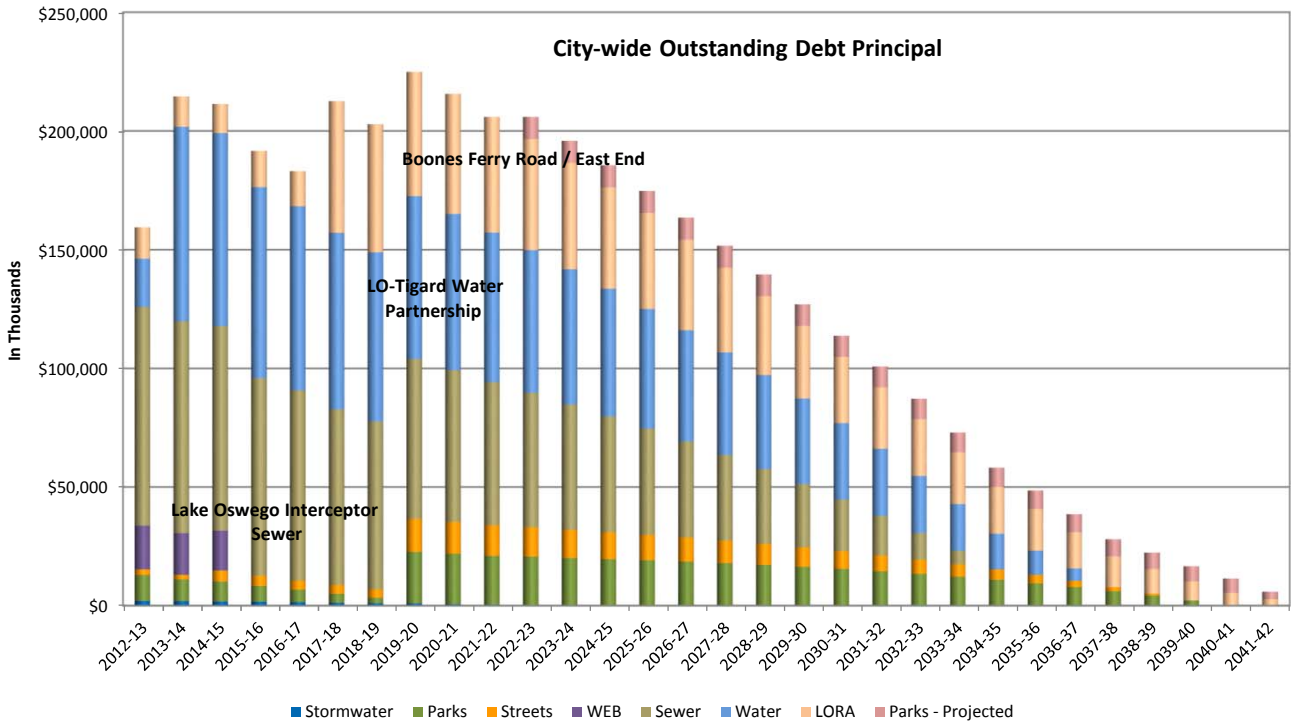


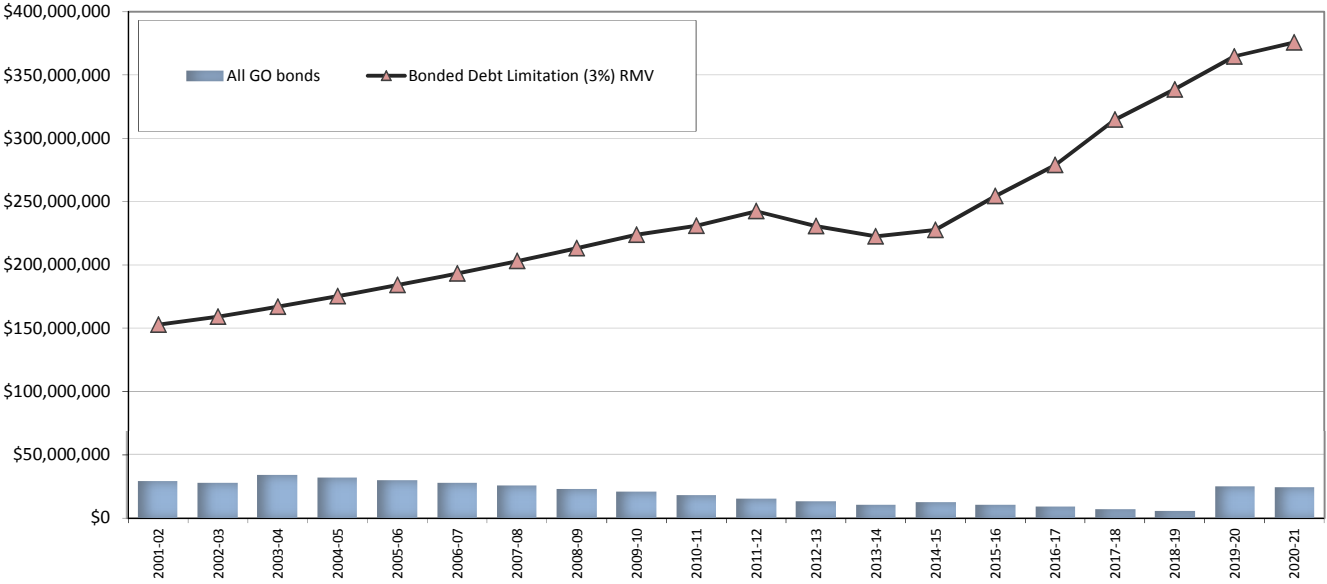
FINANCIAL TRENDS - BONDED DEBT



In the last several years, the City has issued debt to fund large public infrastructure improvement and replacement projects such as the Lake Oswego Interceptor Sewer (\$110 million), and the Lake Oswego Tigard Water Partnership (\$96 million). A City Council adopted policy is for total outstanding indebtedness not to exceed \$250 million, not including voter approved general obligation bonds. There are new Parks and Streets bonds included beginning in fiscal year 2019-20.

