

PORTLAND DEVELOPMENT COMMISSION

Portland, Oregon

RESOLUTION NO. 7001

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR
BEGINNING JULY 1, 2012, AND ENDING JUNE 30, 2013; AND MAKING
APPROPRIATIONS**

WHEREAS, the Board of Commissioners (the "Board") of the Portland Development Commission ("PDC") adopted the budget for fiscal year ("FY") 2012-13 (the "FY 2012-13 Adopted Budget") on June 27, 2012, pursuant to Resolution No. 6955;

WHEREAS, the Board of the PDC adopted the Budget Amendment No. 1 for FY 2012-13 (the "FY 2012-13 Revised Budget") on November 14, 2012, pursuant to Resolution No. 6979;

WHEREAS, the appropriation categories for the FY 2012-13 Revised Budget are Business Development, Housing, Infrastructure, Property Redevelopment, Administration, Debt Service, Cash Transfers Out, and Contingency;

WHEREAS, due to updated current year requirements for projects and programs it is necessary to amend PDC's FY 2012-13 Revised Budget to reflect such changes in accordance with Oregon Local Budget Law (Oregon Revised Statutes (ORS) Chapter 294) and specific provisions for supplemental budgets in accordance with ORS 294.471;

WHEREAS, due to the need to segregate all non-tax increment financing and business type activity in a separate enterprise type fund it is necessary to add the Business Management Fund; and

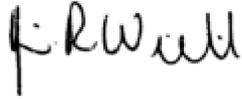
WHEREAS, this proposed budget amendment increases the total PDC budget from \$258,117,731 in the FY 2012-13 Revised Budget to \$258,831,852 including transfers and contingency.

NOW, THEREFORE, BE IT RESOLVED, that the Budget Amendment No. 2 Appropriation Schedule attached hereto as Exhibit A ("Budget Amendment No. 2") be adopted and the FY 2012-13 Revised Budget be amended by replacing the appropriation summary attached thereto with the Revised Budget Appropriation Summary included in Budget Amendment No. 2 and replacing (for the identified funds only) the budget appropriation by fund attached to the FY 2012-13 Revised Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$258,831,852 (the FY 2012-13 Revised Budget, as so amended, the "FY 2012-13 Revised 2 Budget");

BE IT FURTHER RESOLVED, that pursuant to PDC's FY 2012-13 Revised 2 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2012, and ending June 30, 2013, from the funds and for the expenditure categories as detailed in the FY 2012-13 Revised 2 Budget; and

BE IT FURTHER RESOLVED, that this resolution shall become effective immediately upon its adoption.

Adopted by Portland Development Commission on April 9, 2013

A handwritten signature in black ink, appearing to read "Gina Wiedrick". The signature is written in a cursive style with a large initial "G".

Gina Wiedrick, Recording Secretary

Revised Budget Appropriation Summary

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|-----------------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Beginning Fund Balance | 142,235,357 | 0 | 142,235,357 |
| Revenue | | | |
| Fees and Charges | 334,309 | 229,283 | 563,592 |
| Interest on Investments | 385,444 | -9,500 | 375,944 |
| Intergovernmental Revenues | 9,340,840 | 415,176 | 9,756,016 |
| Loan Collections | 3,972,084 | 5,207,724 | 9,179,808 |
| Long Term Debt | 29,800,000 | -11,800,000 | 18,000,000 |
| Miscellaneous | 197,250 | 27,774 | 225,024 |
| Property Income | 6,546,939 | -51,000 | 6,495,939 |
| Reimbursements | 1,103,733 | 557,894 | 1,661,627 |
| Service Reimbursements | 15,186,941 | 0 | 15,186,941 |
| Short Term Debt | 48,633,198 | 6,198,597 | 54,831,795 |
| Transfers In | 381,636 | -61,827 | 319,809 |
| Total Revenue | 115,882,374 | 714,121 | 116,596,495 |
| Total Resources | 258,117,731 | 714,121 | 258,831,852 |
| Requirements | | | |
| Program Expenditures | | | |
| Administration | 16,528,096 | -1,614,297 | 14,913,799 |
| Business Development | 22,299,084 | -2,154,795 | 20,144,289 |
| Infrastructure | 31,026,861 | -6,040,202 | 24,986,659 |
| Housing | 48,930,860 | -14,826,063 | 34,104,797 |
| Property Redevelopment | 62,330,115 | -31,175,657 | 31,154,458 |
| Total Program Expenditures | 181,115,016 | -55,811,014 | 125,304,002 |
| Transfers | 15,568,577 | -61,827 | 15,506,750 |
| Contingency | 61,434,138 | 56,586,962 | 118,021,100 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 258,117,731 | 714,121 | 258,831,852 |

