SHOWARE OPERATING FUND FINANCIALS

KENT CITY COUNCIL WORKSHOP OCTOBER 7, 2014

SHOWARE DEBT/FINANCIAL FLOW CHART

Public Facilities District (PFD)

Issued \$63.3m debt - annual debt service on construction bonds is currently \$3.8m

Collects .037% sales tax credit to go towards debt service, \$700k annually

Receives \$3.1m transfer in each year from CIP Fund to cover debt service

Capital Improvement Fund (CIP)

Transfer out \$2.8m to PFD for bonded debt support

Contributes \$300k annually for lifecycle improvements – currently used for debt

Receives 2% internal utility tax to repay construction cost changes

Utilities Funds

Pays 2% internal utility tax to CIP Fund - \$1.2m annually

Sunsets when loan is repaid

Other Capital Projects Fund

\$9.7m loan from Water Fund to cover construction cost changes

Receives \$1.2 transfer in each year from CIP Fund towards repayment

Estimate fully repaid in 2019/2020

Annual City Support:

Bonded Debt (CIP): \$3.1m
Operating Support (GF): .5m
Interfund Loan (Util Tax): 1.2m

Total Annual Support:

ShoWare Event Center

Event Revenue Event Expenses Operating Expenses

Operated/Managed by SMG 2014 estimated loss is \$700k

City pays to cover losses

ShoWare Operating Fund

Rev: Admissions Tax (events)

Exp: SMG Contract

Receives \$500k transfer in each year from General Fund

2014 Beginning FB is (\$2.5m)

GF supports ShoWare Op

General Fund

Since 2013, transfers out \$500k annually to ShoWare Operating Fund

\$4.8m

SHOWARE CENTER BONDED DEBT



				0:: 14	Redemption to	•	Due Within One
	Issuance Date	Maturity Date	Interest Rate	Original Amount	Date	12/31/13	<u>Year</u>
Sales Tax Bonds	2008	2037	4-5.25%	53,150,000	-	53,150,000	-
Revenue Bonds	2008	2020	3.16-5.75%	10,130,000	3,110,000	7,020,000	745,000
				63,280,000	3,110,000	60,170,000	745,000

Debt Service Balance as of 12/31/13 & Debt Schedule

Year	Principal	Interest	Total
2014	\$ 745,000	\$ 3,051,060	\$ 3,796,060
2015	865,000	3,016,053	3,881,053
2016	980,000	2,973,244	3,953,244
2017	1,100,000	2,921,755	4,021,755
2018	1,250,000	2,862,861	4,112,861
2019-2023	8,760,000	13,154,535	21,914,535
2024-2028	14,220,000	10,479,515	24,699,515
2029-2033	19,520,000	6,192,625	25,712,625
2034-2038	12,730,000	1,663,075	14,393,075
	\$ 60,170,000	\$ 46,314,723	\$106,484,723

SHOWARE OPERATING FUND

			_ (())				
	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Actual	2014 Est Actual
Beginning Fund Balance		(700,287)	(1,025,923)	(1,627,111)	(1,910,845)	(2,735,809)	(2,456,087)
Revenues Admissions Tax Puget Sound Energy Grant		259,156	199,199 42,376	193,900	281,458	251,405	275,000
Transfer In from Lodging Tax Transfer In from GF		31,000	, 			500,000	500,000
Total Revenues	-	290,156	241,575	193,900	281,458	751,405	775,000
Expenditures Pre-Opening Expenses Supplies SMG - Expenses SMG - Advertising Other Expenses	16,089 451,680 200,957 31,561	236 295,912 30,180					
Operating Expenses Salaries & Benefits-Police OT SMG - Operating Expenses SMG - Installment Loan Pymt Permacold Engineering Svcs Sewer Charges Other Expenses		69,783 205,712 13,969	639,385 200,000 3,378	341,640 100,000 32,800 3,194	962,791 100,000 26,241 3,390	343,728 100,000 26,241 1,715	830,869 81,885 26,241 11,005
Trf Out-ShoWare Impact Study Total Expenditures	700,287	615,792	842,763	477,634	14,000 1,106,422	471,684	950,000
Change in Fund Balance	(700,287)	(325,636)	(601,188)	(283,734)	(824,964)	279,721	(175,000)
Ending Fund Balance	(700,287)	(1,025,923)	(1,627,111)	(1,910,845)	(2,735,809)	(2,456,088)	(2,631,087)

PUBLIC FACILITIES DISTRICT (PFD)

_	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	2013 Actual	2014 Est Actual
Beginning Fund Balance		166,327	105,249	113,261	121,211	123,989	130,696
Revenues							
Sales & Use Tax	789,155	577,575	623,016	649,923	678,498	714,660	743,597
Intergovernmental (CIP Fund)		3,072,614	3,129,437	3,093,077	3,064,025	3,104,475	3,055,000
Transfers In - Bond Proceeds	1,769,877	6,306					
Total Revenues	2,559,032	3,656,495	3,752,453	3,743,000	3,742,523	3,819,135	3,798,597
Expenditures							
Services and Charges		758			1,505		
Debt Service - Principal		550,000	595,000	605,000	630,000	730,000	750,000
Debt Service - Interest	2,392,705	3,166,815	3,149,441	3,130,050	3,108,240	3,082,428	3,046,060
Total Expenditures	2,392,705	3,717,573	3,744,441	3,735,050	3,739,745	3,812,428	3,796,060
Change in Fund Balance	166,327	(61,078)	8,012	7,950	2,778	6,707	2,537
Ending Fund Balance	166,327	105,249	113,261	121,211	123,989	130,696	133,233