

**PROSPER PORTLAND**

Portland, Oregon

**RESOLUTION NO. 7350**

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING  
JULY 1, 2019, AND ENDING JUNE 30, 2020; AND MAKING APPROPRIATIONS**

**WHEREAS**, the Prosper Portland Board of Commissioners (“Board”) adopted the budget for fiscal year (“FY”) 2019-20 (the “FY 2019-20 Adopted Budget”) on June 12, 2019, pursuant to Resolution No. 7314;

**WHEREAS**, the Prosper Portland Board adopted Budget Amendment No. 1 for FY 2019-20 on September 11, 2019, pursuant to Resolution No. 7339;

**WHEREAS**, the appropriation categories for the FY 2019-20 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 Prosper Portland’s FY 2019-20 Revised Budget to reflect such changes in accordance with 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 Prosper Portland budget from \$389,217,225 in the FY 2019-20 Adopted Budget to \$460,754,735 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 2019-20 Adopted 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 2019-20 Adopted Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$460,754,735 (the FY 2019-20 Adopted Budget, as so amended, the “FY 2019-20 Revised 2 Budget”);

**BE IT FURTHER RESOLVED**, that pursuant to Prosper Portland’s FY 2019-20 Revised 2 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2019, and ending June 30, 2020, from the funds and for the expenditure categories as detailed in the FY 2019-20 Revised 2 Budget; and;

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

Adopted by the Prosper Portland Commission on



Pam Feigenbutz, Recording Secretary

<b>Total All Funds</b>	<b>Revised 1 FY 2019-20</b>	<b>Revision</b>	<b>Revised 2 FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	229,425,298	64,228,522	293,653,820
<b>Revenue</b>			
City General Fund	7,302,620	0	7,302,620
Fees and Charges	1,778,753	270,000	2,048,753
Grants - Federal except HCD	0	50,000	50,000
Grants - HCD Contract	2,280,648	0	2,280,648
Grants - State & Local	801,142	0	801,142
Interest on Investments	3,623,220	2,342,164	5,965,384
Loan Collections	2,607,106	-215,648	2,391,458
TIF Debt Proceeds	113,567,326	6,637,577	120,204,903
Miscellaneous	0	58,000	58,000
Property Income	13,496,687	-2,739,000	10,757,687
Reimbursements	334,181	-15,000	319,181
Service Reimburesments	13,970,244	0	13,970,244
Transfers In	30,000	920,895	950,895
<b>Total Revenue</b>	<b>159,791,927</b>	<b>7,308,988</b>	<b>167,100,915</b>
<b>Total Resources</b>	<b>389,217,225</b>	<b>71,537,510</b>	<b>460,754,735</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	15,488,844	-575,120	14,913,724
Economic Development	16,395,125	1,227,970	17,623,095
Housing	48,772,357	7,798,137	56,570,494
Infrastructure	14,448,227	2,093,613	16,541,840
Property Redevelopment	115,620,255	-20,099,318	95,520,937
<b>Total Expenditures</b>	<b>210,724,808</b>	<b>-9,554,718</b>	<b>201,170,090</b>
Transfers	14,000,244	920,895	14,921,139
Contingency	164,492,173	80,171,333	244,663,506
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>389,217,225</b>	<b>71,537,510</b>	<b>460,754,735</b>

**Changes to Resources:**

**Beginning Fund Balance** increases by \$64 million based on year-end balances. By Fund, the larger increases are due to timing of projects and prior year utilization grant and lending budgets in Interstate, River District, Downtown Waterfront and Lents districts.

**Fees and Charges** increase by \$270,000 for the new Community Opportunities and Enhancement Program and projected Mercatus and My People's Market revenue.

**Grants** increase by \$50,000 primarily due to finalization of the multi-year Union Station analysis project.

**Changes to Resources Continued:**

**Interest on Investments** increases by \$2.3 million from updated interest earnings on cash balances.

**Loan Collections** decrease by \$216,648 based on revised forecast of loan collections.

**TIF Debt Proceeds** increase by \$6.6 million due to adjustment of bond issuance proceeds in Lents.

**Property Income** decreases by a net \$2.7 million, mostly related a \$1.5 million decrease to an estimated disposition in Lents.

**Reimbursements** decrease by \$15,000 due to adjustment in revenues for the management of 10th & Yamhill retail operations.

**Transfers In** increase by \$920,895 related to interfund loan repayments.

**Changes to Requirements:**

**Administration** decreases a net \$575,120. The net change includes an net increase to administrative overhead for current year anticipated office move expenses of \$353,000 and increases in the current year debt management agreement with the City of Portland (allocated across all TIF Districts). However, personnel expense reclassifications from general administration to Property Redevelopment and Economic Development, as well as \$200,000 in estimated personnel savings from vacancies more than offset these additions.