Summary of Changes to Resources

- **Fees and Charges** increase \$229,283 based primarily on reclassification of revenue previously included as Reimbursements.
- **Intergovernmental Charges** increase \$415,176, mostly related to recognizing grant resources associated with Union Station revitalization.
- **Loan Collections** increase \$5,207,724 based on loan repayments in the Interstate URA.
- **Long Term Debt** decreases by \$11,800,000 based on updated project borrowing needs (project and program decreases and movement to FY 2013-14 will require less long-term borrowing this fiscal year).
- **Short Term Debt** increases \$6,198,597 based on updated short term debt draw estimates related to updated tax increment forecast and new short term debt limit authorization.
- **Transfers In** decrease \$61,827 based on unneeded cash transfer previously scheduled between Enterprise Loans Fund and General Fund.

Summary of Changes to Requirements

- **Administration:** Net decrease of \$1.6 million from a combination of personnel services savings and material and service decreases in Facilities, IT, HR and other administrative areas.
- **Business Development:** Net decrease of \$2.2 million. Approximately \$1.4 million is from decreasing the BIF Lending Budget across multiple URAs. The balance of changes is from savings in OCC business development and personnel services across the business line.
- **Infrastructure:** Net decrease of \$6 million. Approximately \$2 million of the decrease is related to removing the capital construction portion of the Pearl District Circulation Improvements and \$1.4 million is related to the Streetcar realignment in South Park Blocks (no longer active project). The balance of reductions is related to multiple project commitments moving to future fiscal years and updated IGA/Construction amounts. Projects include Bridgeton Trail, Dawson Park, Killingsworth Streetscapes, Lombard, Foster and Lents Entryway projects.
- **Property Redevelopment:** Net decrease of \$31.2 million. Most of the decrease is related to timing on key projects including

Veterans Memorial Coliseum (\$18 million), Headquarters Hotel (\$4 million), Lloyd Eco District (\$1.6 million), Lents Town Center (\$2.6 million). Some increases are included: Storefront program (\$400 thousand), and property remediation of River District lots under active redevelopment that will be mostly reimbursed from existing agreements (\$525 thousand).

- **Housing:** Net decrease of \$14.8 million. Decreases are related to carryover items including River District and Oregon Convention Center Housing Set Aside resources reserved from recent RFP process.
- **Contingency:** Increases a net \$56.6 million. This increase is a combined result of reductions in project spending in districts with existing cash resources (Oregon Convention Center, River District) as well as higher estimates in loan collections and short term debt.

Airport Way Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Beginning Fund Balance | 3,886,064 | 0 | 3,886,064 |
| Revenue | | | |
| Interest on Investments | 25,000 | 0 | 25,000 |
| Loan Collections | 50,000 | 400,000 | 450,000 |
| Property Income | 0 | 0 | 0 |
| Total Revenue | 75,000 | 400,000 | 475,000 |
| Total Resources | 3,961,064 | 400,000 | 4,361,064 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 24,721 | 0 | 24,721 |
| Business Development | 465,498 | -14,128 | 451,370 |
| Property Redevelopment | 781,991 | 31,052 | 813,043 |
| Total Expenditures | 1,272,210 | 16,924 | 1,289,134 |
| Transfers | 480,562 | 0 | 480,562 |
| Contingency | 2,208,292 | 383,076 | 2,591,368 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 3,961,064 | 400,000 | 4,361,064 |

Changes to Resources:

- **Loan Collections** increase \$400,000 based on latest current year forecast of repayments.

Changes to Requirements:

- **Business Development:** Decreases \$14,128 based on updated staffing requirements.
- **Property Redevelopment:** Increases \$31,052 related to updated property management costs in Cascade Station.
- **Contingency:** Increases \$383,076 based on change in resources and expenditures.

Ambassador Program Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Beginning Fund Balance | 19,974 | 0 | 19,974 |
| Revenue | | | |
| Interest on Investments | 40 | 0 | 40 |
| Total Revenue | 40 | 0 | 40 |
| Total Resources | 20,014 | 0 | 20,014 |
| Requirements | | | |
| Expenditures | | | |
| Business Development | 16,328 | 0 | 16,328 |
| Total Expenditures | 16,328 | 0 | 16,328 |
| Transfers | 3,686 | 0 | 3,686 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 20,014 | 0 | 20,014 |

