

PORTLAND DEVELOPMENT COMMISSION

Portland, Oregon

RESOLUTION NO. 7049

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR
BEGINNING JULY 1, 2013, AND ENDING JUNE 30, 2014; AND MAKING
APPROPRIATIONS**

WHEREAS, the Board of Commissioners (“Board”) of the Portland Development Commission (“PDC”) adopted the budget for fiscal year (“FY”) 2013-14 (the “FY 2013-14 Adopted Budget”) on June 26, 2013, pursuant to Resolution No. 7010;

WHEREAS, the Board adopted Budget Amendment No. 1 for FY 2013-14 (the “FY 2013-14 Revised Budget”) on November 13, 2013, pursuant to Resolution No. 7030;

WHEREAS, the appropriation categories for the FY 2013-14 Adopted 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 2013-14 Adopted 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; and

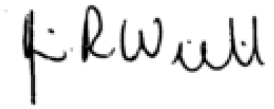
WHEREAS, this proposed budget amendment increases the total PDC budget from \$260,931,360 in the FY 2013-14 Revised Budget to \$277,530,549 including transfers and contingency.

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 2013-14 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 2013-14 Revised Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$277,530,549 (the FY 2013-14 Revised 1 Budget, as so amended, the “FY 2013-14 Revised 2 Budget”);

BE IT FURTHER RESOLVED, that pursuant to PDC’s FY 2013-14 Revised 2 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2013, and ending June 30, 2014, from the funds and for the expenditure categories as detailed in the FY 2013-14 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 16, 2014

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

Gina Wiedrick, Recording Secretary

Revised Budget Appropriation Summary

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	157,146,886	213,425	157,360,311
Revenue			
Fees and Charges	553,139	591,027	1,144,166
Interest on Investments	676,600	168,866	845,466
Intergovernmental Revenues	10,229,125	34,454	10,263,579
Loan Collections	7,427,650	255,429	7,683,079
Long Term Debt	2,000,000	-2,000,000	0
Miscellaneous	1,460,012	-884,900	575,112
Property Income	12,958,882	5,738,605	18,697,487
Reimbursements	701,454	385,018	1,086,472
Service Reimbursements	14,989,251	-38,310	14,950,941
Short Term Debt	51,743,754	7,228,527	58,972,281
Transfers In	1,044,607	4,907,048	5,951,655
Total Revenue	103,784,474	16,385,764	120,170,238
Total Resources	260,931,360	16,599,189	277,530,549
Requirements			
Program Expenditures			
Administration	15,232,858	-378,044	14,854,814
Business Dev	22,634,895	-4,037,949	18,596,946
Infrastructure	16,510,916	-4,818,476	11,692,440
Housing	40,509,977	-20,712,450	19,797,527
Property Redevelopment	95,312,404	-34,860,300	60,452,104
Total Program Expenditures	190,201,050	-64,807,219	125,393,831
Transfers	16,033,859	4,868,737	20,902,596
Contingency	54,696,451	76,537,671	131,234,122
Ending Fund Balance	0	0	0
Total Requirements	260,931,360	16,599,189	277,530,549

Changes to Resources

- **Beginning Fund Balance:** Increases \$213,425 to account for actual beginning balance not previously recognized (EOI fund).
- **Fees and Charges:** Increases \$591,027 based on reclassification of Reimbursement revenue and recognition of actual or planned fees (includes current year loan fees).
- **Interest on Investments:** Increases \$168,866 based on updated year-end estimated earnings across all funds.
- **Intergovernmental Revenues:** Increases a net \$34,454 to account for net changes in planned City General Fund planned billing.
- **Loan Collections:** Increases a net \$255,429 for estimated loan collections across all funds.
- **Long Term Debt:** Decreases \$2,000,000 planned line of credit draw in Gateway. Draw no longer needed based on timing of PDC and Portland Housing Bureau expenditure timing.
- **Miscellaneous:** Decreases \$884,900. The decrease is mostly related to updated timing related to enterprise zone revenue (some revenue was accrued to prior fiscal year).
- **Property Income:** Increases a net \$5,738,605 based on updated property sale and property management activities across multiple funds. Majority of the increase is to recognize sale of Parcel 8 in the Business Management Fund.

- **Reimbursements:** Increases a net \$385,018. Includes \$153,000 in reductions (PHB support service revenue reclassified as Fees and Charges), increase related to planned environmental remediation reimbursements in the River District.
- **Short Term Debt:** Increases a net \$7,228,527 based on an updated forecast of du jour proceeds across multiple urban renewal areas.
- **Transfers In:** Increases \$4,907,048 to recognize planned transfer of TIF portion of Parcel 8 sale from the Business Management Fund to the North Macadam URA Fund. Also includes transfer of resources from Enterprise Zone Fund to the Business Management Fund and an interfund loan from South Park Blocks URA to Education URA for the transfer of property related to boundary changes.

