

PORTLAND DEVELOPMENT COMMISSION
Portland, Oregon

RESOLUTION NO. 6875

**ADOPTING BUDGET AMENDMENT NO. 3 FOR THE
FISCAL YEAR BEGINNING JULY 1, 2010 AND ENDING
JUNE 30, 2011; AND MAKING APPROPRIATIONS**

WHEREAS, the Board of Commissioners (the "Board") of the Portland Development Commission ("PDC") adopted the budget for fiscal year ("FY") 2010-11 (the "FY 2010-11 Adopted Budget") on June 23, 2010, pursuant to Resolution No. 6807;

WHEREAS, the Board adopted Budget Amendment No. 1 to the FY 2010-11 Adopted Budget on September 24, 2010, pursuant to Resolution No. 6824 ("Budget Amendment No. 1") (the FY 2010-11 Adopted Budget as amended by Budget Amendment No. 1, the "FY 2010-11 Revised 1 Budget");

WHEREAS, the Board adopted Budget Amendment No. 2 to the FY 2010-11 Revised 1 Budget on December 8, 2010, pursuant to Resolution No. 6838 ("Budget Amendment No. 2") (the FY 2010-11 Revised 1 Budget as amended by Budget Amendment No. 2, the "FY 2010-11 Revised 2 Budget");

WHEREAS, the appropriation categories for the FY 2010-11 Revised 2 Budget are Business and Industry, Housing, Revitalization, Infrastructure, Administration, Debt Service, Cash Transfers Out, and Contingency;

WHEREAS, due to recognition of actual beginning fund balances for FY 2010-11 and changes in certain project requirements, it is necessary to amend PDC's FY 2010-11 Revised 2 Budget to reflect such changes in accordance with Oregon Local Budget Law (ORS 294.305 to 294.565); and

WHEREAS, this proposed budget amendment decreases the total PDC budget from \$274,157,706 in the FY 2010-11 Revised 2 Budget to \$263,894,794 including transfers and contingency.

NOW, THEREFORE, BE IT RESOLVED that the FY 2010-11 Revised Budget Appropriations schedule attached hereto as Exhibit A ("Budget Amendment No. 3") be adopted and the FY 2010-11 Revised 2 Budget be amended by replacing the appropriations therein with the appropriations set forth in the Revised 3 FY 2010-11 column of Budget Amendment No. 3, with total requirements of \$269,304,285 (the FY 2010-11 Revised 2 Budget, as so amended, the "FY 2010-11 Revised 3 Budget");

BE IT FURTHER RESOLVED that, pursuant to PDC's FY 2010-11 Revised 3 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2010, and ending June 30, 2011, from the funds and for the expenditure categories as detailed in FY 2010-11 Revised 3 Budget; and

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

Adopted by the Portland Development Commission May 11, 2011.



Tracy A. Kama
Recording Secretary

Revised Budget Appropriation Summary

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	97,094,753	200,235	97,294,988
Revenue			
City General Fund	3,725,126	350,000	4,075,126
Federal and Other Grants	3,933,861	21,510	3,955,371
Fees and Charges	339,633	30,000	369,633
Interest on Investments	445,427	67,100	512,527
Loan Collections	4,589,677	1,014,000	5,603,677
Miscellaneous	172,500	978,373	1,150,873
Property Income	15,503,432	-1,975,000	13,528,432
Reimbursements	1,187,390	562,037	1,749,427
Service Reimbursements	20,401,729	0	20,401,729
Tax Increment Proceeds	124,289,363	-7,151,676	117,137,687
Transfers In	2,474,815	1,050,000	3,524,815
Total Revenue	177,062,953	-5,053,656	172,009,297
Total Resources	274,157,706	-4,853,421	269,304,285
Requirements			
Expenditures			
Business & Industry	30,300,069	889,826	31,189,895
Housing	63,944,416	-13,306,640	50,637,776
Infrastructure	35,566,938	-8,240,526	27,326,412
Revitalization	58,016,944	-5,337,329	52,679,615
Administration	23,431,659	471,681	23,903,340
Debt Service	3,100,000	0	3,100,000
Total Expenditures	214,360,026	-25,522,988	188,837,038
Transfers	22,876,554	1,050,000	23,926,554
Contingency	36,921,126	19,619,567	56,540,693
Ending Fund Balance	0	0	0
Total Requirements	274,157,706	-4,853,421	269,304,285