No Changes

Business Management Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Revenue | | | |
| Fees and Charges | 0 | 204,283 | 204,283 |
| Property Income | 0 | 14,000 | 14,000 |
| Total Revenue | 0 | 218,283 | 218,283 |
| Total Resources | 0 | 218,283 | 218,283 |
| Requirements | | | |
| Expenditures | | | |
| Business Development | 0 | 145,000 | 145,000 |
| Property Redevelopment | 0 | 73,283 | 73,283 |
| Total Expenditures | 0 | 218,283 | 218,283 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 0 | 218,283 | 218,283 |

Changes to Resources:

- **Fees and Charges:** Increases \$204,283 to add revenue for fee driven activity anticipated for the current fiscal year.
- **Property Income:** Increases \$14,000 to add revenue associated with non-TIF related real estate assets previously included in North Macadam URA fund.

Changes to Requirements:

- **Business Development:** Increases \$145,000 to establish appropriation for fee driven activities.
- **Property Redevelopment:** Increases \$73,283 for property management activities previously budgeted in the North Macadam URA and Interstate Corridor URA funds.

Central Eastside URA Fund

| | Revised FY 2012-13 | Recommended Change | Revised FY 2012-13 |
|---------------------------|-------------------------------|-------------------------------|-------------------------------|
| Resources | | | |
| Beginning Fund Balance | 3,153,893 | 0 | 3,153,893 |
| Revenue | | | |
| Interest on Investments | 10,000 | 0 | 10,000 |
| Loan Collections | 717,166 | 12,890 | 730,056 |
| Long Term Debt | 0 | 0 | 0 |
| Property Income | 2,331,000 | 0 | 2,331,000 |
| Short Term Debt | 2,682,053 | 93,922 | 2,775,975 |
| Total Revenue | 5,740,219 | 106,812 | 5,847,031 |
| Total Resources | 8,894,112 | 106,812 | 9,000,924 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 28,173 | 15,000 | 43,173 |
| Business Development | 876,479 | -310,000 | 566,479 |
| Infrastructure | 399,270 | -95,759 | 303,511 |
| Housing | 41,606 | 4,500 | 46,106 |
| Property Redevelopment | 3,854,809 | 186,648 | 4,041,457 |
| Total Expenditures | 5,200,337 | -199,611 | 5,000,726 |
| Transfers | 852,316 | 0 | 852,316 |
| Contingency | 2,841,459 | 306,423 | 3,147,882 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 8,894,112 | 106,812 | 9,000,924 |

Changes to Resources:

- **Short Term Debt:** Increases by \$93,922 based on updated TIF forecast.

Changes to Requirements:

- **Business Development:** Decreases \$310,000 based on reduction in demand for Business Finance Lending.
- **Infrastructure:** Decreases \$95,759 based on decrease in Eastside Streetcar LID requirements.
- **Property Redevelopment:** Increases \$186,648 based on net changes in program funding – includes \$150,000 increase to storefront program.
- **Contingency:** Increases \$306,423 based on change in resources and expenditures.

Convention Center URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 48,830,180 | 0 | 48,830,180 |
| Revenue | | | |
| Interest on Investments | 100,000 | 0 | 100,000 |
| Loan Collections | 400,000 | 0 | 400,000 |
| Property Income | 1,161,803 | 0 | 1,161,803 |
| Reimbursements | 119,432 | 0 | 119,432 |
| Total Revenue | 1,781,235 | 0 | 1,781,235 |
| Total Resources | 50,611,415 | 0 | 50,611,415 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 40,217 | 0 | 40,217 |
| Business Development | 693,318 | -330,000 | 363,318 |
| Infrastructure | 156,285 | -100,000 | 56,285 |
| Housing | 11,253,983 | -9,972,500 | 1,281,483 |
| Property Redevelopment | 29,788,458 | -23,933,392 | 5,855,066 |
| Total Expenditures | 41,932,261 | -34,335,892 | 7,596,369 |
| Transfers | 2,652,182 | 0 | 2,652,182 |
| Contingency | 6,026,972 | 34,335,892 | 40,362,864 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 50,611,415 | 0 | 50,611,415 |

Changes to Resources:

No changes

Changes to Requirements:

- **Business Development:** Decreases \$330,000 based on reduction of Cluster Development program funds and Business Lending program budgets based on actual demand.
- **Infrastructure:** Decreases \$100,000 for Green Street budget being moved to future fiscal years.
- **Housing:** Decreases \$9,972,500 for Housing Set Aside resources being moved to future fiscal years by Portland Housing Bureau.
- **Property Redevelopment:** Decreases \$23,933,392 for Veteran’s Memorial Coliseum and HQ Hotel expenditures moving to future fiscal years.
- **Contingency:** Increases \$34,335,892 for decrease in expenditures related to above actions.