Changes to Requirements

- **Administration:** Decreases a net \$378,044. The majority of the decrease is related to reductions in administrative materials and services in PDC's overhead fund.
- **Business Development:** Decreases a net \$4,037,949. Recognizes reallocation of business lending budget to commercial property redevelopment lending based on type of loan activity (Downtown Waterfront and Central Eastside). Decreases also account for funding moving to FY 2014-15 for committed loans (Daimler loan in Interstate URA).
- **Infrastructure:** Decreases \$4,818,476 based on moving funds to FY 2014-15 for committed projects (Killingsworth and Denver Streetscapes in Interstate, 122nd / Foster in Lents, West Burnside and Pearl Circulation Improvements in River District).
- **Housing:** Decreases \$20,712,450 based on year-end estimated expenditures and FY 2014-15 request from the Portland Housing Bureau to FY 2014-15.
- **Property Redevelopment:** Decreases a net \$34,860,300. The majority of the decreases are related to Veteran's Memorial Coliseum, Convention Center Hotel, Eco District implementation, and Commercial Property Redevelopment Lending requirements for PNCA loan in River District. Most of these projects will be included in the FY 2014-15 Approved Budget or later in the Five-Year Forecast.
- **Transfers:** Increases a net \$4,868,737 to recognize planned transfer of TIF portion of Parcel 8 sale from the Business Management Fund to the North Macadam URA Fund. Also includes transfer of from the Enterprise Zone Fund to the Business Management Fund to consolidate resources and a planned interfund loan from South Park Blocks to the Education URA for the transfer of property related to boundary changes.
- **Contingency:** Increases a net \$76,537,671 to balance requirements with resources. Majority of the increase is related to reductions in budget based on current year activity that will be included in the FY 2014-15 Proposed Budget or later years in the Five-Year Forecast (Veterans' Memorial Coliseum, Headquarters Hotel, Commercial Property Redevelopment Lending commitments).

Revised Budget Appropriation By Fund

Airport Way URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	3,948,379	0	3,948,379
Revenue			
Fees and Charges	92	0	92
Interest on Investments	10,000	0	10,000
Loan Collections	176,935	0	176,935
Property Income	1,633,325	0	1,633,325
Total Revenue	1,820,352	0	1,820,352
Total Resources	5,768,731	0	5,768,731
Requirements			
Expenditures			
Administration	17,909	6,353	24,262
Business Development	491,736	0	491,736
Property Redevelopment	1,822,124	-1,180,666	641,458
Total Expenditures	2,331,769	-1,174,313	1,157,456
Transfers	301,381	0	301,381
Contingency	3,135,581	1,174,313	4,309,894
Ending Fund Balance	0	0	0
Total Requirements	5,768,731	0	5,768,731

Changes to Resources

- **No changes to resources**

Changes to Requirements

- **Administration:** Increased debt management budget based on current year expenditures.
- **Property Redevelopment:** Net decrease in project budgets related to Cascade Station parcels. Funding to be included in FY 2014-15 for parcel G (parking lot construction).
- **Contingency:** Increased contingency \$1,174,313 to balance requirements with resources.

Revised Budget Appropriation By Fund
Ambassador Program Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	31,194	0	31,194
Revenue			
Interest on Investments	100	0	100
Miscellaneous	5,000	0	5,000
Total Revenue	5,100	0	5,100
Total Resources	36,294	0	36,294
Requirements			
Expenditures			
Business Development	35,554	0	35,554
Total Expenditures	35,554	0	35,554
Transfers	740	0	740
Ending Fund Balance	0	0	0
Total Requirements	36,294	0	36,294

No changes in resources or requirements.

Revised Budget Appropriation By Fund
Business Management Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	115,048	0	115,048
Revenue			
Fees and Charges	185,050	0	185,050
Interest on Investments	5,000	0	5,000
Miscellaneous	15,000	0	15,000
Property Income	34,000	5,654,363	5,688,363
Transfers In	0	1,330,000	1,330,000
Total Revenue	239,050	6,984,363	7,223,413
Total Resources	354,098	6,984,363	7,338,461
Requirements			
Expenditures			
Business Development	321,472	-75,000	246,472
Property Redevelopment	32,626	37,000	69,626
Total Expenditures	354,098	-38,000	316,098
Transfers	0	2,721,538	2,721,538
Contingency	0	4,300,825	4,300,825
Ending Fund Balance	0	0	0
Total Requirements	354,098	6,984,363	7,338,461

Changes to Resources

- **Property Income:** Increase \$5,654,363 to account for sale of Parcel 8 in South Waterfront (TIF portion of value being transferred to North Macadam URA fund).
- **Transfers In:** Increase \$1,330,000 to transfer resources from Enterprise Zone Funds to include as part of future business management appropriations.