Changes to Resources:

- **Beginning Fund Balance:** Increase \$200,000 to represent actual beginning fund balance in the Portland Seed Fund;
- **City General fund:** Resources increase to include City of Portland budget amendment allocation of \$350,000 for Small Business Working Capital and Industry Cluster work.
- **Property Income:** Decrease \$2 million to remove budgeted property sale in Central Eastside (Burnside Bridgehead) since resources will not be recognized this fiscal year.
- **Loan Collections:** Increase by \$1,014,000 to recognize updated loan projections.
- **Miscellaneous revenue:** Increase by \$978,373 to recognize write-off recovery of property assets and Enterprise Zone collections.
- **Tax Increment Proceeds:** Decrease by \$7.1 million across URAs to match updated need for line of credit debt draws

Change to Requirements:

- **Business & Industry:** Increase appropriations for additional General Fund allocations for Industry Development and Small Business Working Capital including existing beginning fund balance resources, Also includes additional staff time reallocated from Revitalization category;

- **Housing:** Decrease appropriations \$13.3 million across URAs to match PHB forecast for year-end spending (all estimates are within amended IGA authorized budget). Adjustments will be reflected in FY 2011-12 Proposed Budget.
- **Infrastructure:** Decrease appropriations across URAs for projects being moved into next fiscal year (includes allocations for N.Mac Greenway and Fields park in River District). Also includes additional staff time reallocated from Revitalization category;
- **Revitalization:** Decreased appropriations a net \$5.3 million. Major reductions include Burnside Bridgehead redevelopment in Central Eastside, Central Gateway redevelopment activities in Gateway URA and redevelopment funds in Interstate. Funds moved to future fiscal years.

**Revised Budget Appropriation by Fund
 Airport Way URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	5,663,569	0	5,663,569
Revenue			
Interest on Investments	18,000	7,000	25,000
Loan Collections	137,627	110,000	247,627
Property Income	3,000,000	25,000	3,025,000
Reimbursements	5,000	10,000	15,000
Total Revenue	3,160,627	152,000	3,312,627
Total Resources	8,824,196	152,000	8,976,196
Requirements			
Expenditures			
Business & Industry	2,676,417	-52,000	2,624,417
Revitalization	2,307,548	542,000	2,849,548
Administration	3,308	0	3,308
Total Expenditures	4,987,273	490,000	5,477,273
Transfers	412,538	0	412,538
Contingency	3,424,385	-338,000	3,086,385
Ending Fund Balance	0	0	0
Total Requirements	8,824,196	152,000	8,976,196

Changes to Resources:

Recognize additional resources related to current year Cascade Station loan and property transactions. .

Change to Requirements:

Business & Industry: Transfer \$52,000 in appropriations to Revitalization (Cascade Station) for current year loan transactions.

Revitalization: Increase appropriations \$542,000 to match final, current year transactions associated with Cascade Station DDA (FBI building).

Contingency: Decrease appropriations by \$338,000 – moved to Revitalization to match Cascade Station transactions.

**Revised Budget Appropriation by Fund
 Ambassador Program**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	23,519	0	23,519
Revenue			
Interest on Investments	0	100	100
Total Revenue	0	100	100
Total Resources	23,519	100	23,619
Requirements			
Expenditures			
Business & Industry	23,519	100	23,619
Total Expenditures	23,519	100	23,619
Ending Fund Balance	0	0	0
Total Requirements	23,519	100	23,619

Changes to Resources:

- Recognize current interest earnings.

Change to Requirements:

- **Business & Industry:** Increase available Business and Industry appropriations from interest earnings.

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

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	1,170,683	0	1,170,683
Revenue			
Interest on Investments	25,000	0	25,000
Loan Collections	66,207	0	66,207
Property Income	2,020,000	-2,000,000	20,000
Tax Increment Proceeds	9,780,444	0	9,780,444
Total Revenue	11,891,651	-2,000,000	9,891,651
Total Resources	13,062,334	-2,000,000	11,062,334
Requirements			
Expenditures			
Business & Industry	1,130,777	30,000	1,160,777
Housing	900,690	0	900,690
Infrastructure	4,450,759	-104,000	4,346,759
Revitalization	4,230,881	-2,282,000	1,948,881
Administration	68,000	15,957	83,957
Total Expenditures	10,781,107	-2,340,043	8,441,064
Transfers	1,652,593	0	1,652,593
Contingency	628,634	340,043	968,677
Ending Fund Balance	0	0	0
Total Requirements	13,062,334	-2,000,000	11,062,334

Changes to Resources:

Property Income decreased \$2 million to remove budgeted property sale in Central Eastside (Burnside Bridgehead) since resources will not be recognized this fiscal year.

