

Town of Oakland Non-Ad Valorem Revenue Anti-Dilution Test

	FY17	FY18	Prior Two-Year Average
Revenues			
Total Governmental Funds	\$ 9,247,127	\$ 11,543,425	\$ 10,395,276
Less: Ad Valorem Revenues	(1,501,634)	(1,553,720)	(1,527,677)
Total Governmental Non-Ad Valorem Revenues	7,745,493	9,989,705	8,867,599
Less: Restricted Funds	(4,759,984)	(6,523,278)	(5,641,631)
Available Non-Ad Valorem Revenues	2,985,509	3,466,427	3,225,968

Expenditures			
Essential Expenditures			
General Government	995,709	1,751,529	1,373,619
Public Safety	1,530,823	1,706,376	1,618,600
Total Essential Expenditures	2,526,532	3,457,905	2,992,219
Less: Ad-Valorem Revenues Available to pay Essential Expenditures	(1,501,634)	(1,553,720)	(1,527,677)
Adjusted Essential Expenditures	1,024,898	1,904,185	1,464,542

Net Non-Ad Valorem Revenues Available for Debt Service 1,960,611 1,562,242 1,761,427

Ad Valorem Revenues Restricted for Debt Service -

Debt Proceeds -

Adjusted Net Non-Ad Valorem Revenue Available for Debt Service -

Test 1 - Adjusted Net Non-Ad Valorem Revenues covers Proforma MADS by 2.0x

Adjusted Net Non-Ad Valorem Revenues Available for Debt Service	1,761,427
Proforma Maximum Annual Non-Ad Valorem Debt Service Coverage	519,511 (1) 3.39

Test 2 - Proforma MADS does not exceed 20% of Net Total Governmental Fund Revenues

Net Total Governmental Fund Revenues	10,395,276
Proforma Maximum Annual Debt Service Percentage	946,433 (2) 9.10%

(1) - Includes maximum debt service for (a) FMLC Loan 2016, (2) Capital Improvement Note, 2018, (3) Capital Lease Obligations and (4) 25% of the maximum annual debt service of the charter school bonds. This 25% was used to remain consistent with the FMLC Series 2016 official statement but non advalorem revenues have not been used to pay this debt service as the charter school special revenue fund revenues are sufficient to pay the debt service on the bonds.

(2) - Includes maximum debt service for all governmental activities' debts and the charter school bond debt service is not reduced by 75%. This calculation is in compliance with the FMLC Series 2016 official statement.

Restricted Funds = Impact Fee Spec Revenue Fund and Charter School Revenue + Fuel Taxes from Stmt of Activities + Grant Revenue

Proforma Maximum Annual Debt Service - max annual debt service for all existing and additional debt secured by or payable from the Total Governmental Fund Revenues which is any revenue from any fund reported as a governmental fund in the City financial statements.

Proforma Maximum Annual Non-Ad Valorem Debt Service - max annual debt service for all existing and additional debt of all non-ad valorem (NAV) revenue obligations which are any obligations payable from (or secured by) a pledge on one or more sources of NAV or payable from a budget to covenant and appropriate NAV but only if the borrower reasonably expects to apply NAV to the payment of the debt

	<u>Total</u>	<u>NonAdValorem</u>
FMLC Refunding Note		
Actual maximum debt service as of 9-30-2018	151,913.00	151,913.00
Capital Improvement Series 2018		
Actual maximum debt service as of 9-30-2018	123,960.00	123,960.00
Charter School Revenue Refunding Bonds, Series 2013		
25% of Actual maximum debt service as of 9-30-2018	569,230.00	142,307.50
Capital Lease Obligations		
Actual maximum debt service as of 9-30-2018	101,330.00	101,330.00
	<u>946,433.00</u>	<u>519,510.50</u>