

DRAFT

Agency: 010 Bond Retirement and Interest
Decision Package Code/Title: AC Bond Debt 2016 Supplemental Budget
Budget Period: 2015-17
Budget Level: M2 - Inflation and Other Rate Changes

Recommendation Summary Text:

The purpose of this supplemental 2015 budget submittal is to adjust appropriations to expected amounts for debt service and other debt related expenditures.

Agency Total**Fiscal Detail**

Operating Expenditures	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
	1,680,000		
057-1 -State Building Construction Account-State		2,581,000	4,261,000
	0		
10P-1 -Columbia River Basin Water Supply-State		72,000	72,000
	0		
16J-1 -SR #520 Corridor Account-State		559,000	559,000
	21,000		
18B-1 -Col River Basin Tax Bond Wtr Sup-State		68,000	89,000
	3,726,000		
303-1 -Highway Bond Retirement Account-State		10,934,000	14,660,000
	594,000		
355-1 -State Tax Bld Construction Account-State		370,000	964,000
	0		
389-1 -Toll Facility Bond Retirement Acct-State		4,998,000	4,998,000
	0		
996-Z -Estimated All Other Funds-Other		0	0
Total Cost	6,021,000	19,582,000	25,603,000

Staffing

FTEs

Program 401-Debt Subject to the Debt Limit

Operating Expenditures	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
	1,399,000		
057-1 -State Building Construction Account-State		2,150,000	3,549,000
	0		
10P-1 -Columbia River Basin Water Supply-State		62,000	62,000
	21,000		
18B-1 -Col River Basin Tax Bond Wtr Sup-State		61,000	82,000
	507,000		
355-1 -State Tax Bld Construction Account-State		339,000	846,000
Total Cost	1,927,000	2,612,000	4,539,000

Program 404-Mvft Debt

Operating Expenditures	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
	0		
16J-1 -SR #520 Corridor Account-State		559,000	559,000
	3,726,000		
303-1 -Highway Bond Retirement Account-State		10,934,000	14,660,000
	0		
389-1 -Toll Facility Bond Retirement Acct-State		4,998,000	4,998,000
Total Cost	3,726,000	16,491,000	20,217,000

Program 406-Bond Sale Expenses

Operating Expenditures	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
	281,000		
057-1 -State Building Construction Account-State		431,000	712,000
	0		
10P-1 -Columbia River Basin Water Supply-State		10,000	10,000
	0		
18B-1 -Col River Basin Tax Bond Wtr Sup-State		7,000	7,000
	87,000		
355-1 -State Tax Bld Construction Account-State		31,000	118,000
Total Cost	368,000	479,000	847,000

Package Description:

Supplemental 2016 budget adjustments. Our agency is comprised of one activity. This activity includes the payment of principal and interest on outstanding long-term bond debt of the State and costs associated with bond sales.

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

By statutory provision, the State Finance Committee (SFC) is delegated authority to supervise and control the issuance of all state bonds. Pursuant to Chapter 3, Laws of 1981, the Office of the State Treasurer provides administrative support to the SFC. This decision package will adjust appropriations to expected amounts for debt service and other debt related expenditures.

Performance Measure Detail

Activity

Incremental Changes

No measures submitted for package

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

To adjust appropriations to expected amounts for debt service and other related expenditures as follows:

Fund 057 State Building Construction Account - FY1

An increase in the appropriation for underwriter's discount of \$1.680 million due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$281 thousand due to projected sales costs.

Fund 057 State Building Construction Account - FY2

An increase in the appropriation for underwriter's discount of \$2.150 million due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$431 thousand due to projected sales costs.

Fund 10P Columbia River Basin Water Supply Development Account - FY2

An increase in the appropriation for underwriter's discount of \$62 thousand due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$10 thousand due to projected sales costs.

Fund 16J SR 520 Corridor Account - FY2

An increase in the appropriation for underwriter's discount of \$559 thousand due to projected underwriter's costs.

Fund 18B Columbia River Basin Taxable Bond Water Supply Development Account - FY1

An increase in the appropriation for underwriter's discount of \$21 thousand due to projected underwriter's costs.

Fund 18B Columbia River Basin Taxable Bond Water Supply Development Account - FY2

An increase in the appropriation for underwriter's discount of \$61 thousand due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$7 thousand due to projected sales costs.

Fund 303 Highway Bond Retirement Account - FY1

An increase in the appropriation for debt service of \$3.726 million due to an increase in debt issuance.

Fund 303 Highway Bond Retirement Account - FY2

An increase in the appropriation for debt service of \$10.934 million due to an increase in debt issuance.

Fund 355 State Taxable Building Construction Account - FY1

An increase in the appropriation for underwriter's discount of \$507 thousand due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$87 thousand due to projected sales costs.

Fund 355 State Taxable Building Construction Account - FY2

An increase in the appropriation for underwriter's discount of \$339 thousand due to projected underwriter's costs.

An increase in the appropriation for bond sale expenses of \$31 thousand due to projected sales costs.

Fund 389 Toll Facility Bond Retirement Account - FY2

An increase in the appropriation for debt service of \$4.998 million due to an increase in debt issuance.

Does this DP provide essential support to one or more of the Governor's Results Washington priorities?

What are the other important connections or impacts related to this proposal?

What alternatives were explored by the agency, and why was this alternative chosen?

What are the consequences of adopting or not adopting this package?

What is the relationship, if any, to the state's capital budget?

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

Expenditure and revenue calculations and assumptions

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

<u>Object Detail</u>	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
C Professional Svc Contracts	143,520	186,810	330,330
E Goods\Other Services	2,151,480	3,463,190	5,614,670
P Debt Service	3,726,000	15,932,000	19,658,000
Total Objects	6,021,000	19,582,000	25,603,000