Change to Requirements:

- **Business & Industry:** Increase appropriations \$30,000 include Entrepreneurial District Project;
- **Infrastructure:** Decrease appropriations for Sidewalks, Routes to Rivers based on current year spending projections.
- **Revitalization:** Decrease appropriations \$2.3 million for Burnside Bridgehead development and redevelopment loan activity (does include an increase to the Storefront Program for \$150k based on increased demand this fiscal year).
- **Contingency:** Increase appropriations \$340,000 based on unused resources to carry forward to FY 2011-12.

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

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	3,054,495	0	3,054,495
Revenue			
Interest on Investments	75,000	0	75,000
Loan Collections	267,079	260,000	527,079
Property Income	208,000	0	208,000
Tax Increment Proceeds	6,293,700	1,201,800	7,495,500
Total Revenue	6,843,779	1,461,800	8,305,579
Total Resources	9,898,274	1,461,800	11,360,074
Requirements			
Expenditures			
Business & Industry	662,367	20,000	682,367
Housing	4,963,890	182,348	5,146,238
Infrastructure	500,000	-170,000	330,000
Revitalization	1,684,427	435,000	2,119,427
Administration	254,215	25,000	279,215
Total Expenditures	8,064,899	492,348	8,557,247
Transfers	1,164,340	0	1,164,340
Contingency	669,035	969,452	1,638,487
Ending Fund Balance	0	0	0
Total Requirements	9,898,274	1,461,800	11,360,074

Changes to Resources:

Loan Collections: Increase \$260,000 based on current loan income projections; Tax Increment Proceeds increase \$851,846 to balance current year expenditure estimates.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$20,000 for current year business finance activity.
- **Housing:** Increase appropriations \$182,348 to match current, amended IGA and expenditure estimates. Based on timing of King/Parks affordable housing project.
- **Infrastructure:** Decrease appropriations \$170,000 for timing changes for construction costs for the MLK Gateway project.
- **Revitalization:** Increase appropriations \$435,000 for on-going work on the Rose Quarter project.
- **Contingency:** Increase appropriations \$969,452 based on unused resources to carry forward to FY 2011-12.

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

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	17,019,036	0	17,019,036
Revenue			
Interest on Investments	75,000	0	75,000
Loan Collections	1,282,960	370,000	1,652,960
Property Income	2,234,700	0	2,234,700
Reimbursements	450,463	299,537	750,000
Total Revenue	4,043,123	669,537	4,712,660
Total Resources	21,062,159	669,537	21,731,696
Requirements			
Expenditures			
Business & Industry	282,793	25,252	308,045
Infrastructure	884,947	193,244	1,078,191
Revitalization	7,195,316	16,607	7,211,923
Administration	98,553	-70,764	27,789
Total Expenditures	8,461,609	164,339	8,625,948
Transfers	1,377,538	0	1,377,538
Contingency	11,223,012	505,198	11,728,210
Ending Fund Balance	0	0	0
Total Requirements	21,062,159	669,537	21,731,696

Changes to Resources:

Loan Collections: Increase \$370,000 based on loan repayments not included in original, current year forecast.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$25,252 for current year business finance activity.
- **Infrastructure:** Increase appropriations \$193,244 for final contract authority granted by PDC on Ankeny Burnside/Public Improvement project. Also includes reallocation of staff from Revitalization to Infrastructure.
- **Revitalization:** Increase appropriations \$16,607 based on reallocation of staff to Infrastructure projects.
- **Administration:** Decrease appropriations to match current year IGA for Westside Central City Study.
- **Contingency:** Increase appropriations \$505,198 based on unused resources to carry forward to FY 2011-12, most of the changes associated with the loan repayments that are being recognized.