Changes to Requirements

- **Business Development:** Decreases entrepreneurial program \$75,000 (funded from General Fund).
- **Property Redevelopment:** Increases \$37,000 to true-up property management and disposition expenses.
- **Transfers:** Increases \$2,721,538 to account for TIF portion of value being transferred to North Macadam URA Fund.
- **Contingency:** Increases \$4,300,825 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 Central Eastside URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	4,899,209	0	4,899,209
Revenue			
Fees and Charges	0	7,332	7,332
Interest on Investments	10,000	24,000	34,000
Loan Collections	206,094	0	206,094
Property Income	1,656,000	787,000	2,443,000
Short Term Debt	2,997,000	0	2,997,000
Total Revenue	4,869,094	818,332	5,687,426
Total Resources	9,768,303	818,332	10,586,635
Requirements			
Expenditures			
Administration	32,262	-8,000	24,262
Business Development	616,536	-375,000	241,536
Infrastructure	26,813	0	26,813
Housing	40,619	0	40,619
Property Redevelopment	1,697,652	329,807	2,027,459
Total Expenditures	2,413,882	-53,193	2,360,689
Transfers	655,048	0	655,048
Contingency	6,699,373	871,525	7,570,898
Ending Fund Balance	0	0	0
Total Requirements	9,768,303	818,332	10,586,635

Changes to Resources

- **Property Income:** Increases \$787,000 based on current year actuals (includes true-up for sale of Block 75)

Changes to Requirements

- **Administration:** Decreases \$8,000 based on current year debt management allocation costs.
- **Business Development:** Decreases \$375,000 to transfer resources to Property Redevelopment (to support lending activity classified as Commercial Property Redevelopment Lending).
- **Property Redevelopment:** Net decrease of \$329,807 (adds \$375,000 in Commercial Property Redevelopment Lending, reduces Commercial Property Energy Retrofit program).
- **Contingency:** Increases \$871,525 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 Convention Center URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	43,224,301	0	43,224,301
Revenue			
Fees and Charges	0	3,114	3,114
Interest on Investments	50,000	242,000	292,000
Loan Collections	1,252,513	0	1,252,513
Property Income	2,276,334	-1,116,803	1,159,531
Reimbursements	92,742	-92,742	0
Total Revenue	3,671,589	-964,431	2,707,158
Total Resources	46,895,890	-964,431	45,931,459
Requirements			
Expenditures			
Administration	44,306	-20,044	24,262
Business Development	343,023	0	343,023
Infrastructure	154,068	-4,000	150,068
Housing	13,476,885	-12,375,000	1,101,885
Property Redevelopment	28,144,567	-25,370,894	2,773,673
Total Expenditures	42,162,849	-37,769,938	4,392,911
Transfers	1,602,361	0	1,602,361
Contingency	3,130,680	36,805,507	39,936,187
Ending Fund Balance	0	0	0
Total Requirements	46,895,890	-964,431	45,931,459

Changes to Resources

- **Interest on Investments:** Updated forecast of earnings through year-end.
- **Property Income:** Decreases \$1,116,803 based on current year actuals. Remaining property income related to management of Inn at Convention Center.

Changes to Requirements

- **Administration:** Decreases \$20,044 based on current year debt management allocation costs.
- **Housing:** Decreases \$12,375,000 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.
- **Property Redevelopment:** Net decrease of \$25,370,894. Represents requirements for Veteran’s Memorial Coliseum, Convention Center Hotel, and Eco District implementation moving to FY 2014-15.
- **Contingency:** Increases \$36,805,507 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 Downtown Waterfront URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	13,926,476	0	13,926,476
Revenue			
Fees and Charges	0	4,267	4,267
Interest on Investments	90,000	-27,000	63,000
Loan Collections	495,480	0	495,480
Property Income	328,200	0	328,200
Reimbursements	15,200	0	15,200
Total Revenue	928,880	-22,733	906,147
Total Resources	14,855,356	-22,733	14,832,623
Requirements			
Expenditures			
Administration	22,262	0	22,262
Business Development	532,670	-350,000	182,670
Housing	254,565	-254,565	0
Property Redevelopment	7,663,393	-4,667,484	2,995,909
Total Expenditures	8,472,890	-5,272,049	3,200,841
Transfers	633,446	0	633,446
Contingency	5,749,020	5,249,316	10,998,336
Ending Fund Balance	0	0	0
Total Requirements	14,855,356	-22,733	14,832,623

Changes to Resources

- **Interest on Investments:** Updated forecast of earnings through year-end.

