



DATE: June 13, 2012
TO: Board of Commissioners
FROM: Patrick Quinton, Executive Director
SUBJECT: Report Number 12-16
FY 2012-13 Budget Development: Review of City Council Approved Budget

BOARD ACTION REQUESTED

No action is requested, information only.

SUMMARY

The Portland Development Commission (PDC) Proposed Budget was presented to City Council, acting as PDC's Budget Committee, on May 16, 2012. This was followed by public testimony on the PDC Budget on May 17, 2012, and approval of the PDC Budget on May 30, 2012.

Moving forward, staff have identified recommended technical changes that will be requested for inclusion in the adopted budget and are preparing for the Tax Supervising and Conservation Commission review and public hearing to be held on June 27, 2012, prior to adoption by the Board. The meeting on June 13, 2012, will provide an opportunity for information and discussion prior to this hearing.

BACKGROUND AND CONTEXT

The FY 2012-13 Budget Development Process began in November 2011 with prioritization outreach activities, revision of the Strategic Plan and departmental work plans. These efforts guided budget development through December and the creation of the FY 2012-13 Requested Budget that was reviewed by the Board in January and submitted to the City of Portland Office of Management and Finance on January 31, 2012.

Since January, PDC staff have reviewed the budget with stakeholders and received public testimony and have gone through an intensive process in March and April to refine project cost estimates and in some cases shift staffing estimates between different priority projects. This effort culminated with the release of the Proposed Budget in May that was presented to Council on May 16 and later approved by Council, with two recommended changes on May 30, 2012. The two changes included in the approved budget are (1) adding \$50,000 to the Interstate URA budget for small parks projects and (2) adding \$5 million to the Oregon Convention Center URA budget to take into account an updated estimate of when disbursements for the Veterans Memorial Coliseum project would occur.

Moving forward, staff has received some updated estimates concerning project cost or timing that will be a requested change for the adoption of the Budget by the Board on June 27, 2012. Recommended changes include:

- 1) Matching the PDC Housing Set Aside Budget to the PHB budget for assumptions on project timing (project carry over to FY 2012-13 from FY 2011-12);
- 2) Adding \$500,000 to the Lents Housing Set Aside Budget for moving forward with an intergenerational community and early childhood education center (related to an ordinance introduced by Mayor Adams and Commissioner Saltzman); and
- 3) Final updates to any staff allocations between specific projects and programs and business lines.

ATTACHMENTS

- A. Resolution 6947 Approving the Annual Budget of the Portland Development Commission for the Fiscal Year Ending June 30, 2013, with Exhibit A, PDC Approved Budget

Attachment A

FY 2012-13 Budget Development: Review of City Council Approved Budget

Portland Development Commission

Board of Commissioners

June 13, 2012

Report No. 12-16

Attachment A includes this cover page and contains 22 pages:

- Resolution 6947
- PDC Approved Budget