**Revised Budget Appropriation by Fund
 Enterprise Loans Fund**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	2,509,079	200,000	2,709,079
Revenue			
City General Fund	200,000	0	200,000
Fees and Charges	12,753	0	12,753
Interest on Investments	5,427	1,000	6,427
Loan Collections	396,000	264,000	660,000
Transfers In	1,225,000	0	1,225,000
Total Revenue	1,839,180	265,000	2,104,180
Total Resources	4,348,259	465,000	4,813,259
Requirements			
Expenditures			
Business & Industry	1,044,690	351,000	1,395,690
Housing	2,764,849	0	2,764,849
Administration	102,030	0	102,030
Total Expenditures	3,911,569	351,000	4,262,569
Transfers	322,186	-150,000	172,186
Contingency	114,504	264,000	378,504
Ending Fund Balance	0	0	0
Total Requirements	4,348,259	465,000	4,813,259

Changes to Resources:

- **Beginning Fund Balance:** Increase \$200,000 to appropriately recognize Portland Seed Fund funds at beginning of the year.
- **Loan Collections:** Increase \$264,000 to recognize additional current year loan repayments for business loan funds.

Change to Requirements:

- **Business & Industry:** Increase available appropriations by \$351,000 to match current year available funds for the Portland Seed Fund.
- **Transfers:** Decrease appropriations \$150,000 (transfer from General Fund was budgeted too high in prior budget amendment).
- **Contingency:** Increase contingency to match amount added to business loan funds for increased loan collections (will be appropriated in FY 2011-12).

**Revised Budget Appropriation by Fund
Enterprise Management Fund**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	126,177	0	126,177
Revenue			
Property Income	1,237,732	0	1,237,732
Total Revenue	1,237,732	0	1,237,732
Total Resources	1,363,909	0	1,363,909
Requirements			
Expenditures			
Housing	1,363,909	0	1,363,909
Total Expenditures	1,363,909	0	1,363,909
Ending Fund Balance	0	0	0
Total Requirements	1,363,909	0	1,363,909

Changes to Resources:

No Changes to Resources

Change to Requirements:

No Changes to Requirements

**Revised Budget Appropriation by Fund
 Enterprise Zone**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	263,829	236	264,065
Revenue			
Fees and Charges	20,000	30,000	50,000
Interest on Investments	10,000	-8,000	2,000
Miscellaneous	0	625,023	625,023
Total Revenue	30,000	647,023	677,023
Total Resources	293,829	647,259	941,088
Requirements			
Expenditures			
Business & Industry	108,639	211,361	320,000
Total Expenditures	108,639	211,361	320,000
Transfers	9,248	0	9,248
Contingency	175,942	435,898	611,840
Ending Fund Balance	0	0	0
Total Requirements	293,829	647,259	941,088

Changes to Resources:

Increase \$647,023 based on application fees, in-lieu payments, and community contributions from program participants.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$211,631, for community benefit program from the increase in available current year program revenue.
- **Contingency:** Increase appropriations \$435,898 based on unused resources from new program revenue to carry forward to FY 2011-12.

**Revised Budget Appropriation by Fund
 Gateway Regional Center URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	2,294,762	0	2,294,762
Revenue			
Federal and Other Grants	208,500	21,500	230,000
Interest on Investments	1,000	6,000	7,000
Loan Collections	18,402	0	18,402
Reimbursements	80,000	200,000	280,000
Tax Increment Proceeds	2,781,691	385,512	3,167,203
Total Revenue	3,089,593	613,012	3,702,605
Total Resources	5,384,355	613,012	5,997,367
Requirements			
Expenditures			
Business & Industry	335,888	26,000	361,888
Housing	558,445	-400,000	158,445
Infrastructure	698,000	120,000	818,000
Revitalization	2,715,491	-1,325,000	1,390,491
Administration	10,000	0	10,000
Total Expenditures	4,317,824	-1,579,000	2,738,824
Transfers	934,511	0	934,511
Contingency	132,020	2,192,012	2,324,032
Ending Fund Balance	0	0	0
Total Requirements	5,384,355	613,012	5,997,367

Changes to Resources:

Increase by \$613,012 from a combination of recognizing grant resources as wells as higher debt proceeds (\$385,000) to fund current year activity.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$26,000 for current year cluster industry development/Central Gateway Redevelopment expenditures.
- **Housing:** Decrease appropriations by \$400,000 to match current, amended IGA and expenditure estimates (moved to future years).
- **Infrastructure:** Increase appropriations \$120,000 in Urban Plaza cleanup expenditures (reimbursement by EPA grant).
- **Revitalization:** Decrease appropriations \$1.3 million for Central Gateway Redevelopment Strategy – budget moved to future fiscal years.
- **Contingency:** Increase appropriations \$2.2 million based on unused resources to carry forward to FY 2011-12, mainly from Central Gateway Redevelopment Strategy.

