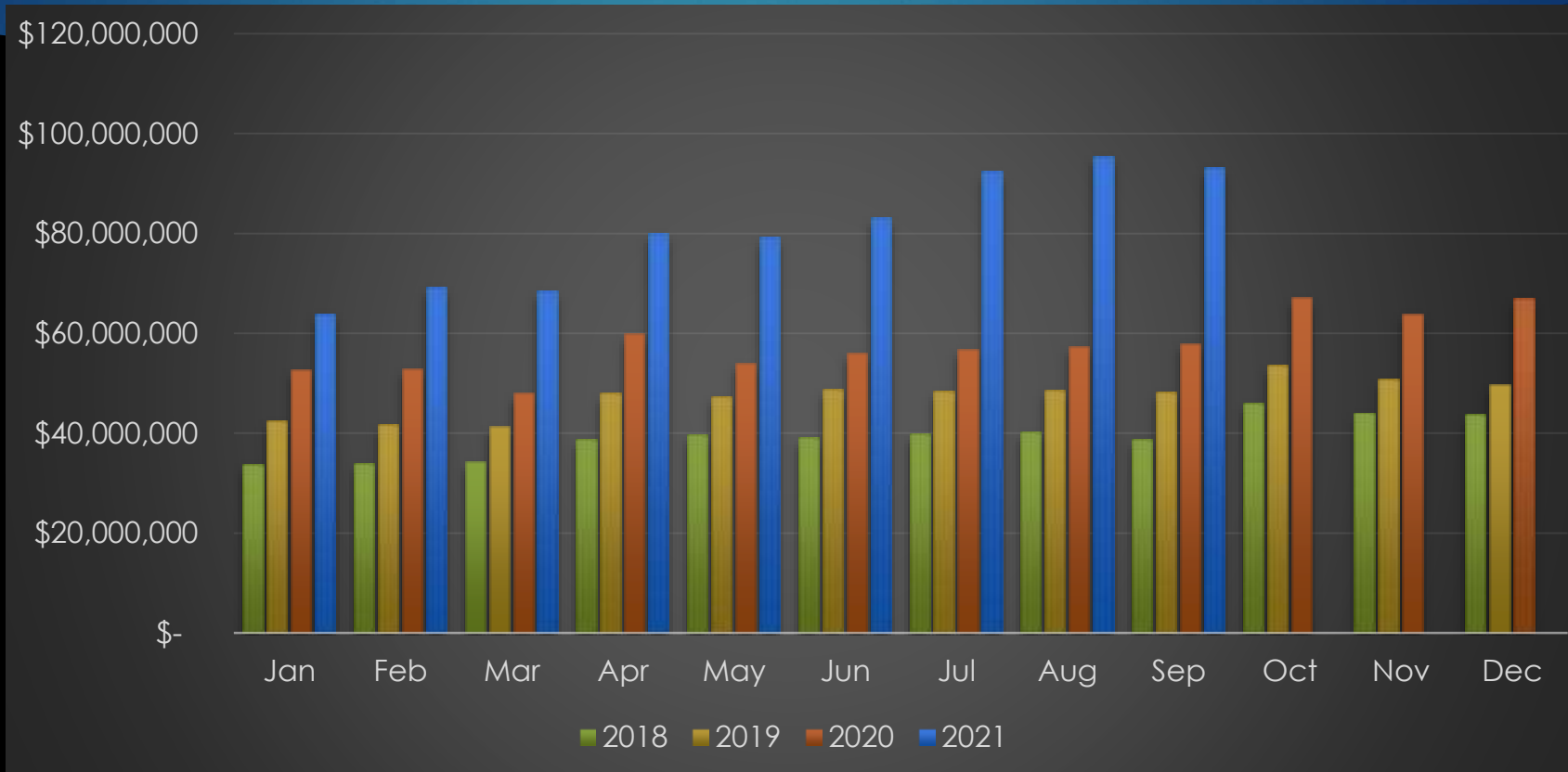
Cash and Cash Equivalent Assets