Changes to Requirements

- **Business Development:** Decreases \$350,000 to transfer resources to Property Redevelopment. Lending activity related to business accelerator annex and startup PDX challenge activities which will be classified as Property Redevelopment (commercial lending).
- **Housing:** Decreases \$254,565 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.
- **Property Redevelopment:** Net decrease of
- **Property Redevelopment:** Net decrease of \$4,667,484. Includes transfer from Business Development, pushes out commercial property redevelopment lending to FY 2014-15 and removes budget for Commercial Property Energy Retrofit program funds (not needed).
- **Contingency:** Increases \$5,249,316 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 Education District URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	0	0	0
Revenue			
Long Term Debt	0	0	0
Property Income	0	0	0
Short Term Debt	1,307,508	-281,171	1,026,337
Transfers In	0	747,045	747,045
Total Revenue	1,307,508	465,874	1,773,382
Total Resources	1,307,508	465,874	1,773,382
Requirements			
Expenditures			
Business Development	15,280	0	15,280
Infrastructure	793,828	0	793,828
Housing	108,437	0	108,437
Property Redevelopment	25,588	747,045	772,633
Total Expenditures	943,133	747,045	1,690,178
Transfers	321,168	-300,000	21,168
Contingency	43,207	18,829	62,036
Ending Fund Balance	0	0	0
Total Requirements	1,307,508	465,874	1,773,382

Changes to Resources

- **Short Term Debt:** Decreases \$281,171 based on updated estimate of du jour proceeds.
- **Transfers In:** Increases \$747,045 to recognize planned interfund loan and transfer of property from South Park Blocks (Jasmine property was moved from South Park Blocks to Education URA boundary).

Changes to Requirements

- **Property Redevelopment:** Increases \$747,045 to recognize planned interfund loan and transfer of property from South Park Blocks (Jasmine property was moved from South Park Blocks to Education URA boundary).
- **Transfers:** Planned reimbursement of Education URA startup costs pushed until FY 2014-15 to help balance fund.
- **Contingency:** Increases \$18,829 to balance requirements with resources.

Revised Budget Appropriation By Fund
Enterprise Loans Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	1,879,043	0	1,879,043
Revenue			
Fees and Charges	0	10,378	10,378
Interest on Investments	6,000	1,000	7,000
Loan Collections	548,114	-17,114	531,000
Transfers In	460,629	408,465	869,094
Total Revenue	1,014,743	402,729	1,417,472
Total Resources	2,893,786	402,729	3,296,515
Requirements			
Expenditures			
Administration	57,751	0	57,751
Business Development	1,398,452	-176,722	1,221,730
Housing	211,061	5,004	216,065
Total Expenditures	1,667,264	-171,718	1,495,546
Transfers	102,173	0	102,173
Contingency	1,124,349	574,447	1,698,796
Ending Fund Balance	0	0	0
Total Requirements	2,893,786	402,729	3,296,515

Changes to Resources

- **Transfers In:** Increase \$408,465 for transfer from General Fund for prior year working capital fund resources.

Changes to Requirements

- **Business Development:** Decreases \$176,722 for business lending programs – based on current year demand.
- **Housing:** Increases \$5,004 to true-up final residual Fannie-Mae resources being transferred to the Portland Housing Bureau.
- **Contingency:** Increases \$574,447 to balance requirements with resources (mostly related to Working Capital fund balance).

Revised Budget Appropriation By Fund
Enterprise Management Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	83,800	0	83,800
Revenue			
Property Income	969,631	30,000	999,631
Total Revenue	969,631	30,000	999,631
Total Resources	1,053,431	30,000	1,083,431
Requirements			
Expenditures			
Housing	1,053,431	30,000	1,083,431
Total Expenditures	1,053,431	30,000	1,083,431
Ending Fund Balance	0	0	0
Total Requirements	1,053,431	30,000	1,083,431

Changes to Resources

- **Property Income:** Increases \$30,000 to allow for potentially higher property management revenue associated with Headwaters Apartments (to pass-through resources to the Portland Housing Bureau).

Changes to Requirements

- **Housing:** Increases \$30,000 to allow for potentially higher property management revenue associated with Headwaters Apartments (to pass-through resources to the Portland Housing Bureau).

Revised Budget Appropriation By Fund
Enterprise Zone Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	2,771,448	0	2,771,448
Revenue			
Fees and Charges	28,000	122,000	150,000
Interest on Investments	11,500	-3,500	8,000
Miscellaneous	1,104,900	-824,900	280,000
Total Revenue	1,144,400	-706,400	438,000
Total Resources	3,915,848	-706,400	3,209,448
Requirements			
Expenditures			
Business Development	924,118	-401,118	523,000
Total Expenditures	924,118	-401,118	523,000
Transfers	38,311	1,291,689	1,330,000
Contingency	2,953,419	-1,596,971	1,356,448
Ending Fund Balance	0	0	0
Total Requirements	3,915,848	-706,400	3,209,448

Changes to Resources

- **Fees and Charges:** Increases \$122,000 based on projection of current year enterprise zone fee revenue.
- **Miscellaneous:** Decreases \$824,900 based on projection of current year enterprise zone in-lieu of payment resources; higher estimate was associated with payments accrued to FY 2012-13.