**Revised Budget Appropriation by Fund
 General Fund**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	4,758,798	0	4,758,798
Revenue			
City General Fund	3,525,126	350,000	3,875,126
Interest on Investments	10,000	10,000	20,000
Loan Collections	110,000	10,000	120,000
Miscellaneous	172,500	37,500	210,000
Reimbursements	526,927	50,000	576,927
Service Reimbursements	20,401,729	0	20,401,729
Transfers In	1,249,815	1,050,000	2,299,815
Total Revenue	25,996,097	1,507,500	27,503,597
Total Resources	30,754,895	1,507,500	32,262,395
Requirements			
Expenditures			
Business & Industry	4,304,715	417,500	4,722,215
Revitalization	213,500	0	213,500
Administration	21,875,149	500,000	22,375,149
Total Expenditures	26,393,364	917,500	27,310,864
Transfers	1,559,416	1,200,000	2,759,416
Contingency	2,802,115	-610,000	2,192,115
Ending Fund Balance	0	0	0
Total Requirements	30,754,895	1,507,500	32,262,395

Changes to Resources:

- **City General Fund:** Increase by \$350,000 from increased allocation from City Winter Budget Amendment for Cluster Industry Development and Small Business Working Capital;
- **Transfers In** represents an internal General Fund transfer of \$700,000 from the Predevelopment Fund to a new Reserve Fund to help maintain a consistent operating reserve for cash-flow purposes. Also includes a \$500,000 transfer between sub-funds from contingency to fund costs associated with reduction in force and higher UDD administration costs. \$1.2 million increase is offset by a decrease of \$150,000 in Portland Seed Fund resources that are remaining in the Enterprise Loans Fund (see Enterprise Loans Fund).

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$417,500 to match available resources for Business & Industry (Cluster Industry Development, Small Business Working Capital, and Economic Gardening activities).
- **Administration:** Increase appropriations \$500,000 for current year costs associated with the reduction in force and higher administrative spending in the Urban Development Department.
- **Contingency:** Decrease appropriations \$610,000 (accumulated program income being reallocated to B&I in addition to City General Fund amendment).
- **Transfers:** Increase appropriations \$1.2 million (\$1 million of which is internal to General Fund for establishment of a reserve fund and transferring funds from contingency for reduction in force costs and higher UDD administration costs).

**Revised Budget Appropriation by Fund
 HCD Contract Fund**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	1,216,131	0	1,216,131
Revenue			
Federal and Other Grants	3,725,361	10	3,725,371
Total Revenue	3,725,361	10	3,725,371
Total Resources	4,941,492	10	4,941,502
Requirements			
Expenditures			
Business & Industry	3,584,340	10	3,584,350
Housing	2,633	0	2,633
Total Expenditures	3,586,973	10	3,586,983
Transfers	1,354,519	0	1,354,519
Ending Fund Balance	0	0	0
Total Requirements	4,941,492	10	4,941,502

Changes to Resources:

Grant resources associated with Enterprise Opportunity Initiative program increased \$10 to match current contract.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$10 to match current contract.

**Revised Budget Appropriation by Fund
HOME Grant**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	122,182	0	122,182
Total Resources	122,182	0	122,182
Requirements			
Expenditures			
Housing	118,182	0	118,182
Total Expenditures	118,182	0	118,182
Transfers	4,000	0	4,000
Ending Fund Balance	0	0	0
Total Requirements	122,182	0	122,182

Changes to Resources:

No changes in resources.