**Economic Development** increases by \$1.2 million. \$200,000 is added in the Airport Way TIF District for a business finance loan and \$200,000 is added to the new Community Opportunities and Enhancements Program Fund (COEP) as a placeholder for anticipated program management and initial program disbursements.

**Housing** increases by a net \$7.8 million from prior year rollover. Most of the changes occurred in the Interstate TIF District.

**Infrastructure** increases by a net \$2.1 million, most of the increase is due to an increase in the allocation for the Earl Blumenauer pedestrian bridge in the Oregon Convention Center TIF District. The increase will be part of a funding agreement with the Bureau of Transportation with infrastructure improvements occurring at Broadway Corridor.

**Property Redevelopment** decreases a net \$20.1 million. The majority of the decrease is related to anticipated demand for the resources in Old Town/Chinatown in the River District and Downtown Waterfront District and will be re-budgeted in the in FY 2020-21 Draft Budget. Decreases are offset by increases in Oregon Convention Center related to closeout construction of the Convention Center Hotel Garage and design of 100 Multnomah, increases in Central Eastside related to predevelopment of the ODOT Blocks and a reallocation of personnel costs in the General Fund from Administration to Property Redevelopment based on general lending, grant and other property redevelopment activities staff are engaged in.

**Transfers Out** increases \$920,895 based on repayment of year-end interfund loans to the HCD fund from the Enterprise Loans Fund and a \$180,000 transfer of loan income from the General Fund to the Enterprise Fund to consolidate funds available for working capital type loans.

**Contingency** increases \$80.2 million to represent to overall change between updated resources and expenditures. Contingency represent the amount (within each fund) available for appropriation by another supplemental budget. this amount also will be included as the estimated beginning fund balance for the FY 2020-21 Draft Budget.

<b>General Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	1,309,056	77,487	1,386,543
<b>Revenue</b>			
City General Fund	7,302,620	0	7,302,620
Fees and Charges	342,960	70,000	412,960
Miscellaneous	0	58,000	58,000
Service Reimburesments	13,970,244	0	13,970,244
Transfers In	0	42,779	42,779
<b>Total Revenue</b>	<b>21,615,824</b>	<b>170,779</b>	<b>21,786,603</b>
<b>Total Resources</b>	<b>22,924,880</b>	<b>248,266</b>	<b>23,173,146</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	14,004,734	-390,223	13,614,511
Economic Development	6,658,156	406,156	7,064,312
Property Redevelopment	560,594	392,055	952,649
<b>Total Expenditures</b>	<b>21,223,484</b>	<b>407,988</b>	<b>21,631,472</b>
Transfers	519,424	248,116	767,540
Contingency	1,181,972	-407,838	774,134
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>22,924,880</b>	<b>248,266</b>	<b>23,173,146</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$77,487 based on year-end balances.
- **Fees and Charges** increase by \$70,000 for projected Mercatus and My People's Market revenue.
- **Miscellaneous** increase by \$58,000 for allowances related to lease signing.
- **Transfers In** increase \$42,779 for revenue that was received in the Business Management Fund in FY 2018-19 that is to be split with the General Fund.

**Changes to Requirements:**

- **Administration** decreases a net \$390,223. Includes budget for office move of \$353,000 anticipated for the current year. However, these increases are offset by reduction and reclassification of personnel cost to Property Redevelopment and Economic Development. Overall personnel costs are reduced by \$200,000.
- **Economic Development** increases by \$406,156. Includes reallocation of \$100,000 in City General Fund resources from the James Beard Market predevelopment to the Division Bus Rapid Transit Business Support program. Balance of the increases related to reclassification of personnel costs.
- **Property Redevelopment** increases \$392,055, primarily due to reclassification of personnel costs.
- **Contingency** decreases \$407,838 to cover net changes in administration and other general overhead - primarily related to office move costs anticipated for the current fiscal year.

<b>Other Federal Grants</b>	<b>Revised 1 FY 2019-20</b>	<b>Revision</b>	<b>Revised 2 FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	1,345,378	103,738	1,449,116
<b>Revenue</b>			
Fees and Charges	500	0	500
Loan Collections	199,756	0	199,756
<b>Total Revenue</b>	<b>200,256</b>	<b>0</b>	<b>200,256</b>
<b>Total Resources</b>	<b>1,545,634</b>	<b>103,738</b>	<b>1,649,372</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	276,407	239,339	515,746
<b>Total Expenditures</b>	<b>276,407</b>	<b>239,339</b>	<b>515,746</b>
Contingency	1,269,227	-135,601	1,133,626
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>1,545,634</b>	<b>103,738</b>	<b>1,649,372</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$103,738 based on prior year ending balance for EDA loan fund.