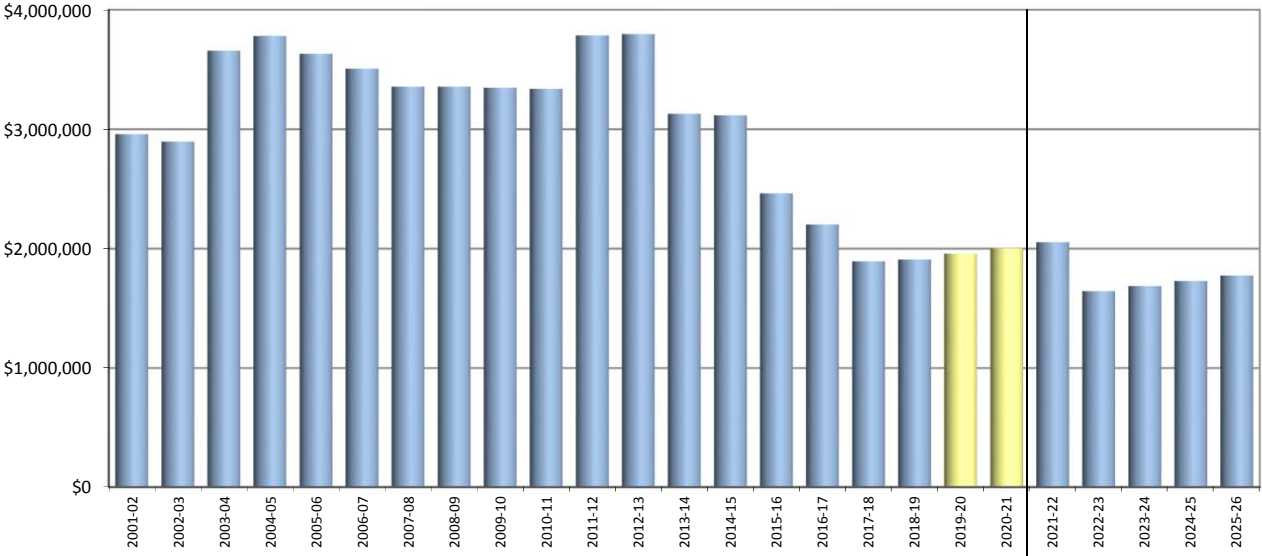
FINANCIAL TRENDS - BONDED DEBT

General Obligation Bonded Indebtedness



The columns in the above graph show the City's total general obligation (G.O.) debt. ORS 287A.050 sets a legal limit on G.O. bonded indebtedness at 3% of the total real market value in the city. The City's G.O. bonded indebtedness has stayed less than 1%, well below this limit. The graph reflects existing general obligation bond issues only and does not project for any future ballot measures that may increase general obligation debt.

Annual Debt Service on General Obligation Bonds



This graph depicts the City of Lake Oswego's debt service (principal and interest payments) on its bonded indebtedness. Bond issues are 20 and 25-years; however, the graph is only extended out to fiscal year 2025-26. Debt service payments have included street improvement bonds and open space and field bonds. The steady decrease from fiscal year 2015-16 reflects two GO Bond issues retiring. The increase in fiscal year 2019-20 reflects a Parks bond and the remaining bonds will be for the Boones Ferry Road project.

FINANCIAL TRENDS - BONDED DEBT

GENERAL OBLIGATION BONDS

General obligation bonds are used to finance a variety of public projects and require voter approval. These bonds are backed by the full faith and credit of the City. The City currently has three general obligation bond issues outstanding:

	Interest rates (1)	Issued date	Maturity date	Original principal	Principal outstanding	Annual debt service	Bond Rating (2)	Payment source
Series 2011A Refunding	2.00	9/20/11	6/1/20	3,540,000	425,000	434,000	Aaa/AAA	Property taxes
Series 2015 Lake Grove/Refunding	2.00 - 5.00	2/26/15	6/1/39	10,245,000	5,500,000	940,000	Aaa/AAA	Property taxes
Series 2019 Parks (estimated)	3.00 - 5.00	12/1/19	6/1/40	20,600,000	20,600,000	587,000	Aaa/AAA	Property taxes
Total General Obligation Bonds				<u>\$34,385,000</u>	<u>\$26,525,000</u>	<u>\$1,961,000</u>		

(1) Interest rates represent the rates on the remaining bond principal outstanding.

(2) Bond ratings received from Moody's / Standard & Poor's reflect the City's strong financial performance.

Schedule of Future Principal & Interest Payments due

Fiscal year ended	Principal payable	Interest payable	Total
June 30, 2020	\$1,175,000	\$784,612	\$1,959,612
June 30, 2021	800,000	1,204,584	2,004,584
June 30, 2022	890,000	1,164,584	2,054,584
June 30, 2023	525,000	1,120,084	1,645,084
June 30, 2024	590,000	1,096,834	1,686,834
June 30, 2025	660,000	1,070,434	1,730,434
June 30, 2026	735,000	1,040,634	1,775,634
June 30, 2027	810,000	1,008,009	1,818,009
June 30, 2028	895,000	970,809	1,865,809
June 30, 2029	985,000	929,459	1,914,459
June 30, 2030	1,080,000	883,709	1,963,709
June 30, 2031	1,185,000	833,309	2,018,309
June 30, 2032	1,290,000	777,859	2,067,859
June 30, 2033	1,405,000	717,259	2,122,259
June 30, 2034	1,530,000	651,009	2,181,009
June 30, 2035	1,655,000	578,353	2,233,353
June 30, 2036	1,800,000	499,540	2,299,540
June 30, 2037	1,945,000	413,500	2,358,500
June 30, 2038	2,105,000	320,188	2,425,188
June 30, 2039	2,270,000	219,050	2,489,050
June 30, 2040	2,195,000	109,750	2,304,750
	<u>\$26,525,000</u>	<u>\$16,393,564</u>	<u>\$42,918,564</u>