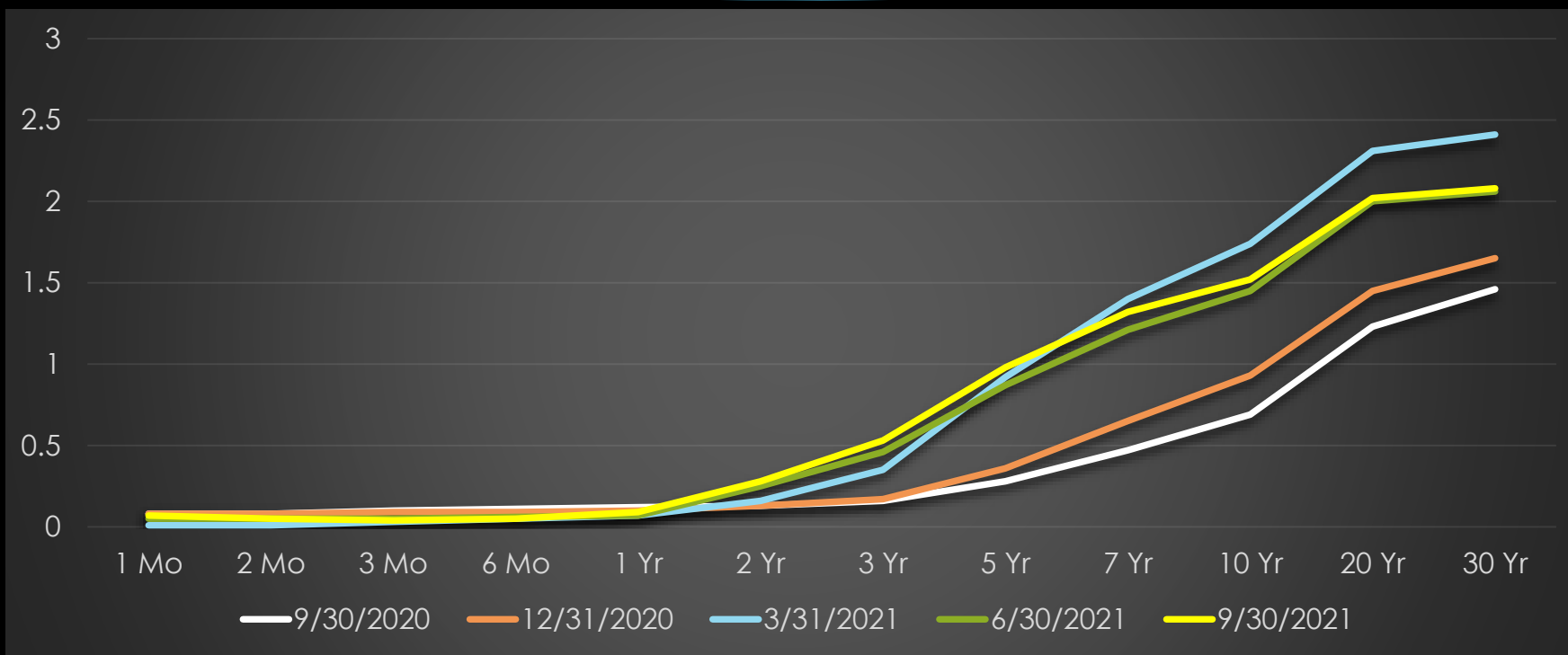
Fund Composition of Investment Portfolio