Downtown Waterfront URA

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 14,298,135 | 0 | 14,298,135 |
| Revenue | | | |
| Interest on Investments | 90,000 | -20,000 | 70,000 |
| Loan Collections | 329,847 | 30,000 | 359,847 |
| Property Income | 160,000 | 0 | 160,000 |
| Total Revenue | 579,847 | 10,000 | 589,847 |
| Total Resources | 14,877,982 | 10,000 | 14,887,982 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 17,078 | 2,000 | 19,078 |
| Business Development | 521,800 | -290,143 | 231,657 |
| Infrastructure | 20,000 | 5,000 | 25,000 |
| Housing | 0 | 0 | 0 |
| Property Redevelopment | 1,191,897 | 1,485 | 1,193,382 |
| Total Expenditures | 1,750,775 | -281,658 | 1,469,117 |
| Transfers | 554,956 | 0 | 554,956 |
| Contingency | 12,572,251 | 291,658 | 12,863,909 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 14,877,982 | 10,000 | 14,887,982 |

Changes to Resources:

- **Interest on Investments** Decrease \$20,000 to align to current year forecast.
- **Loan Collections:** Increase \$30,000 to align to current year forecast.

Changes to Requirements:

- **Business Development:** Decreases \$290,143 for reduction of Business Lending program budgets.
- **Contingency:** Increases \$291,658 for change between resources and expenditures.

Enterprise Loans Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 1,826,176 | 0 | 1,826,176 |
| Revenue | | | |
| Fees and Charges | 0 | 25,000 | 25,000 |
| Interest on Investments | 5,059 | 0 | 5,059 |
| Loan Collections | 367,085 | 114,834 | 481,919 |
| Miscellaneous | 0 | 27,774 | 27,774 |
| Total Revenue | 372,144 | 167,608 | 539,752 |
| Total Resources | 2,198,320 | 167,608 | 2,365,928 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 0 | 27,774 | 27,774 |
| Business Development | 1,372,991 | 114,834 | 1,487,825 |
| Housing | 0 | 25,000 | 25,000 |
| Total Expenditures | 1,372,991 | 167,608 | 1,540,599 |
| Transfers | 162,736 | -61,827 | 100,909 |
| Contingency | 662,593 | 61,827 | 724,420 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 2,198,320 | 167,608 | 2,365,928 |

Changes to Resources:

- **Fees and Charges:** Increase \$25,000 for current year loan servicing activities.
- **Miscellaneous:** Increases \$27,774 to clear fund balance adjustment entry.
- **Transfers In:** Increase \$114,834 for cash related to Working Capital Loan Fund (moving from General Fund) for current year lending activities.

Changes to Requirements:

- **Administration:** Increases \$27,774 to clear fund balance adjustment entry.
- **Business Development:** Increase \$114,834 to establish appropriations in the Working Capital Loan Fund (previously budgeted in the General Fund).
- **Housing:** Increases \$25,000 for current year loan servicing activities.

Enterprise Management Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 38,877 | 0 | 38,877 |
| Revenue | | | |
| Property Income | 1,300,000 | 0 | 1,300,000 |
| Total Revenue | 1,300,000 | 0 | 1,300,000 |
| Total Resources | 1,338,877 | 0 | 1,338,877 |
| Requirements | | | |
| Expenditures | | | |
| Housing | 1,338,877 | 0 | 1,338,877 |
| Total Expenditures | 1,338,877 | 0 | 1,338,877 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 1,338,877 | 0 | 1,338,877 |

No Changes

Enterprise Zone Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 1,838,456 | 0 | 1,838,456 |
| Revenue | | | |
| Fees and Charges | 10,000 | 0 | 10,000 |
| Interest on Investments | 11,500 | 0 | 11,500 |
| Miscellaneous | 195,000 | 0 | 195,000 |
| Total Revenue | 216,500 | 0 | 216,500 |
| Total Resources | 2,054,956 | 0 | 2,054,956 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 20,821 | 0 | 20,821 |
| Business Development | 808,983 | 0 | 808,983 |
| Total Expenditures | 829,804 | 0 | 829,804 |
| Transfers | 5,761 | 0 | 5,761 |
| Contingency | 1,219,391 | 0 | 1,219,391 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 2,054,956 | 0 | 2,054,956 |