	Debt outstanding	Debt per capita	Debt as % of RMV	ORS 287A.050 Statutory maximum
G.O. Bonds, debt ratios	\$26,525,000	\$685	0.22%	3.00%

FINANCIAL TRENDS - BONDED DEBT

FULL FAITH AND CREDIT BONDS

Full faith and credit bonds are long-term obligations that are payable solely from a designated source of revenue. They do not carry any taxing power.

	Interest rates (1)	Original date	Maturity date	Original principal	Principal outstanding	Annual debt service	Payment source
Series 2010A Full Faith & Credit	2.50 - 4.00	9/30/10	6/1/35	35,000,000	26,565,000	2,214,000	Sewer rates
Series 2011A Full Faith & Credit	2.50 - 5.00	9/20/11	6/1/31	11,500,000	7,790,000	827,000	LORA
Series 2013A Full Faith & Credit	4.00 - 5.00	9/11/13	6/1/38	75,290,000	68,660,000	5,473,000	Water rates
Series 2017 Full Faith & Credit	2.00 - 5.00	12/21/17	12/1/35	44,160,000	44,160,000	3,657,000	Sewer rates
Series 2018 Full Faith & Credit*	2.00 - 5.00	5/2/18	12/1/42	51,640,000	49,720,000	3,376,000	LORA/Water/Stormwater
Series 2019 Full Faith & Credit (Est.)	3.00 - 5.00	12/1/19	6/1/40	10,400,000	10,400,000	800,000	Street gas tax revenue
Total Full Faith & Credit Bonds				<u>\$227,990,000</u>	<u>\$207,295,000</u>	<u>\$16,347,000</u>	

(1) Interest rates represent the rates on the remaining bond principal outstanding.

Schedule of Future Principal & Interest Payments due

Fiscal year ended	Principal payable	Interest payable	Estimated Total
June 30, 2020	\$8,172,000	\$8,174,676	\$16,346,676
June 30, 2021	8,507,000	7,862,182	16,369,182
June 30, 2022	8,807,000	7,533,532	16,340,532
June 30, 2023	9,168,000	7,187,329	16,355,329
June 30, 2024	9,515,000	6,822,506	16,337,506
June 30, 2025	9,713,000	6,421,640	16,134,640
June 30, 2026	10,092,000	6,007,951	16,099,951
June 30, 2027	10,551,000	5,544,199	16,095,199
June 30, 2028	11,006,000	5,082,775	16,088,775
June 30, 2029	11,118,000	4,639,985	15,757,985
June 30, 2030	11,530,000	4,220,328	15,750,328
June 30, 2031	11,973,000	3,771,336	15,744,336
June 30, 2032	11,652,000	3,267,479	14,919,479
June 30, 2033	12,142,000	2,791,778	14,933,778
June 30, 2034	12,619,000	2,312,918	14,931,918
June 30, 2035	13,097,000	1,836,291	14,933,291
June 30, 2036	7,670,000	1,398,722	9,068,722
June 30, 2037	7,986,000	1,083,578	9,069,578
June 30, 2038	8,312,000	755,837	9,067,837
June 30, 2039	3,180,000	412,941	3,592,941
June 30, 2040	2,495,000	300,219	2,795,219
June 30, 2041	2,575,000	217,831	2,792,831
June 30, 2042	2,665,000	132,681	2,797,681
June 30, 2043	2,750,000	44,688	2,794,688
	<u>\$207,295,000</u>	<u>\$87,823,402</u>	<u>\$295,118,402</u>

*Series 2018 Debt Service payments includes refunded Surface Water (Stormwater) Series 2005 and Water Series 2007.