Change to Requirements:

No changes in Requirements

**Revised Budget Appropriation by Fund
 Interstate Corridor URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	2,392,256	0	2,392,256
Revenue			
Interest on Investments	20,000	0	20,000
Loan Collections	1,391,951	0	1,391,951
Property Income	2,440,000	0	2,440,000
Tax Increment Proceeds	31,950,445	0	31,950,445
Total Revenue	35,802,396	0	35,802,396
Total Resources	38,194,652	0	38,194,652
Requirements			
Expenditures			
Business & Industry	2,573,743	50,000	2,623,743
Housing	7,766,148	-2,495,000	5,271,148
Infrastructure	4,053,849	100,000	4,153,849
Revitalization	16,770,849	-3,180,000	13,590,849
Administration	425,431	30,000	455,431
Total Expenditures	31,590,020	-5,495,000	26,095,020
Transfers	3,151,794	0	3,151,794
Contingency	3,452,838	5,495,000	8,947,838
Ending Fund Balance	0	0	0
Total Requirements	38,194,652	0	38,194,652

Changes to Resources:

No changes in resources.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$50,000 for staff time (moved from Revitalization)
- **Housing:** Decrease appropriations by \$2.5 million to match current, amended IGA and expenditure estimates (Ainsworth Court affordable housing project and PCRI rehab projects moved to future years).
- **Infrastructure:** Increase appropriations \$100,000 for staff time (moved from Revitalization).
- **Revitalization:** Decrease appropriations \$3.2 million. Includes \$100,000 increase in Storefront allocation offset by \$180,000 in movement of staff allocations to different B&I, Infrastructure and Administration categories based on current project work, \$800,000 decrease for Kenton Downtown Development (acquisition costs) based on actual project costs, and \$3.2 million movement of Green Business Grants and Redevelopment Loan Funds to FY 2011-12 Proposed Budget.
- **Administration:** Increase appropriations by \$30,000 for staff time associated with N/NE Economic Development initiative.
- **Contingency:** Increase appropriations \$5.5 million based on program carry forward to FY 2011-12.

**Revised Budget Appropriation by Fund
 Lents Town Center URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	15,840,480	0	15,840,480
Revenue			
Interest on Investments	14,000	46,000	60,000
Loan Collections	113,096	0	113,096
Miscellaneous	0	315,850	315,850
Reimbursements	0	2,500	2,500
Tax Increment Proceeds	1,352,586	6,080,113	7,432,699
Total Revenue	1,479,682	6,444,463	7,924,145
Total Resources	17,320,162	6,444,463	23,764,625
Requirements			
Expenditures			
Business & Industry	1,280,271	0	1,280,271
Housing	5,531,494	-620,530	4,910,964
Infrastructure	2,178,000	-555,000	1,623,000
Revitalization	5,771,177	525,000	6,296,177
Administration	10,000	0	10,000
Total Expenditures	14,770,942	-650,530	14,120,412
Transfers	2,404,942	0	2,404,942
Contingency	144,278	7,094,993	7,239,271
Ending Fund Balance	0	0	0
Total Requirements	17,320,162	6,444,463	23,764,625

Changes to Resources:

- **Tax Increment Proceeds:** Increase by \$6 million based on recognizing current year short-term debt (du jour) resources.
- **Miscellaneous:** Recognizes write-off recovery of property assets from former DDA.

Change to Requirements:

- **Housing:** Decrease appropriations by \$620,530 to match estimated year-end expenditures – based on moving Holgate Housing project and Single-Family scattered site housing projects to next fiscal year.
- **Infrastructure:** Decrease appropriations \$555,000 for transportation projects moving to future years.
- **Revitalization:** Increase appropriations a net \$525,000 to include extra appropriation for 72nd and Foster acquisition (reduced Clean Energy program and Redevelopment Loan Program by \$600,000).
- **Contingency:** Increase appropriations \$7.1 million based on unused resources to carry forward and programmed in FY 2011-12 and future years (mainly from current year short-term debt amendment).