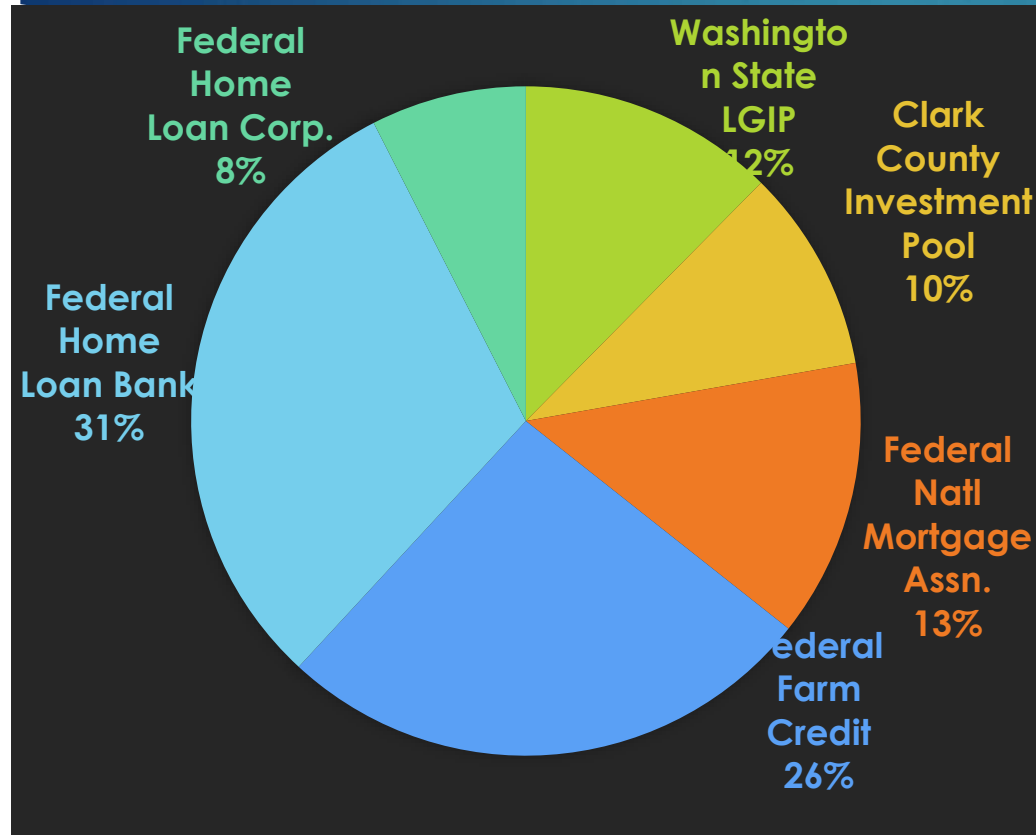
Investment Portfolio Balance



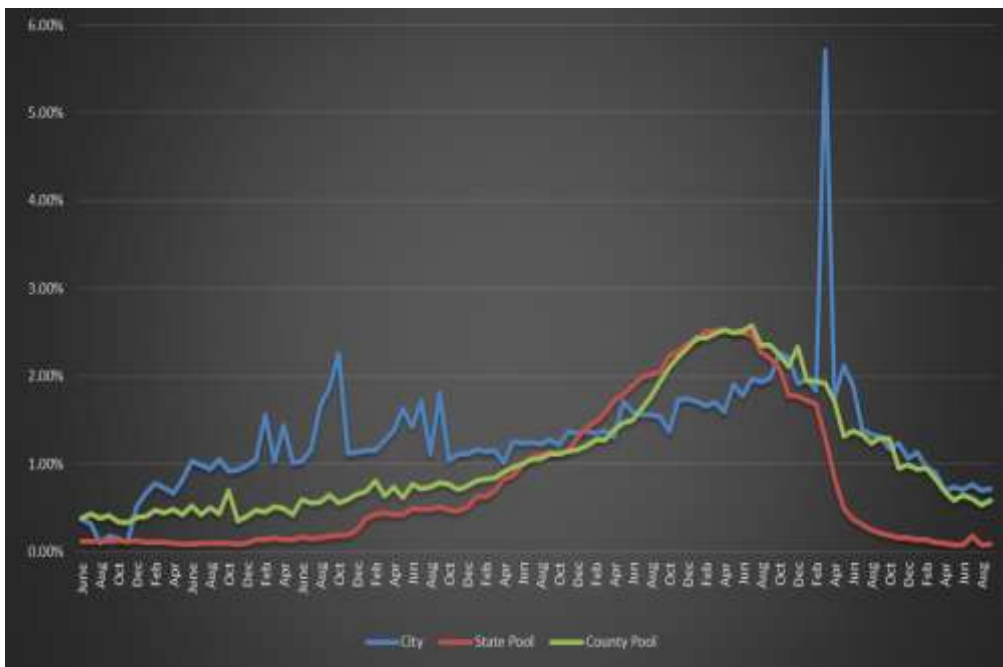
Yield Curve - Interest Rates



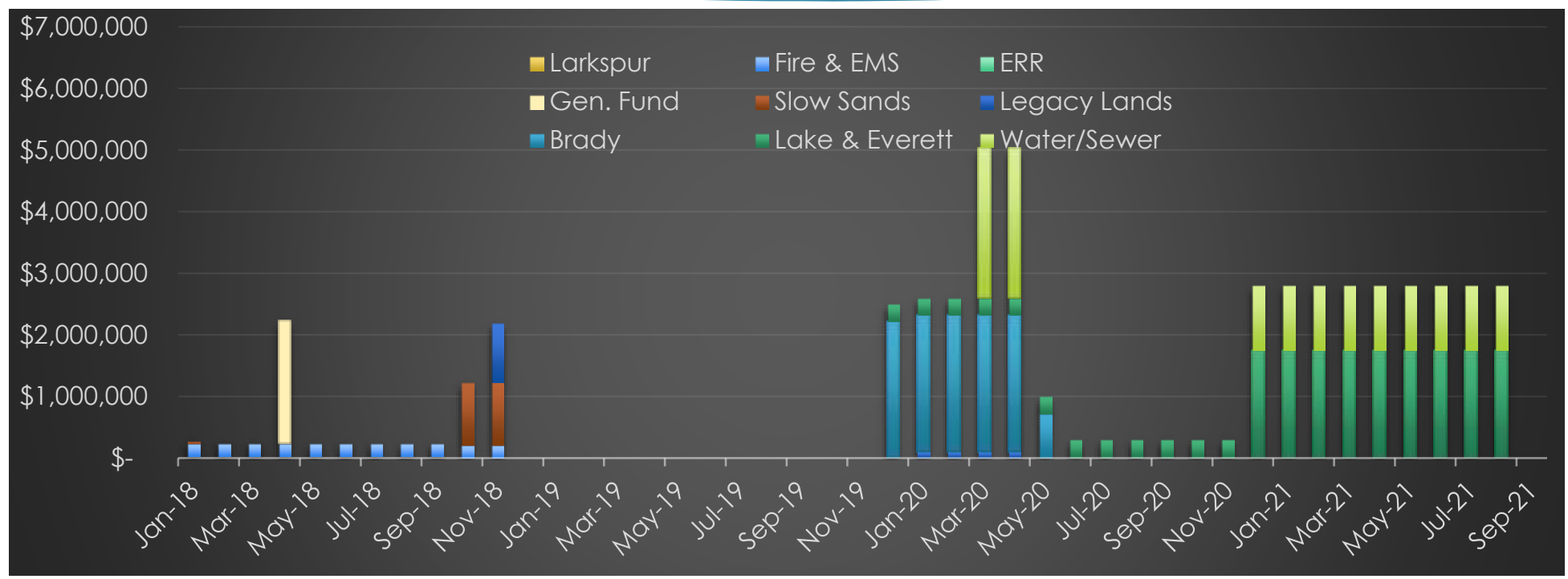
Investment Portfolio



Portfolio Performance 2013-2021



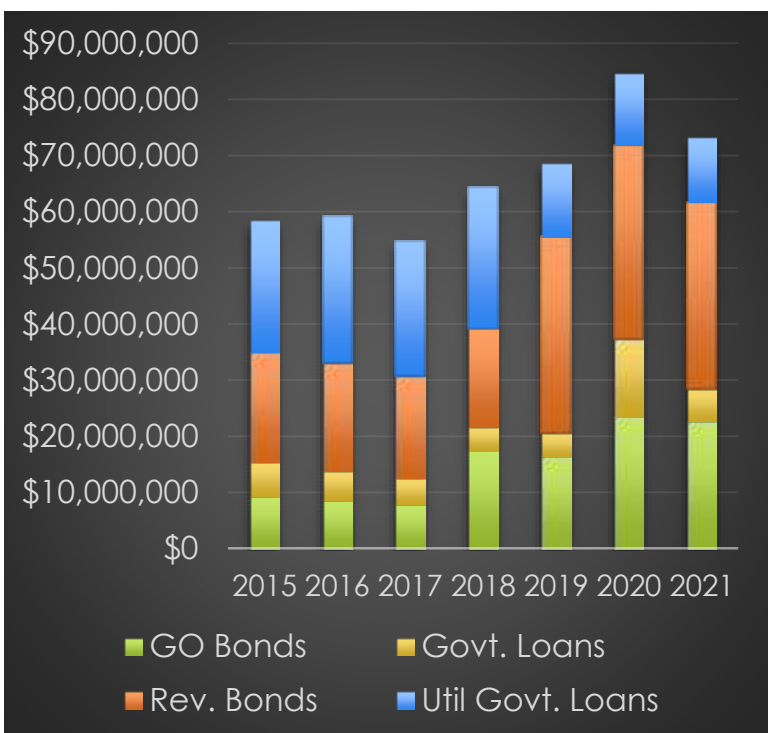
Line of Credit



Debt Outstanding

Projects Financed

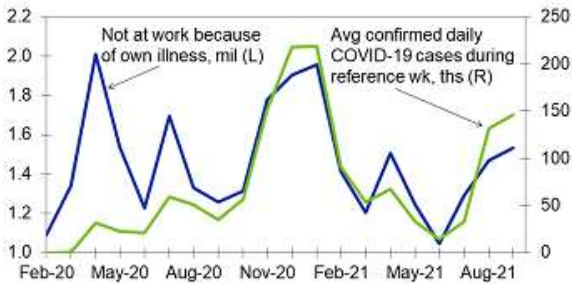
- 2015 LED Lights
- 6th and Norwood Roundabout
- Friberg/Strunk
- 38th Ave
- Parker
- Fire Truck
- Annex Building
- Sewer Transmission Main
- Lacamas Creek Pump Station
- 2018 Lake and Everett Roundabout