Changes to Requirements

- **Business Development:** Decreases \$401,118 based on estimated activity for current fiscal year; pushes out community contributions and project expenditures to FY 2014-15.
- **Transfers:** Increases \$1,291,689 to transfer Enterprise Zone resources to Business Management Fund (to include in Business Management Fund for future year appropriations).
- **Contingency:** Decreases \$1,596,971 to balance requirements with resources.

Revised Budget Appropriation By Fund
Gateway Regional Center URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	4,854,219	0	4,854,219
Revenue			
Fees and Charges	100	0	100
Interest on Investments	7,000	0	7,000
Loan Collections	14,736	0	14,736
Long Term Debt	2,000,000	-2,000,000	0
Short Term Debt	3,190,197	306,303	3,496,500
Total Revenue	5,212,033	-1,693,697	3,518,336
Total Resources	10,066,252	-1,693,697	8,372,555
Requirements			
Expenditures			
Administration	24,262	0	24,262
Business Dev	528,306	0	528,306
Infrastructure	201,083	0	201,083
Housing	4,164,904	-1,391,762	2,773,142
Property Redevelopment	2,931,639	-1,500,000	1,431,639
Total Expenditures	7,850,194	-2,891,762	4,958,432
Transfers	845,814	0	845,814
Contingency	1,370,244	1,198,065	2,568,309
Ending Fund Balance	0	0	0
Total Requirements	10,066,252	-1,693,697	8,372,555

Changes to Resources

- **Long Term Debt:** Decreases \$2,000,000 – no longer required based on revised expenditures for current fiscal year.
- **Short Term Debt:** Increase \$306,303 to account for revised estimate of du jour proceeds.

Changes to Requirements

- **Housing:** Decreases \$1,391,762 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.
- **Property Redevelopment:** Decreases \$1,500,000 to account for current year lending program activity.
- **Contingency:** Increases \$1,198,065 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 General Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	3,016,877	213,425	3,230,302
Revenue			
Fees and Charges	500	153,276	153,776
Interest on Investments	2,000	0	2,000
Intergovernmental Revenues	4,719,315	44,918	4,764,233
Loan Collections	78,000	0	78,000
Miscellaneous	215,112	0	215,112
Property Income	100,000	0	100,000
Reimbursements	153,000	-153,000	0
Service Reimbursements	14,989,251	-38,310	14,950,941
Transfers In	583,978	-300,000	283,978
Total Revenue	20,841,156	-293,116	20,548,040
Total Resources	23,858,033	-79,691	23,778,342
Requirements			
Expenditures			
Administration	14,597,338	-370,603	14,226,735
Business Development	5,399,868	219,691	5,619,559
Housing	137,985	0	137,985
Property Redevelopment	407,823	121,089	528,912
Total Expenditures	20,543,014	-29,823	20,513,191
Transfers	712,412	408,465	1,120,877
Contingency	2,602,607	-458,333	2,144,274
Ending Fund Balance	0	0	0
Total Requirements	23,858,033	-79,691	23,778,342

Changes to Resources

- **Beginning Fund Balance:** Increases \$213,425 to account for actual beginning balance not previously recognized (EOI fund).
- **Fees and Charges:** Increases \$153,276 to move contract revenue related to Portland Housing Bureau support services IGA from reimbursements.
- **Reimbursements:** Decreases \$153,000 to move contract revenue related to Portland Housing Bureau support services IGA to fees and charges.
- **Transfers-In:** Decreases \$300,000 for repayment of URA startup costs from Education URA (postponed until FY 2014-15).

Changes to Requirements

- **Administration:** Decreases \$370,603 for reductions in administrative materials and services (based on year-end forecasts).
- **Business Development:** Increases \$219,691 to account for net changes in carryover for Traded Sector and Neighborhood Economic Development activity (mostly related to recognition of prior year funding for entrepreneurial

development activity).

- **Transfers:** Increases \$408,465 to move residual, prior-year working capital resources from General Fund to the Working Capital loan fund.
- **Contingency:** Decreases \$458,333 to balance requirements with resources.