No Changes

Gateway Regional Center URA

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 3,961,249 | 0 | 3,961,249 |
| Revenue | | | |
| Interest on Investments | 8,000 | 0 | 8,000 |
| Loan Collections | 11,011 | 0 | 11,011 |
| Long Term Debt | 3,200,000 | -3,200,000 | 0 |
| Reimbursements | 389,836 | 0 | 389,836 |
| Short Term Debt | 2,705,290 | 791,210 | 3,496,500 |
| Total Revenue | 6,314,137 | -2,408,790 | 3,905,347 |
| Total Resources | 10,275,386 | -2,408,790 | 7,866,596 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 20,470 | 0 | 20,470 |
| Business Development | 473,864 | -16,500 | 457,364 |
| Infrastructure | 376,191 | 0 | 376,191 |
| Housing | 3,651,027 | -1,180,783 | 2,470,244 |
| Property Redevelopment | 1,633,029 | -909,347 | 723,682 |
| Total Expenditures | 6,154,581 | -2,106,630 | 4,047,951 |
| Transfers | 539,347 | 0 | 539,347 |
| Contingency | 3,581,458 | -302,160 | 3,279,298 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 10,275,386 | -2,408,790 | 7,866,596 |

Changes to Resources:

- **Long Term Debt:** Decreases \$3,200,000 to remove line of credit draws.
- **Short Term Debt:** Increases \$791,210 based on updated TIF forecast.

Changes to Requirements:

- **Housing:** Decreases \$1,180,783 based on updated current year spending requirements from the Portland Housing Bureau.
- **Property Redevelopment:** Decreases \$909,347 based on reducing spending for Central Gateway Development.
- **Contingency:** Decreases \$302,160 based on change in resources and expenditures.

General Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|----------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 3,265,641 | 0 | 3,265,641 |
| Revenue | | | |
| Interest on Investments | 4,000 | 500 | 4,500 |
| Intergovernmental Revenues | 6,261,591 | -25,629 | 6,235,962 |
| Loan Collections | 100,000 | -100,000 | 0 |
| Miscellaneous | 2,250 | 0 | 2,250 |
| Property Income | 358,601 | 0 | 358,601 |
| Reimbursements | 231,642 | 1,644 | 233,286 |
| Service Reimbursements | 15,186,941 | 0 | 15,186,941 |
| Transfers In | 381,636 | -61,827 | 319,809 |
| Total Revenue | 22,526,661 | -185,312 | 22,341,349 |
| Total Resources | 25,792,302 | -185,312 | 25,606,990 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 15,908,150 | -1,715,539 | 14,192,611 |
| Business Development | 6,756,656 | -92,617 | 6,664,039 |
| Housing | 444,392 | 0 | 444,392 |
| Property Redevelopment | 320,626 | 280,025 | 600,651 |
| Total Expenditures | 23,429,824 | -1,528,131 | 21,901,693 |
| Transfers | 760,907 | 0 | 760,907 |
| Contingency | 1,601,571 | 1,342,819 | 2,944,390 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 25,792,302 | -185,312 | 25,606,990 |

Changes to Resources:

- **Loan Collections:** Decrease \$100,000 to move current year revenue to new Business Management Fund.
- **Transfers In:** Decrease \$61,827 to remove cash transfer from Enterprise Loan Fund to General Fund.

Changes to Requirements:

- **Administration:** Decreases \$1,715,539 for reductions in staffing and administrative materials and services savings.
- **Business Development:** Decrease of \$92,617 based on updated staff charges to business line.
- **Property Redevelopment:** Increase of \$280,025 for increased staff charges to business line and predevelopment loan requirements.
- **Contingency:** Increases \$1,342,819 based on change in resources and expenditures.

HCD Contract Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|----------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Beginning Fund Balance | 107,500 | 0 | 107,500 |
| Revenue | | | |
| Intergovernmental Revenues | 2,114,907 | 0 | 2,114,907 |
| Total Revenue | 2,114,907 | 0 | 2,114,907 |
| Total Resources | 2,222,407 | 0 | 2,222,407 |
| Requirements | | | |
| Expenditures | | | |
| Business Development | 1,980,237 | 0 | 1,980,237 |
| Total Expenditures | 1,980,237 | 0 | 1,980,237 |
| Transfers | 242,170 | 0 | 242,170 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 2,222,407 | 0 | 2,222,407 |

