



COBURG CITY COUNCIL ACTION/ISSUE ITEM

TOPIC: FINANCE DEPARTMENT MONTHLY REPORT

Meeting Date: December 8, 2020
Staff Contact: Tim Gaines
Contact: 541-682-7870, tim.gaines@ci.coburg.or.us

REQUESTED COUNCIL ACTION

- Information only
-

POLICIES OR CITY COUNCIL GOAL(S) ADDRESSED

2020-21 City Council Goals:

- Fiscal Stewardship
-

ANALYSIS

Important notes regarding the month ended September 30, 2020

- September is the 3rd month of the fiscal year. If revenues and expenses were spread evenly throughout the year, the City should be at 25% of budget with each.
 - Whole City Revenue received \$890,709 or 13% of budgeted, however, taxes are not received until November or December. Compared to \$860,197 last year at September month end.
 - Whole City Expenses are \$1,264,779 which is 18% of budgeted. Compared to \$1,125,765 last year at September month end.
 - There is a 5% difference between Revenues received and Expenditures.
- All Funds, General, Streets, Water, Sewer are operating within their budgets.
- As of December 3, 2020 tax receipts were \$730,463 which exceeds the budget for current taxes to be received. The City budgeted extremely conservatively in order to anticipate possible shortages due to covid-19. We are not seeing those shortages at this point.
- Sewer and Water Fees are slightly exceeding budgeted revenues.
- Revenues budgeted are often time sensitive such as grant funds or reimbursements for projects. Therefore, revenues may seem behind but in reality they are fine. Good examples of this would be County Taxes that are mostly received in November, and URA transfer to Sewer for Debt service that usually happens at the end of the year.

- As we are only three months into the year, it is very early to provide analysis for the full year. However, the important revenues we track are our utility fees and County Taxes. We are happy to report that both of these are exceeding budget.
-

CITY DEBT REFINANCE

The following is a re-cap of the city refinance:

- Issued Full Faith and Credit Obligations of the City to payoff and refinance the following loans:
 - o USDA Loans No. 1 and 2
 - o IFA Loans #G01001 and #B01003
 - o Summit Bank Mortgage Loan
 - Total savings on future debt payments from the refinancing equaled: \$923,132
 - All-in True Interest Cost of the new obligations equals: 2.84%
 - Summit Bank Mortgage Loan due in 2024 was extended to a 25-year loan with a True Interest Cost of 2.25%
 - Debt service reserve held for USDA Loan is unrestricted
 - Refinanced the following loans with the DEQ to payoff and consolidated the following loans into a single loan:
 - o DEQ Sewer Loan R23041
 - o DEQ Sewer Loan R23042
 - o DEQ Sewer Loan R23044
 - Total savings on future debt payments from the refinancing equaled: \$1,240,974
 - The loan amendment includes reducing the interest rate to 0.86%
-

PUBLIC INVOLVEMENT

N/A

NEXT STEPS

- Continue audit work
- Water project reimbursement

ATTACHMENTS

Budget Performance Analysis – General Fund
Cash on Hand
Checks written list for September 2020
Full City Revenue and Expense charts
Fund Total sheets – From Springbrook
Bank Statements

REVIEWED BY: Anne Heath, City Administrator