Revised Budget Appropriation By Fund

HCD Contract Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	312,815	0	312,815
Revenue			
Intergovernmental Revenues	2,688,890	0	2,688,890
Total Revenue	2,688,890	0	2,688,890
Total Resources	3,001,705	0	3,001,705
Requirements			
Expenditures			
Business Development	2,580,565	0	2,580,565
Total Expenditures	2,580,565	0	2,580,565
Transfers	421,140	0	421,140
Ending Fund Balance	0	0	0
Total Requirements	3,001,705	0	3,001,705

No changes

Revised Budget Appropriation By Fund
Interstate Corridor URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	12,852,946	0	12,852,946
Revenue			
Fees and Charges	6,000	205,451	211,451
Interest on Investments	30,000	10,000	40,000
Loan Collections	1,128,829	90,281	1,219,110
Property Income	697,040	-500,000	197,040
Reimbursements	40,112	0	40,112
Short Term Debt	10,268,467	1,220,033	11,488,500
Total Revenue	12,170,448	1,025,765	13,196,213
Total Resources	25,023,394	1,025,765	26,049,159
Requirements			
Expenditures			
Administration	48,834	4,468	53,302
Business Development	3,557,309	-2,696,608	860,701
Infrastructure	4,469,749	-2,226,620	2,243,129
Housing	6,204,398	-1,400,345	4,804,053
Property Redevelopment	3,231,090	-2,996	3,228,094
Total Expenditures	17,511,380	-6,322,101	11,189,279
Transfers	2,697,848	0	2,697,848
Contingency	4,814,166	7,347,866	12,162,032
Ending Fund Balance	0	0	0
Total Requirements	25,023,394	1,025,765	26,049,159

Changes to Resources

- **Fees and Charges:** Increases \$205,451 for contributed resources from Parks Bureau for Dawson Park water features.
- **Property Income:** Decreases \$500,000 to remove property sale estimates from current fiscal year (Vanport III).
- **Short Term Debt:** Increases \$1,025,765 based on updated estimate of du jour forecast.

Changes to Requirements

- **Administration:** Increases \$4,468 for updated estimate of annual debt management allocation.
- **Business Development:** Decreases business lending \$2,696,608 based on timing of Daimler loan. To be included as carry forward for FY 2014-15.
- **Infrastructure:** Decreases \$2,226,620 to current year budget for parks and transportation budgets (Bridgeton Trail, Denver and Killingsworth Streetscape). Funding for projects moving to FY 2014-15.
- **Housing:** Decreases \$1,400,345 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.
- **Contingency:** Increases \$7,347,866 to balance requirements with resources.

Revised Budget Appropriation By Fund
Lents Town Center URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	11,200,993	0	11,200,993
Revenue			
Interest on Investments	20,000	12,714	32,714
Loan Collections	139,000	11,000	150,000
Long Term Debt	0	0	0
Property Income	66,802	-5,000	61,802
Reimbursements	400	760	1,160
Short Term Debt	7,845,688	939,769	8,785,457
Total Revenue	8,071,890	959,243	9,031,133
Total Resources	19,272,883	959,243	20,232,126
Requirements			
Expenditures			
Administration	26,451	10,500	36,951
Business Development	1,126,588	75,000	1,201,588
Infrastructure	2,265,649	-1,203,415	1,062,234
Housing	2,406,200	-100,000	2,306,200
Property Redevelopment	5,535,435	-1,212,855	4,322,580
Total Expenditures	11,360,323	-2,430,770	8,929,553
Transfers	1,979,695	0	1,979,695
Contingency	5,932,865	3,390,013	9,322,878
Ending Fund Balance	0	0	0
Total Requirements	19,272,883	959,243	20,232,126

Changes to Resources

- **Short Term Debt:** Increases \$939,769 based on updated forecast of du jour proceeds.

Changes to Requirements

- **Administration:** Increases \$10,500 for updated estimate of annual debt management allocation.
- **Business Development:** Increases \$75,000 for updated expenditure estimates related to Green Innovation Park.
- **Infrastructure:** Decreases \$1,203,415 for updated expenditure estimates related to 122nd and Holgate and Foster-52nd to 82nd IGA work with PBOT. To be included in FY 2014-15.
- **Property Redevelopment:** Decreases \$1,212,855. Reductions primarily current lending activity.
- **Housing:** Decreases \$100,000 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.
- **Contingency:** Increases \$3,390,013 to balance requirements with resources.