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

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	8,012,556	0	8,012,556
Revenue			
Fees and Charges	306,880	0	306,880
Interest on Investments	20,000	0	20,000
Loan Collections	128,882	0	128,882
Property Income	1,547,000	0	1,547,000
Tax Increment Proceeds	15,052,106	-5,112,295	9,939,811
Total Revenue	17,054,868	-5,112,295	11,942,573
Total Resources	25,067,424	-5,112,295	19,955,129
Requirements			
Expenditures			
Business & Industry	1,717,292	-65,707	1,651,585
Housing	7,378,028	0	7,378,028
Infrastructure	3,578,132	-1,760,415	1,817,717
Revitalization	595,360	-49,293	546,067
Administration	47,000	4,787	51,787
Debt Service	3,100,000	0	3,100,000
Total Expenditures	16,415,812	-1,870,628	14,545,184
Transfers	1,429,897	0	1,429,897
Contingency	7,221,715	-3,241,667	3,980,048
Ending Fund Balance	0	0	0
Total Requirements	25,067,424	-5,112,295	19,955,129

Changes to Resources:

- **Tax Increment Proceeds (line of credit draws)** decrease by \$5 million based on reduction in planned expenditures.

Change to Requirements:

- **Business & Industry:** Decrease appropriations by \$65,707 for staff time (moved to Infrastructure)
- **Infrastructure:** Decrease appropriations a net \$1.8 million – includes decreases for Central District Greenway moving to next fiscal year, but slightly offset by adding appropriations for staff time (moved from B&I and Revitalization).
- **Revitalization:** Decrease appropriations a net \$49,293 for predevelopment expenses, staff time reallocated to Infrastructure.
- **Administration:** Increase appropriations by \$4,787 to match Westside Study IGA requirements.
- **Contingency:** Decrease appropriations \$3.2 million based on balancing requirements (reduction in tax increment draws).

**Revised Budget Appropriation by Fund
Other Federal Grants**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	692,607	0	692,607
Revenue			
Loan Collections	152,000	0	152,000
Total Revenue	152,000	0	152,000
Total Resources	844,607	0	844,607
Requirements			
Expenditures			
Business & Industry	725,000	0	725,000
Housing	31	0	31
Total Expenditures	725,031	0	725,031
Transfers	37,510	0	37,510
Contingency	82,066	0	82,066
Ending Fund Balance	0	0	0
Total Requirements	844,607	0	844,607

Changes to Resources:

No changes in resources.

Change to Requirements:

No changes in Requirements

**Revised Budget Appropriation by Fund
Risk Management Fund**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	249,700	0	249,700
Total Resources	249,700	0	249,700
Requirements			
Expenditures			
Administration	249,700	0	249,700
Total Expenditures	249,700	0	249,700
Ending Fund Balance	0	0	0
Total Requirements	249,700	0	249,700

Changes to Resources:

No changes in resources.

Change to Requirements:

No changes in Requirements

**Revised Budget Appropriation by Fund
 River District URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	12,157,166	0	12,157,166
Revenue			
Interest on Investments	100,000	0	100,000
Loan Collections	456,741	0	456,741
Property Income	1,016,000	0	1,016,000
Reimbursements	125,000	0	125,000
Tax Increment Proceeds	56,230,680	-9,706,806	46,523,874
Total Revenue	57,928,421	-9,706,806	48,221,615
Total Resources	70,085,587	-9,706,806	60,378,781
Requirements			
Expenditures			
Business & Industry	1,587,945	-100,000	1,487,945
Housing	28,136,178	-9,477,817	18,658,361
Infrastructure	19,223,251	-6,118,355	13,104,896
Revitalization	14,939,957	-133,402	14,806,555
Administration	200,000	20,000	220,000
Total Expenditures	64,087,331	-15,809,574	48,277,757
Transfers	5,498,256	0	5,498,256
Contingency	500,000	6,102,768	6,602,768
Ending Fund Balance	0	0	0
Total Requirements	70,085,587	-9,706,806	60,378,781

Changes to Resources:

Tax Increment Proceeds (line of credit draws) decrease by \$9.7 million based on reduction in planned expenditures (Housing and Infrastructure timing).

Change to Requirements:

- **Business & Industry:** Decrease appropriations by \$100,000 (true-up of required staff budget).
- **Housing:** Decrease appropriations by \$9.5 million to match current, amended IGA and expenditure estimates (already included in FY 2011-12 Proposed Budget – project timing associated with Yards at Union Station, Blanchet House and Resource Access Center).
- **Infrastructure:** Decrease appropriations \$6.1 million timing of expenditures on Union Station rehabilitation and Neighborhood Park (already included in FY 2011-12 Proposed Budget).
- **Revitalization:** Decrease appropriations \$133,402 (true-up of required staff budget).
- **Administration:** Increase appropriations by \$20,000 for work associated with River District economic analysis and debt management costs.
- **Contingency:** Increase appropriations \$6.1 million based on unused resources to carry forward to FY 2011-12. Most of the increase is due to an increase in short-term (du jour) tax increment revenues that is available. The higher short-term debt proceeds will be carried-forward to future fiscal years project needs and require less borrowing using long-term lines of credit.