No Changes

Interstate Corridor URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 7,316,861 | 0 | 7,316,861 |
| Revenue | | | |
| Interest on Investments | 20,000 | 10,000 | 30,000 |
| Loan Collections | 1,250,000 | 4,750,000 | 6,000,000 |
| Long Term Debt | 8,600,000 | -8,600,000 | 0 |
| Property Income | 211,580 | 0 | 211,580 |
| Reimbursements | 61,573 | 0 | 61,573 |
| Short Term Debt | 7,992,000 | 2,944,644 | 10,936,644 |
| Total Revenue | 18,135,153 | -895,356 | 17,239,797 |
| Total Resources | 25,452,014 | -895,356 | 24,556,658 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 31,695 | 27,468 | 59,163 |
| Business Development | 2,855,158 | -68,773 | 2,786,385 |
| Infrastructure | 3,459,776 | -2,328,000 | 1,131,776 |
| Housing | 7,615,537 | -939,307 | 6,676,230 |
| Property Redevelopment | 5,352,112 | -428,894 | 4,923,218 |
| Total Expenditures | 19,314,278 | -3,737,506 | 15,576,772 |
| Transfers | 2,226,743 | 0 | 2,226,743 |
| Contingency | 3,910,993 | 2,842,150 | 6,753,143 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 25,452,014 | -895,356 | 24,556,658 |

Changes to Resources:

- **Loan Collections:** Increases \$4,750,000 for multiple loan payoffs including Killingworth Station.
- **Long Term Debt:** Decreases \$8,600,000 for unneeded line of credit draws.
- **Short Term Debt:** Increases \$2,944,644 based on updated dujour cap and TIF forecast.

Changes to Requirements:

- **Business Development:** Decreases \$68,773 based on decrease in staffing requirements for business development activities.
- **Infrastructure:** Decreases \$2,328,000 for streetscape and parks projects moving to next fiscal year.
- **Housing:** Decreases \$939,307 for updated forecast of expenditures by Portland Housing Bureau.
- **Property Redevelopment:** Decreases \$428,894 to update grant program and project spending based on current year estimates.
- **Contingency:** Increases \$2,842,150 based on change in resources and expenditures.

Lents Town Center URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 11,074,058 | 0 | 11,074,058 |
| Revenue | | | |
| Interest on Investments | 7,000 | 0 | 7,000 |
| Loan Collections | 73,000 | 0 | 73,000 |
| Long Term Debt | 0 | 0 | 0 |
| Property Income | 59,827 | 0 | 59,827 |
| Reimbursements | 301,250 | 0 | 301,250 |
| Short Term Debt | 6,673,752 | 419,154 | 7,092,906 |
| Total Revenue | 7,114,829 | 419,154 | 7,533,983 |
| Total Resources | 18,188,887 | 419,154 | 18,608,041 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 31,952 | 0 | 31,952 |
| Business Development | 822,435 | -200,000 | 622,435 |
| Infrastructure | 3,050,901 | -671,100 | 2,379,801 |
| Housing | 4,257,996 | -35,524 | 4,222,472 |
| Property Redevelopment | 6,026,527 | -3,359,282 | 2,667,245 |
| Total Expenditures | 14,189,811 | -4,265,906 | 9,923,905 |
| Transfers | 2,195,095 | 0 | 2,195,095 |
| Contingency | 1,803,981 | 4,685,060 | 6,489,041 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 18,188,887 | 419,154 | 18,608,041 |

Changes to Resources:

- **Short Term Debt:** Increases \$419,154 based on updated TIF forecast.

Changes to Requirements:

- **Business Development:** Business Development decreases \$200,000 based lower Business Lending program amounts.
- **Infrastructure:** Decreases \$671,100 based on Parks and Transportation projects being moved to future fiscal years.
- **Property Redevelopment:** Decreases \$3,359,282 based on current forecast of Lents Town Center and Commercial Property Redevelopment Loan program spending.
- **Contingency:** Increases \$4,685,060 based on the change in resources and expenditures.

North Macadam URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 5,392,574 | 0 | 5,392,574 |
| Revenue | | | |
| Fees and Charges | 324,309 | 0 | 324,309 |
| Interest on Investments | 20,000 | 0 | 20,000 |
| Loan Collections | 0 | 0 | 0 |
| Long Term Debt | 18,000,000 | 0 | 18,000,000 |
| Property Income | 230,000 | -65,000 | 165,000 |
| Short Term Debt | 6,117,203 | -162,327 | 5,954,876 |
| Total Revenue | 24,691,512 | -227,327 | 24,464,185 |
| Total Resources | 30,084,086 | -227,327 | 29,856,759 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 24,623 | 25,000 | 49,623 |
| Business Development | 1,145,214 | -280,000 | 865,214 |
| Infrastructure | 14,595,235 | 76,617 | 14,671,852 |
| Housing | 11,281,465 | 0 | 11,281,465 |
| Property Redevelopment | 1,114,756 | -82,167 | 1,032,589 |
| Total Expenditures | 28,161,293 | -260,550 | 27,900,743 |
| Transfers | 830,505 | 0 | 830,505 |
| Contingency | 1,092,288 | 33,223 | 1,125,511 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 30,084,086 | -227,327 | 29,856,759 |

Changes to Resources:

- **Property Income:** Decreases \$65,000 based on updated program income forecast and for properties moving from North Macadam Fund to Business Mgt Fund.
- **Short Term Debt:** Decreases \$162,327 based on latest current year tax increment forecast.