**Revised Budget Appropriation By Fund
 North Macadam URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	2,161,086	0	2,161,086
Revenue			
Fees and Charges	333,397	60,000	393,397
Interest on Investments	10,000	55,652	65,652
Loan Collections	31,130	0	31,130
Property Income	1,936,403	0	1,936,403
Short Term Debt	5,040,192	-40,192	5,000,000
Transfers In	0	2,721,538	2,721,538
Total Revenue	7,351,122	2,796,998	10,148,120
Total Resources	9,512,208	2,796,998	12,309,206
Requirements			
Expenditures			
Administration	34,262	-7,000	27,262
Business Development	559,312	0	559,312
Infrastructure	3,902,615	600,852	4,503,467
Housing	1,688,157	-794,173	893,984
Property Redevelopment	964,022	-11,242	952,780
Total Expenditures	7,148,368	-211,563	6,936,805
Transfers	1,209,643	0	1,209,643
Contingency	1,154,197	3,008,561	4,162,758
Ending Fund Balance	0	0	0
Total Requirements	9,512,208	2,796,998	12,309,206

Changes to Resources

- **Fees and Charges:** Increases \$60,000 based on planned Eco District conduit reimbursements from Parks Bureau.
- **Interest on Investments:** Updated forecast of earnings through year-end.
- **Short Term Debt:** Decreases \$40,192 based on updated estimate of du jour forecast.
- **Transfers In:** Transfer of \$2,721,538 in proceeds from Business Management Fund for TIF portion of parcel 8 sale.

Changes to Requirements

- **Administration:** Decreases \$7,000 for updated estimate of annual debt management allocation.
- **Infrastructure:** Increases \$600,852 for inclusion of prior year carryover for construction occurring on Central District Greenway and Eco District conduit.
- **Housing:** Decreases \$794,173 based on revised expenditures from Portland Housing Bureau.
- **Contingency:** Increases \$3,008,561 to balance requirements with resources.

Revised Budget Appropriation By Fund
NPI URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	0	0	0
Revenue			
Intergovernmental Revenues	0	0	0
Miscellaneous	120,000	-60,000	60,000
Short Term Debt	396,077	-216,590	179,487
Total Revenue	516,077	-276,590	239,487
Total Resources	516,077	-276,590	239,487
Requirements			
Expenditures			
Business Development	496,795	-257,308	239,487
Total Expenditures	496,795	-257,308	239,487
Contingency	19,282	-19,282	0
Ending Fund Balance	0	0	0
Total Requirements	516,077	-276,590	239,487

Changes to Resources

- **Miscellaneous:** Decreases \$60,000 based on correction for non-TIF NPI resources.
- **Short Term Debt:** Decreases \$216,590 based on updated estimate of du jour forecast.

Changes to Requirements

- **Business Development:** Funding reduced to match updated current year NPI resources.
- **Contingency:** Decreased \$19,282 to balance requirements with resources.

Revised Budget Appropriation By Fund
Other Federal Grants Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	841,574	0	841,574
Revenue			
Fees and Charges			2,000
Interest on Investments	5,000	-2,000	3,000
Intergovernmental Revenues	1,020,920	-1,410	1,019,510
Loan Collections	333,738	171,262	505,000
Total Revenue	1,359,658	169,852	1,529,510
Total Resources	2,201,232	169,852	2,371,084
Requirements			
Expenditures			
Business Dev	1,648,801	-1,410	1,647,391
Total Expenditures	1,648,801	-1,410	1,647,391
Transfers	56,123	0	56,123
Contingency	496,308	171,262	667,570
Ending Fund Balance	0	0	0
Total Requirements	2,201,232	169,852	2,371,084

Changes to Resources

- **Loan Collections:** Increase of \$171,262 based on updated estimate of forecasted loan collection revenue (EDA Revolving Loan Fund).

Changes to Requirements

- **Contingency:** Increases \$171,262 to balance requirements with resources.

Revised Budget Appropriation By Fund
Risk Management Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	251,146	0	251,146
Total Resources	251,146	0	251,146
Requirements			
Expenditures			
Administration	251,146	0	251,146
Total Expenditures	251,146	0	251,146
Ending Fund Balance	0	0	0
Total Requirements	251,146	0	251,146

No Changes

Revised Budget Appropriation By Fund
River District URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	38,290,152	0	38,290,152
Revenue			
Fees and Charges	0	23,000	23,000
Interest on Investments	400,000	-200,000	200,000
Intergovernmental Revenues	1,800,000	-9,054	1,790,946
Loan Collections	2,899,564	0	2,899,564
Long Term Debt	0	0	0
Property Income	3,225,147	142,000	3,367,147
Reimbursements	400,000	630,000	1,030,000
Short Term Debt	20,003,036	4,996,964	25,000,000
Total Revenue	28,727,747	5,582,910	34,310,657
Total Resources	67,017,899	5,582,910	72,600,809
Requirements			
Expenditures			
Administration	64,262	2,000	66,262
Business Development	1,072,255	526	1,072,781
Infrastructure	4,584,499	-2,035,180	2,549,319
Housing	8,260,077	-4,431,609	3,828,468
Property Redevelopment	41,840,277	-2,095,578	39,744,699
Total Expenditures	55,821,370	-8,559,841	47,261,529
Transfers	4,110,646	0	4,110,646
Contingency	7,085,883	14,142,751	21,228,634
Ending Fund Balance	0	0	0
Total Requirements	67,017,899	5,582,910	72,600,809

Changes to Resources

- **Fees and Charges:** Increases \$23,000 based on updated loan fee estimates.
- **Interest on Investments:** Updated forecast of earnings through year-end.
- **Property Income:** Increases \$142,000 for updated property sale estimates.
- **Short Term Debt:** Increases \$4,996,964 based on updated forecast of du jour proceeds.