**Revised Budget Appropriation by Fund
 South Park Blocks URA**

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	18,327,123	-1	18,327,122
Revenue			
Interest on Investments	70,000	0	70,000
Loan Collections	68,732	0	68,732
Property Income	1,800,000	0	1,800,000
Total Revenue	1,938,732	0	1,938,732
Total Resources	20,265,855	-1	20,265,854
Requirements			
Expenditures			
Business & Industry	7,986,673	-43,690	7,942,983
Housing	4,459,939	-495,641	3,964,298
Infrastructure	0	54,000	54,000
Revitalization	1,057,007	128,759	1,185,766
Administration	83,086	-53,299	29,787
Total Expenditures	13,586,705	-409,871	13,176,834
Transfers	1,342,735	0	1,342,735
Contingency	5,336,415	409,870	5,746,285
Ending Fund Balance	0	0	0
Total Requirements	20,265,855	-1	20,265,854

Changes to Resources:

No material changes to Resources

Change to Requirements:

- **Business & Industry:** Decrease appropriations by net \$43,690 (appropriations for business finance moved to Revitalization – downtown retail loan, but offset by increases for staff time allocation being moved from Revitalization).
- **Housing:** Decrease appropriations by \$495,641 to match current, amended IGA and expenditure estimates (Reduced Section 8 housing preservation that already included in the FY 2011-12 Proposed Budget).
- **Infrastructure:** Increase appropriations \$54,000 for staff time (reallocated from Revitalization) and \$50,000 for preliminary work on Streetcar /OSC adjustment.
- **Revitalization:** Increase appropriations a net \$128,759 for increase resulting from moving funds for downtown retail loan, adding appropriations for final Transit Mall redevelopment payments, and decreasing appropriations for staff time being added in B&I and Infrastructure.
- **Administration:** Decrease appropriations by \$53,299 for updated allocation for Westside Central City Study IGA.
- **Contingency:** Increase appropriations \$409,870 based on unused resources to carry forward to FY 2011-12 (mostly associated with Housing IGA adjustment and already programmed in the FY 2011-12 Proposed Budget).

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

	Revised 2 FY 2010-11	Recommended Change	Revised 3 FY 2010-11
Resources			
Beginning Fund Balance	1,200,605	0	1,200,605
Revenue			
Interest on Investments	2,000	5,000	7,000
Tax Increment Proceeds	847,711	0	847,711
Total Revenue	849,711	5,000	854,711
Total Resources	2,050,316	5,000	2,055,316
Requirements			
Expenditures			
Business & Industry	275,000	20,000	295,000
Revitalization	535,431	-15,000	520,431
Administration	5,187	0	5,187
Total Expenditures	815,618	5,000	820,618
Transfers	220,531	0	220,531
Contingency	1,014,167	0	1,014,167
Ending Fund Balance	0	0	0
Total Requirements	2,050,316	5,000	2,055,316

Changes to Resources:

Interest earnings increase by \$5,000 to recognize updated forecast of interest earnings.

Change to Requirements:

- **Business & Industry:** Increase appropriations by \$20,000 for staff time (moved from Revitalization.)
- **Revitalization:** Decrease appropriations \$15,000 for staff time categorized as B&I instead of Revitalization.

PDC

PORTLAND DEVELOPMENT COMMISSION

Resolution Number 6875

Title:

ADOPTING BUDGET AMENDMENT NO. 3 FOR THE FISCAL YEAR BEGINNING JULY 1, 2010 AND ENDING JUNE 30, 2011; AND MAKING APPROPRIATIONS

Adopted by the Portland Development Commission on May 11, 2011.

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 type="checkbox"/>	Commissioner John Mohlis	<input 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 checked="" type="checkbox"/>	Commissioner Charles Wilhoite	<input checked="" 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 duly recorded in the official minutes of the meeting.



Recording Secretary

Date: May 11, 2011