- 2019 Water Projects
- Legacy Lands
- Water Reservoir
- 2020 Legacy Lands



Final Debt Payments

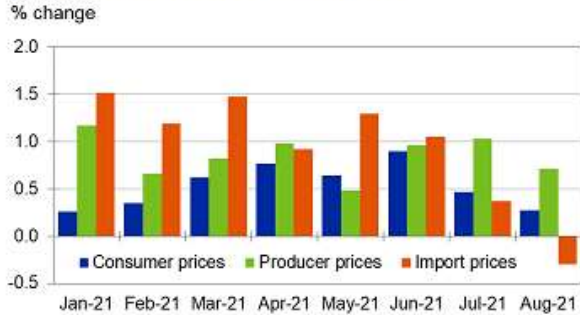
- 2016 Water Transmission Line
- Parker Street
- 2017 Parker Street
- Sewer Treatment Plant
- 2018 Friberg/Strunk
- 2019 Ambulance
- Sewer Treatment Plant Upgrade
- 2020 Sewer Treatment Plant Upgrade
- Library Bond
- Steigerwald Well Fields
- 2021 Legacy Lands Contract
- Lake Road

Calling Out Sick



Sources: BLS, Our World in Data, Moody's Analytics

Price Growth Cools in August



Sources: BLS, Moody's Analytics

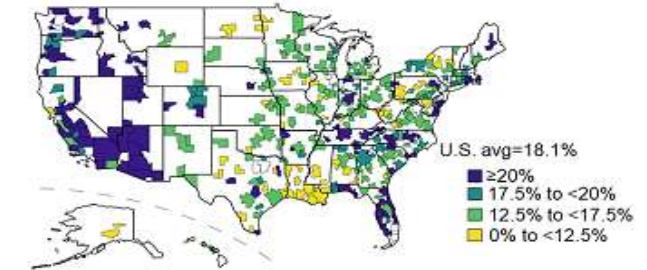