**Changes to Requirements:**

- **Economic Development** increases \$239,339 to appropriate more resources for current year lending based on anticipated activity.
- **Contingency** decreases \$135,601 to appropriate towards spending in the current year. More may be appropriated in Revised 3 Budget in the Spring if needed based on timing and volume of EDA loan activity.

<b>HCD Contract Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	0	547,000	547,000
<b>Revenue</b>			
Grants - HCD Contract	2,280,648	0	2,280,648
<b>Total Revenue</b>	<b>2,280,648</b>	<b>0</b>	<b>2,280,648</b>
<b>Total Resources</b>	<b>2,280,648</b>	<b>547,000</b>	<b>2,827,648</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	2,280,648	0	2,280,648
<b>Total Expenditures</b>	<b>2,280,648</b>	<b>0</b>	<b>2,280,648</b>
Transfers	0	547,000	547,000
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>2,280,648</b>	<b>547,000</b>	<b>2,827,648</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$547,000 due to interfund loans assisting in short term cash needs that crossed fiscal years from FY 2018-19 to FY 2019-20.

**Changes to Requirements:**

- **Transfers** increase by \$547,000 from scheduled short term interfund loan repayments (repayment to Enterprise Loans Fund).

COEP Fund	Revised 1		Revised 2
	FY 2019-20	Revision	FY 2019-20
<b>Resources</b>			
<b>Revenue</b>			
Fees and Charges	0	200,000	200,000
<b>Total Revenue</b>	<b>0</b>	<b>200,000</b>	<b>200,000</b>
<b>Total Resources</b>	<b>0</b>	<b>200,000</b>	<b>200,000</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Developmen	0	200,000	200,000
<b>Total Expenditures</b>	<b>0</b>	<b>200,000</b>	<b>200,000</b>
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>0</b>	<b>200,000</b>	<b>200,000</b>

**Establishes the new Community Opportunities and Enhancements Program (COEP) Fund to manage resources received in connection to an intergovernmental agreement**

**Changes to Resources:**

- **Fees and Charges** increases by \$200,000 for estimated resources related to the 1% charge on City of Portland hard construction projects dedicated to the COEP program.

**Changes to Requirements:**

- **Economic Development** increases \$200,000 to establish appropriations for program management and anticipated program disbursements.



<b>Enterprise Zone</b>	<b>Revised 1 FY 2019-20</b>	<b>Revision</b>	<b>Revised 2 FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	3,439,070	694,745	4,133,815
<b>Revenue</b>			
Fees and Charges	1,416,967	0	1,416,967
<b>Total Revenue</b>	<b>1,416,967</b>	<b>0</b>	<b>1,416,967</b>
<b>Total Resources</b>	<b>4,856,037</b>	<b>694,745</b>	<b>5,550,782</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,559,731	-28,000	1,531,731
<b>Total Expenditures</b>	<b>1,559,731</b>	<b>-28,000</b>	<b>1,531,731</b>
Transfers	35,392	0	35,392
Contingency	3,260,914	722,745	3,983,659
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>4,856,037</b>	<b>694,745</b>	<b>5,550,782</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$694,745 due to carry over of projects and underspending.

**Changes to Requirements:**

- **Economic Development** decreases by \$28,000 due to estimated staffing updates.
- **Contingency** increases \$722,745 thousand based on the increase in beginning fund balance and decrease in Economic Development appropriations. The Economic Development Department has made a concerted effort to maintain a \$4 million balance to provide a funding reserve in the event of an economic recession and lower, annual program resources are available to fund small business and workforce development programs.

<b>Ambassador Program Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	11,419	3,376	14,795
<b>Revenue</b>			
Total Revenue	0	0	0
<b>Total Resources</b>	<b>11,419</b>	<b>3,376</b>	<b>14,795</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	0	10,000	10,000
<b>Total Expenditures</b>	<b>0</b>	<b>10,000</b>	<b>10,000</b>
Contingency	11,419	-6,624	4,795
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>11,419</b>	<b>3,376</b>	<b>14,795</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$3,376 due to prior year ending balance.

**Changes to Requirements:**

- **Economic Development** increases \$10,000 to establish appropriations if fund resources are needed for Economic Development activity.
- **Contingency** decreases \$6,624 from increased beginning fund balance. Funds will be appropriated if needed in Revision 3.