Changes to Requirements:

- **Business Development:** Decreases \$280,000 to decrease Business Lending program budget for current year forecast.
- **Infrastructure: Increases** \$76,617 based on current year Eco District conduit work requirements.
- **Property Redevelopment:** Decreases a net \$82,167 based on current year project development requirements.
- **Contingency:** Increases a net \$33,223 based on change in resources and expenditures.

Other Federal Grants Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|----------------------------|-------------------------|-----------------------|-------------------------|
| Resources | | | |
| Beginning Fund Balance | 949,255 | 0 | 949,255 |
| Revenue | | | |
| Interest on Investments | 8,845 | 0 | 8,845 |
| Intergovernmental Revenues | 964,342 | 0 | 964,342 |
| Loan Collections | 267,674 | 0 | 267,674 |
| Total Revenue | 1,240,861 | 0 | 1,240,861 |
| Total Resources | 2,190,116 | 0 | 2,190,116 |
| Requirements | | | |
| Expenditures | | | |
| Business Development | 1,594,460 | 0 | 1,594,460 |
| Total Expenditures | 1,594,460 | 0 | 1,594,460 |
| Transfers | 64,667 | 0 | 64,667 |
| Contingency | 530,989 | 0 | 530,989 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 2,190,116 | 0 | 2,190,116 |

No Changes

Risk Management Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 249,921 | 0 | 249,921 |
| Revenue | | | |
| Interest on Investments | 1,000 | 0 | 1,000 |
| Total Revenue | 1,000 | 0 | 1,000 |
| Total Resources | 250,921 | 0 | 250,921 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 250,921 | 0 | 250,921 |
| Total Expenditures | 250,921 | 0 | 250,921 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 250,921 | 0 | 250,921 |

No Changes

River District URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|----------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 22,424,911 | 0 | 22,424,911 |
| Revenue | | | |
| Intergovernmental Revenues | 0 | 440,805 | 440,805 |
| Loan Collections | 241,920 | 0 | 241,920 |
| Long Term Debt | 0 | 0 | 0 |
| Property Income | 698,128 | 0 | 698,128 |
| Reimbursements | 0 | 556,250 | 556,250 |
| Short Term Debt | 21,756,450 | 2,077,618 | 23,834,068 |
| Total Revenue | 22,696,498 | 3,074,673 | 25,771,171 |
| Total Resources | 45,121,409 | 3,074,673 | 48,196,082 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 116,953 | 0 | 116,953 |
| Business Development | 881,519 | -360,514 | 521,005 |
| Infrastructure | 7,494,702 | -1,528,459 | 5,966,243 |
| Housing | 5,353,173 | -2,529,157 | 2,824,016 |
| Property Redevelopment | 10,667,592 | -3,173,831 | 7,493,761 |
| Total Expenditures | 24,513,939 | -7,591,961 | 16,921,978 |
| Transfers | 3,669,367 | 0 | 3,669,367 |
| Contingency | 16,938,103 | 10,666,634 | 27,604,737 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 45,121,409 | 3,074,673 | 48,196,082 |

Changes to Resources:

- **Intergovernmental Revenues:** Increases \$440,805 to recognize anticipate grant reimbursement revenues for Union Station project work.
- **Reimbursements:** Increases \$556,250 for anticipated reimbursements related to property cleanup activities on Station Place properties.
- **Short Term Debt:** Increases \$2,077,618 based on updated tax increment revenue forecast and updated dujour caps authorization.

Changes to Requirements:

- **Business Development:** Decreases \$360,154, primarily related to reduction in Business Lending program budget requirements.
- **Infrastructure:** Decreases \$1,528,459, removing Pearl Circulation Improvement construction budget from current year budget.
- **Housing:** Decrease \$2,529,157 for project budgets being moved to future fiscal years by Portland Housing Bureau.
- **Property Redevelopment:** Decreases by net \$3,173,831 by removing project budgets already included in FY 2013-14 Requested Budget and decreasing expenditures for Post Office and Centennial Mills predevelopment work (moving to FY 2013-14 Budget).
- **Contingency:** Increases a net \$10,666,634 based on change in resources and expenditures.