Changes to Requirements

- **Administration:** Increases \$2,000 for updated estimate of annual debt management allocation.
- **Infrastructure:** Decreases \$2,035,180 – most of the decrease accounts for removing majority of construction IGA for West Burnside and Pearl Circulation Improvement project from current year budget. Project funding is already included in FY 2014-15 Requested Budget. Includes true-up of final close-out costs related to Fields Park (\$470,000) that were part of prior-year budget.
- **Housing:** Decreases \$4,431,609 based on Portland Housing Bureau estimate of year-end expenditures and request to move funds to FY 2014-15.

- **Property Redevelopment:** Decreases a net \$2,095,578, most of the net decrease is to move Commercial Property Redevelopment Loan resources committed to the PNCA project to FY 2014-15 based on estimated disbursement schedule.
- **Contingency:** Increases \$14,142,751 to balance revised expenditures with revised resources.

Revised Budget Appropriation By Fund
South Park Blocks URA Fund

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	9,316,896	0	9,316,896
Revenue			
Fees and Charges	0	209	209
Interest on Investments	10,000	56,000	66,000
Loan Collections	123,517	0	123,517
Property Income	36,000	747,045	783,045
Total Revenue	169,517	803,254	972,771
Total Resources	9,486,413	803,254	10,289,667
Requirements			
Expenditures			
Administration	6,095	8,000	14,095
Business Dev	224,264	0	224,264
Infrastructure	112,612	49,887	162,499
Portland Hsg Bureau	2,503,258	0	2,503,258
Property Redev	787,109	-53,526	733,583
Total Expenditures	3,633,338	4,361	3,637,699
Transfers	151,965	747,045	899,010
Contingency	5,701,110	51,848	5,752,958
Ending Fund Balance	0	0	0
Total Requirements	9,486,413	803,254	10,289,667

Changes to Resources

- **Interest on Investments:** Updated forecast of earnings through year-end.
- **Property Income:** Increases \$747,045 to recognize planned interfund loan and transfer of property to Education URA (Jasmine property was moved from South Park Blocks to Education URA boundary).

Changes to Requirements

- **Administration:** Increases \$8,000 for updated estimate of annual debt management allocation.
- **Infrastructure:** Increases \$49,887 related to updated allocation of Streetcar realignment expense to South Park Blocks URA.
- **Property Redevelopment:** Decreases a net \$53,526 based on eliminating Commercial Property Energy Retrofit budget and reallocating portion to Storefront Improvement Program.
- **Transfers:** Increases \$747,045 to recognize planned interfund loan and transfer of property to Education URA (Jasmine property was moved from South Park Blocks to Education URA boundary).
- **Contingency:** Increases \$51,848 to balance revised expenditures with revised resources.

**Revised Budget Appropriation By Fund
 Willamette Industrial URA Fund**

	Revised 1 FY 2013-14	Recommended Change	Revised 2 FY 2013-14
Resources			
Beginning Fund Balance	3,169,284	0	3,169,284
Revenue			
Interest on Investments	10,000	0	10,000
Short Term Debt	695,589	303,411	999,000
Total Revenue	705,589	303,411	1,009,000
Total Resources	3,874,873	303,411	4,178,284
Requirements			
Expenditures			
Administration	5,718	-3,718	2,000
Business Development	761,991	0	761,991
Property Redevelopment	229,059	0	229,059
Total Expenditures	996,768	-3,718	993,050
Transfers	193,945	0	193,945
Contingency	2,684,160	307,129	2,991,289
Ending Fund Balance	0	0	0
Total Requirements	3,874,873	303,411	4,178,284

Changes to Resources

- **Short Term Debt:** Increase of \$303,411 based on updated estimate of du jour proceeds.

Changes to Requirements

- **Contingency:** Increases \$307,129 to balance revised expenditures with revised resources.

RESOLUTION NO. 7049

RESOLUTION TITLE:

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2013,
AND ENDING JUNE 30, 2014; AND MAKING APPROPRIATIONS


Adopted by the Portland Development Commission on April 16, 2014

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 Tom Kelly	<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 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 17, 2014</p>
<p>Gina Wiedrick, Recording Secretary</p>	