<b>Airport Way TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	4,921,037	1,003,769	5,924,806
<b>Revenue</b>			
Fees and Charges	362	0	362
Interest on Investments	82,364	36,897	119,261
Loan Collections	70,316	0	70,316
<b>Total Revenue</b>	<b>153,042</b>	<b>36,897</b>	<b>189,939</b>
<b>Total Resources</b>	<b>5,074,079</b>	<b>1,040,666</b>	<b>6,114,745</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	7,821	3,230	11,051
Economic Development	46,908	202,001	248,909
Property Redevelopment	234,665	35,263	269,928
<b>Total Expenditures</b>	<b>289,394</b>	<b>240,494</b>	<b>529,888</b>
Transfers	156,879	0	156,879
Contingency	4,627,806	800,172	5,427,978
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>5,074,079</b>	<b>1,040,666</b>	<b>6,114,745</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$1 million due to higher prior year ending balance.
- **Interest of Investments** increases by \$36,897 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration:** Increases \$3,230 to address higher current year debt management expense allocation.
- **Economic Development:** Increases \$202,001 to provide appropriations for a committed business finance loan.
- **Property Redevelopment:** Increases \$35,263 to provide appropriations for ongoing due diligence related to Cascade Station sub-lease utilization.
- **Contingency** increases \$800,172 from net changes in resources and expenditures.

<b>Central Eastside TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	31,407,041	1,413,869	32,820,910
<b>Revenue</b>			
Fees and Charges	2,424	0	2,424
Interest on Investments	370,902	234,958	605,860
Loan Collections	225,986	0	225,986
TIF Debt Proceeds	6,693,300	0	6,693,300
Property Income	478,784	0	478,784
<b>Total Revenue</b>	<b>7,771,396</b>	<b>234,958</b>	<b>8,006,354</b>
<b>Total Resources</b>	<b>39,178,437</b>	<b>1,648,827</b>	<b>40,827,264</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	6,650	3,945	10,595
Economic Development	361,375	-10,731	350,644
Housing	4,751,102	0	4,751,102
Infrastructure	1,985,000	755	1,985,755
Property Redevelopment	5,578,973	2,800,881	8,379,854
<b>Total Expenditures</b>	<b>12,683,100</b>	<b>2,794,850</b>	<b>15,477,950</b>
Transfers	481,433	0	481,433
Contingency	26,013,904	-1,146,023	24,867,881
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>39,178,437</b>	<b>1,648,827</b>	<b>40,827,264</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases by \$1.4 million due to project underspending in prior fiscal year (infrastructure, grants, and strategic site development).
- **Interest of Investments** increases by \$234,958 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration** Increases \$3,945 to address higher current year debt management expense allocation.
- **Economic Development** decreases \$10,731 based on reallocation of personnel costs.
- **Infrastructure** increases by \$755 for reallocation of personnel costs.
- **Property Redevelopment** increases \$2.8 million for predevelopment activities on ODOT Blocks including \$100 thousand for special authority grant for James Beard Market predevelopment.
- **Contingency** decreases \$1.1 million to balance changes in resources with expenditures.

<b>Convention Center TIF Fund</b>	<b>Revised 1 FY 2019-20</b>	<b>Revision</b>	<b>Revised 2 FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	8,704,863	6,077,777	14,782,640
<b>Revenue</b>			
Fees and Charges	6,074	0	6,074
Interest on Investments	342,612	-181,020	161,592
Loan Collections	551,871	0	551,871
Property Income	4,156,000	-1,000,000	3,156,000
<b>Total Revenue</b>	<b>5,056,557</b>	<b>-1,181,020</b>	<b>3,875,537</b>
<b>Total Resources</b>	<b>13,761,420</b>	<b>4,896,757</b>	<b>18,658,177</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	12,121	7,530	19,651
Economic Development	166,899	-10,796	156,103
Housing	549,653	42,378	592,031
Infrastructure	2,000,000	2,500,000	4,500,000
Property Redevelopment	8,035,749	4,562,508	12,598,257
<b>Total Expenditures</b>	<b>10,764,422</b>	<b>7,101,620</b>	<b>17,866,042</b>
Transfers	546,651	0	546,651
Contingency	2,450,347	-2,204,863	245,484
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>13,761,420</b>	<b>4,896,757</b>	<b>18,658,177</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$6.1 million based on prior year project underspending, including final construction costs for the Convention Center Hotel Garage that was completed early this fiscal year.
- **Interest of Investments** increases by \$181,020 based on updated interest rate and cash balance forecast.
- **Property Income** decreases \$1 million to reflect adjustment in parking income for the Hotel Garage for the first year of operations.

**Changes to Requirements:**

- **Administration** increases \$7,530 to address higher current year debt management expense allocation
- **Economic Development** decreases \$10,796 to reflect updated personnel allocation to fund.
- **Housing** increases \$42,378 to match PHB budget (carryover from prior year).
- **Infrastructure** increases \$2.5 million to add to Sullivan's Crossing pedestrian bridge IGA.
- **Property Redevelopment** increases \$4.6 million, the carryover included final construction costs for the Convention Center Hotel Garage as well as capital improvements on the Inn at the Convention Center.
- **Contingency** decreases \$2.2 million to balance updated resources with expenditures.