South Park Blocks URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 10,924,732 | 0 | 10,924,732 |
| Revenue | | | |
| Interest on Investments | 65,000 | 0 | 65,000 |
| Loan Collections | 164,381 | 0 | 164,381 |
| Property Income | 36,000 | 0 | 36,000 |
| Total Revenue | 265,381 | 0 | 265,381 |
| Total Resources | 11,190,113 | 0 | 11,190,113 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 6,604 | 4,000 | 10,604 |
| Business Development | 416,940 | -126,940 | 290,000 |
| Infrastructure | 1,474,501 | -1,398,501 | 76,000 |
| Housing | 3,692,804 | -198,292 | 3,494,512 |
| Property Redevelopment | 1,459,786 | 139,940 | 1,599,726 |
| Total Expenditures | 7,050,635 | -1,579,793 | 5,470,842 |
| Transfers | 96,798 | 0 | 96,798 |
| Contingency | 4,042,680 | 1,579,793 | 5,622,473 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 11,190,113 | 0 | 11,190,113 |

Changes to Resources:

No changes

Changes to Requirements:

- **Business Development:** Decreases a net \$126,940, mostly related to decrease in Business Lending program budget for current forecast.
- **Infrastructure:** Decreases a net \$1,398,501 for removal of the Streetcar/Streetscape improvement budget.
- **Housing:** Decreases \$198,292 based on current year project requirements (moving to next fiscal year).
- **Property Redevelopment:** Increases \$139,940 for increase in CPRL budget and PSU Carpool lot expenditures.
- **Contingency:** Increases a net \$1,987,671 for increase difference between resources and expenditures.

Willamette Industrial URA Fund

| | Revised 1 FY 2012-13 | Recommended Change | Revised 2 FY 2012-13 |
|---------------------------|---------------------------------|-------------------------------|---------------------------------|
| Resources | | | |
| Beginning Fund Balance | 2,676,900 | 0 | 2,676,900 |
| Revenue | | | |
| Interest on Investments | 10,000 | 0 | 10,000 |
| Short Term Debt | 706,450 | 34,376 | 740,826 |
| Total Revenue | 716,450 | 34,376 | 750,826 |
| Total Resources | 3,393,350 | 34,376 | 3,427,726 |
| Requirements | | | |
| Expenditures | | | |
| Administration | 5,718 | 0 | 5,718 |
| Business Development | 617,204 | -325,014 | 292,190 |
| Property Redevelopment | 138,532 | -1,177 | 137,355 |
| Total Expenditures | 761,454 | -326,191 | 435,263 |
| Transfers | 230,779 | 0 | 230,779 |
| Contingency | 2,401,117 | 360,567 | 2,761,684 |
| Ending Fund Balance | 0 | 0 | 0 |
| Total Requirements | 3,393,350 | 34,376 | 3,427,726 |

Changes to Resources:

- **Short Term Debt:** Increase \$34,376 based on updated tax increment forecast.

Changes to Requirements:

- **Business Development:** Decreases \$325,014 mostly related to decrease in Business Lending program budget for current fiscal year.
- **Contingency:** Increases \$360,567 for increase in difference between resources and expenditures.

RESOLUTION NO. 7001

RESOLUTION TITLE:

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2012,
AND ENDING JUNE 30, 2013; AND MAKING APPROPRIATIONS

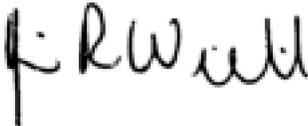
Adopted by the Portland Development Commission on April 9, 2013

| PRESENT FOR VOTE | COMMISSIONERS | VOTE | | |
|---|-------------------------------|--|--------------------------|--------------------------|
| | | Yea | Nay | Abstain |
| <input checked="" type="checkbox"/> | Chair Scott Andrews | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| <input checked="" type="checkbox"/> | Commissioner Aneshka Dickson | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| <input checked="" type="checkbox"/> | Commissioner John Mohlis | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| <input checked="" type="checkbox"/> | Commissioner Steven Straus | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| <input type="checkbox"/> | Commissioner Charles Wilhoite | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| <input type="checkbox"/> Consent Agenda | | <input checked="" type="checkbox"/> Regular Agenda | | |

CERTIFICATION

The undersigned hereby certifies that:

The attached resolution is a true and correct copy of the resolution as finally adopted at a Board Meeting of the Portland Development Commission and as duly recorded in the official minutes of the meeting.

| | |
|---|---|
|  | <p>Date:</p> <p>April 10, 2013</p> |
| <p>Gina Wiedrick, Recording Secretary</p> | |