Homebuyer Sentiment Sours...



Sources: Univ. of Michigan, Mortgage Bankers Association, Moody's Analytics
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... As House Prices Tear Ahead

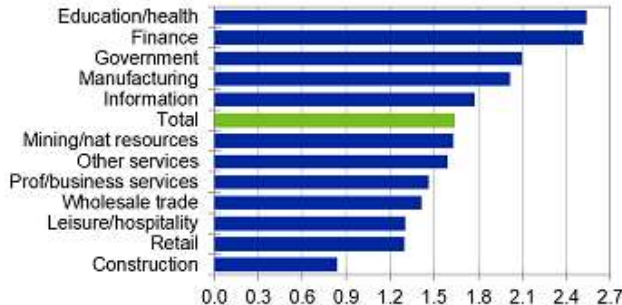
CoreLogic single-family house prices, % change yr ago, Aug 21



Sources: CoreLogic, Moody's Analytics

Employers Struggle to Fill Positions

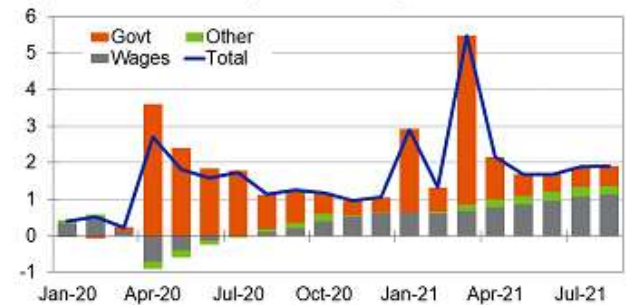
Job openings to hires, Jul 2021



Sources: BLS, Moody's Analytics

Wages Leading Income Growth

Disposable income, change from 2019 avg, \$ tril



Sources: BEA, Moody's Analytics