<b>Downtown Waterfront TIF Fund</b>	<b>Revised 1</b> FY 2019-20	<b>Revision</b>	<b>Revised 2</b> FY 2019-20
<b>Resources</b>			
Beginning Fund Balance	37,201,421	6,380,748	43,582,169
<b>Revenue</b>			
Fees and Charges	290	0	290
Interest on Investments	426,530	422,548	849,078
Loan Collections	97,831	0	97,831
Property Income	19,740	0	19,740
Reimbursements	17,000	0	17,000
<b>Total Revenue</b>	<b>561,391</b>	<b>422,548</b>	<b>983,939</b>
<b>Total Resources</b>	<b>37,762,812</b>	<b>6,803,296</b>	<b>44,566,108</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	12,121	7,530	19,651
Economic Development	108,200	73,318	181,518
Housing	0	565,578	565,578
Property Redevelopment	31,581,188	-25,120,080	6,461,108
<b>Total Expenditures</b>	<b>31,701,509</b>	<b>-24,473,654</b>	<b>7,227,855</b>
Transfers	128,506	0	128,506
Contingency	5,932,797	31,276,950	37,209,747
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>37,762,812</b>	<b>6,803,296</b>	<b>44,566,108</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$6.4 million due to higher prior year ending balance related to Old Town/Chinatown Action Plan resources.
- **Interest of Investments** increases by \$422,548 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration** increases \$7,530 to address higher current year debt management expense allocation.
- **Economic Development** increases \$73,318 to address reallocation of personnel costs.
- **Property Redevelopment** Decreases by \$25.1 million to push majority of Old Town/Chinatown resources to next fiscal year based on anticipated timeline of projects currently moving forward.
- **Contingency** increases \$31.3 million to balance updated resources and expenditures; reserved for OT/CT Investment programming in future fiscal years.

<b>Gateway Reg Center TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	17,706,873	1,521,190	19,228,063
<b>Revenue</b>			
Fees and Charges	48	0	48
Interest on Investments	154,323	89,766	244,089
Loan Collections	187,267	0	187,267
TIF Debt Proceeds	5,994,000	-55,508	5,938,492
Property Income	63,600	0	63,600
<b>Total Revenue</b>	<b>6,399,238</b>	<b>34,258</b>	<b>6,433,496</b>
<b>Total Resources</b>	<b>24,106,111</b>	<b>1,555,448</b>	<b>25,661,559</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	5,589	4,214	9,803
Economic Development	350,200	6,682	356,882
Housing	4,709,702	-1,000,000	3,709,702
Infrastructure	1,058,363	-1,050,372	7,991
Property Redevelopment	17,251,331	124,891	17,376,222
<b>Total Expenditures</b>	<b>23,375,185</b>	<b>-1,914,585</b>	<b>21,460,600</b>
Transfers	327,255	0	327,255
Contingency	403,671	3,470,033	3,873,704
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>24,106,111</b>	<b>1,555,448</b>	<b>25,661,559</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$1.5 in project carryover from prior year (Gateway Park, grant programs).
- **Interest on Investments** increases by \$89,766 based on updated interest rate and cash balance forecast.
- **TIF Debt Proceeds** decrease \$55,508 thousand to recognize updated TIF forecast that was not updated in Adopted Budget.

**Changes to Requirements:**

- **Administration** increases \$4,214 to address higher current year debt management expense.
- **Economic Development** increases \$6,682 to match personnel allocation changes.
- **Housing** decreases \$3 million to match PHB budget.
- **Infrastructure** decreased \$1.1 million due to street improvement budget being pushed out to FY20-21 to match timing of new construction surrounding Halsey 106 project.
- **Property Redevelopment** increases \$124,891 to match personnel allocation changes.
- **Contingency** increases \$3.5 million to balance updated resources with expenditures.

<b>Interstate Corridor TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	24,788,189	23,273,652	48,061,841
<b>Revenue</b>			
Fees and Charges	2,128	0	2,128
Interest on Investments	507,694	273,941	781,635
Loan Collections	231,684	0	231,684
TIF Debt Proceeds	26,973,000	0	26,973,000
Property Income	386,233	0	386,233
Reimbursements	142,653	0	142,653
<b>Total Revenue</b>	<b>28,243,392</b>	<b>273,941</b>	<b>28,517,333</b>
<b>Total Resources</b>	<b>53,031,581</b>	<b>23,547,593</b>	<b>76,579,174</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	32,610	12,832	45,442
Economic Development	363,102	-16,314	346,788
Housing	27,049,021	9,263,378	36,312,399
Infrastructure	774,000	226,069	1,000,069
Property Redevelopment	8,009,521	2,424,671	10,434,192
<b>Total Expenditures</b>	<b>36,228,254</b>	<b>11,910,636</b>	<b>48,138,890</b>
Transfers	2,250,116	0	2,250,116
Contingency	14,553,211	11,636,957	26,190,168
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>53,031,581</b>	<b>23,547,593</b>	<b>76,579,174</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$23.3 million in project underspending and carryover from prior year (Housing Set Aside and N/NE programming).
- **Interest of Investments** increases by \$273,941 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration** increases \$12,832 to address higher current year debt management expense.
- **Economic Development** decreases \$16,314 to match updated personnel allocation.
- **Housing** increases \$9.3 million to match PHB budget for anticipated Set-Aside spending.
- **Infrastructure** increases \$226,069 for balance of Lombard street improvement expenditures to occur this fiscal year (prior year carryover).
- **Property Redevelopment** increases \$2.4 million which accounts for carry over of N/NE Commercial Lending, PIP Match Lending, Community Livability Grant and PIP Grant balances from the prior fiscal year.
- **Contingency** increases \$11.6 million for available resources not being appropriated in the current fiscal year - to be appropriated in future fiscal years.



<b>Lents Town Center TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	2,754,821	4,535,244	7,290,065
<b>Revenue</b>			
Fees and Charges	3,120	0	3,120
Interest on Investments	152,644	354,692	507,336
Loan Collections	294,913	0	294,913
TIF Debt Proceeds	44,842,053	7,107,735	51,949,788
Property Income	4,826,301	-1,500,000	3,326,301
Reimbursements	54,528	0	54,528
<b>Total Revenue</b>	<b>50,173,559</b>	<b>5,962,427</b>	<b>56,135,986</b>
<b>Total Resources</b>	<b>52,928,380</b>	<b>10,497,671</b>	<b>63,426,051</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	38,243	39,853	78,096
Economic Development	783,442	13,819	797,261
Housing	4,482,575	101,418	4,583,993
Infrastructure	1,880,864	11,089	1,891,953
Property Redevelopment	12,334,910	127,376	12,462,286
<b>Total Expenditures</b>	<b>19,520,034</b>	<b>293,555</b>	<b>19,813,589</b>
Transfers	2,289,654	0	2,289,654
Contingency	31,118,692	10,204,116	41,322,808
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>52,928,380</b>	<b>10,497,671</b>	<b>63,426,051</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$4.5 million in project underspending and carry over from prior year (Housing Set Aside; commercial lending).
- **Interest of Investments** increases by \$354,692 based on updated interest rate and cash balance forecast.
- **TIF Debt Proceeds** increase \$7.1 million to match final estimated available proceeds from projected bond sale necessary to reach maximum indebtedness by final date to issue debt (June 30, 2020).

**Changes to Requirements:**

- **Administration** increases \$39,853 to address higher current year debt management expense.
- **Economic Development** increases \$13,819 to match updated personnel allocation.
- **Housing** increases \$101,418 to match PHB budget.
- **Infrastructure** increases \$11,089 to match updated personnel allocation.
- **Property Redevelopment** increases \$127,376 to match updated personnel allocation to projects and Community Livability Grant program carryover. Increases are slightly offset by decreases in property management expense estimates.
- **Contingency** increases \$10.2 million to balance updated resources and expenditures.

NPI TIF Fund	Revised 1		Revised 2
	FY 2019-20	Revision	FY 2019-20
<b>Resources</b>			
Beginning Fund Balance	1,184,788	441,445	1,626,233
<b>Revenue</b>			
Grants - State & Local	801,142	0	801,142
TIF Debt Proceeds	561,897	0	561,897
<b>Total Revenue</b>	<b>1,363,039</b>	<b>0</b>	<b>1,363,039</b>
<b>Total Resources</b>	<b>2,547,827</b>	<b>441,445</b>	<b>2,989,272</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,106,215	0	1,106,215
<b>Total Expenditures</b>	<b>1,106,215</b>	<b>0</b>	<b>1,106,215</b>
Transfers	113,820	83,000	196,820
Contingency	1,327,792	358,445	1,686,237
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>2,547,827</b>	<b>441,445</b>	<b>2,989,272</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$441,445 in project carryover from prior year.

**Changes to Requirements:**

- **Transfers Out** increase \$83,000 for repayment of interfund loans (both short term and long-term) for several districts. Resources are transferred back to the Enterprise Loans Fund.
- **Contingency** increases \$358,445 for project carry forward reserved for future fiscal years. Most of the contingency is related to TIF resources in reserve for Jade and Division-Midway districts. Additional disbursements may occur by end of fiscal year and will be addressed in Revised 3 (Spring) budget.

<b>North Macadam TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	20,033,191	12,801	20,045,992
<b>Revenue</b>			
Interest on Investments	268,385	190,982	459,367
TIF Debt Proceeds	13,516,076	-414,650	13,101,426
Property Income	361,516	0	361,516
<b>Total Revenue</b>	<b>14,145,977</b>	<b>-223,668</b>	<b>13,922,309</b>
<b>Total Resources</b>	<b>34,179,168</b>	<b>-210,867</b>	<b>33,968,301</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	15,337	3,278	18,615
Economic Development	0	245	245
Housing	4,732,018	-1,450,000	3,282,018
Infrastructure	3,750,000	0	3,750,000
Property Redevelopment	5,328,658	-4,136,882	1,191,776
<b>Total Expenditures</b>	<b>13,826,013</b>	<b>-5,583,359</b>	<b>8,242,654</b>
Transfers	1,989,180	0	1,989,180
Contingency	18,363,975	5,372,492	23,736,467
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>34,179,168</b>	<b>-210,867</b>	<b>33,968,301</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$12,801 based on final, prior year ending balances.
- **Interest of Investments** increases by \$190,982 based on updated interest rate and cash balance forecast.
- **TIF Debt Proceeds** decrease \$414,650 to match current TIF projection that was not updated in the Adopted Budget.

**Changes to Requirements:**

- **Administration** increases \$3,278 to address higher current year debt management expense.
- **Economic Development** increases \$245 to match updated personnel allocation.
- **Housing** decreases \$1.5 million to match updated PHB Set Aside budget and timing for current projects.
- **Property Redevelopment** decreases a net \$4.1 million. Timing of PSU disbursement for University Place is decreased \$4.5 million and move to next fiscal year. The decrease is offset by \$350,000 increase in predevelopment and due diligence for North District and South District analysis/property acquisition.
- **Contingency** increases \$5.4 million reserved for appropriation in later in current fiscal year or future fiscal years based on project timing.

River District TIF Fund	Revised 1		Revised 2
	FY 2019-20	Revision	FY 2019-20
<b>Resources</b>			
Beginning Fund Balance	52,888,175	15,294,369	68,182,544
<b>Revenue</b>			
Fees and Charges	3,380	0	3,380
Grants - Federal except HCD	0	50,000	50,000
Interest on Investments	1,047,215	838,764	1,885,979
Loan Collections	455,162	0	455,162
TIF Debt Proceeds	12,987,000	0	12,987,000
Property Income	2,714,281	0	2,714,281
Reimbursements	90,000	0	90,000
<b>Total Revenue</b>	<b>17,297,038</b>	<b>888,764</b>	<b>18,185,802</b>
<b>Total Resources</b>	<b>70,185,213</b>	<b>16,183,133</b>	<b>86,368,346</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	1,345,797	-291,033	1,054,764
Economic Development	33,392	124,641	158,033
Housing	2,498,286	-166,596	2,331,690
Infrastructure	0	405,517	405,517
Property Redevelopment	25,958,428	-6,082,385	19,876,043
<b>Total Expenditures</b>	<b>29,835,903</b>	<b>-6,009,856</b>	<b>23,826,047</b>
Transfers	4,603,839	0	4,603,839
Contingency	35,745,471	22,192,989	57,938,460
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>70,185,213</b>	<b>16,183,133</b>	<b>86,368,346</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$15.3 million in project underspending and carry over from prior year (primarily related to Old Town/Chinatown action plan).
- **Grants - Federal except HCD** increase \$50,000 for final, remaining amount for Union Station grant reimbursements.
- **Interest of Investments** increases by \$838,764 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration** decreases \$291,033 to address higher debt management allocation.
- **Economic Development** increases \$124,641 includes adding \$100,000 for business lending (no allocation was in the adopted budget and reallocation to match personnel allocation).
- **Housing** decreases \$166,596 to match PHB revised budget for the current year.
- **Infrastructure** increases \$405,517 for final Union Station analysis; \$50,000 is funded by remaining grant (see above).
- **Property Redevelopment** decreases \$6.1 million. This includes a \$7.3 million reduction to move Old Town/Chinatown expenditures to future fiscal years based on anticipated timing; offset by increases in ongoing predevelopment for the Old Fire Station; 4th and Burnside, and the USPS site. Also includes final project expenditures related to the 10th and Yamhill project (carryover from prior year).
- **Contingency** increases \$22.2 million to balance updated resources with expenditures - to be appropriated in future fiscal years.

<b>South Park Blocks TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	5,942,593	831,303	6,773,896
<b>Revenue</b>			
Fees and Charges	500	0	500
Interest on Investments	92,969	27,998	120,967
Loan Collections	43,502	0	43,502
TIF Debt Proceeds	2,000,000	0	2,000,000
<b>Total Revenue</b>	<b>2,136,971</b>	<b>27,998</b>	<b>2,164,969</b>
<b>Total Resources</b>	<b>8,079,564</b>	<b>859,301</b>	<b>8,938,865</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	7,821	3,230	11,051
Economic Development	210,000	0	210,000
Housing	0	441,981	441,981
Infrastructure	3,000,000	555	3,000,555
Property Redevelopment	50,000	21,805	71,805
<b>Total Expenditures</b>	<b>3,267,821</b>	<b>467,571</b>	<b>3,735,392</b>
Transfers	481,332	0	481,332
Contingency	4,330,411	391,730	4,722,141
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>8,079,564</b>	<b>859,301</b>	<b>8,938,865</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$831,303 in project carry over from prior year.
- **Interest of Investments** increases by \$27,998 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Administration** increases \$3,230 to address higher debt management allocation.
- **Housing** increases \$441,981 to align with PHB budget. Final Set Aside resources in the district.
- **Infrastructure** increases \$555 to match updated personnel allocation.
- **Property Redevelopment** increases \$21,805 to match updated personnel allocation.
- **Contingency** increases \$391,730 to balance updated resources with expenditures.

<b>Willamette Industrial TIF Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	4,157,435	120,945	4,278,380
<b>Revenue</b>			
Interest on Investments	62,628	26,215	88,843
<b>Total Revenue</b>	<b>62,628</b>	<b>26,215</b>	<b>88,843</b>
<b>Total Resources</b>	<b>4,220,063</b>	<b>147,160</b>	<b>4,367,223</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	90,000	306	90,306
Property Redevelopment	20,000	40,618	60,618
<b>Total Expenditures</b>	<b>110,000</b>	<b>40,924</b>	<b>150,924</b>
Transfers	33,528	0	33,528
Contingency	4,076,535	106,236	4,182,771
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>4,220,063</b>	<b>147,160</b>	<b>4,367,223</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$120,945 in balance carry over from prior year.
- **Interest of Investments** increases by \$26,215 based on updated interest rate and cash balance forecast.

**Changes to Requirements:**

- **Economic Development** increases \$306 to match updated personnel allocation
- **Property Redevelopment** increases \$40,618 to match updated personnel allocation.
- **Contingency** increases \$106,236 to balance updated resources with expenditures.

<b>Enterprise Loans Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	5,791,591	-1,560,938	4,230,653
<b>Revenue</b>			
Interest on Investments	1,215	0	1,215
Loan Collections	248,818	-215,648	33,170
Transfers In	30,000	878,116	908,116
<b>Total Revenue</b>	<b>280,033</b>	<b>662,468</b>	<b>942,501</b>
<b>Total Resources</b>	<b>6,071,624</b>	<b>-898,470</b>	<b>5,173,154</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	2,000,450	17,304	2,017,754
<b>Total Expenditures</b>	<b>2,000,450</b>	<b>17,304</b>	<b>2,017,754</b>
Transfers	43,235	0	43,235
Contingency	4,027,939	-915,774	3,112,165
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>6,071,624</b>	<b>-898,470</b>	<b>5,173,154</b>

**Changes to Resources:**

- **Beginning Fund Balance** decreases \$1.6 million due to interfund lending requirements from the prior year and alignment of fund balances with the general ledger.
- **Loan Collections** decrease by \$215,648 from updated estimated repayment amounts.
- **Transfers In** increase \$878,116 based on total repayments of interfund loans from the prior year and receipt of loan repayment income transferred from the General Fund.

**Changes to Requirements:**

- **Economic Development** increases \$17,304 to match updated personnel allocation.
- **Contingency** decreases \$915,774 to balance updated resources with expenditures. Appropriations will be re-evaluated in the spring based on loan activity.

<b>Business Mgt Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	5,705,165	3,453,100	9,158,265
<b>Revenue</b>			
Interest on Investments	113,739	26,423	140,162
Property Income	490,232	-239,000	251,232
Reimbursements	30,000	-15,000	15,000
<b>Total Revenue</b>	<b>633,971</b>	<b>-227,577</b>	<b>406,394</b>
<b>Total Resources</b>	<b>6,339,136</b>	<b>3,225,523</b>	<b>9,564,659</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	0	494	494
Property Redevelopment	676,238	4,709,961	5,386,199
<b>Total Expenditures</b>	<b>676,238</b>	<b>4,710,455</b>	<b>5,386,693</b>
Transfers	0	42,779	42,779
Contingency	5,662,898	-1,527,711	4,135,187
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>6,339,136</b>	<b>3,225,523</b>	<b>9,564,659</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$3.5 million in balance carry over from prior year.
- **Property Income** decreases \$239,000 based on updated forecast of income related to 10th and Yamhill managed properties.
- **Interest of Investments** increases by \$26,423 based on updated interest rate and cash balance forecast.
- **Reimbursements** decrease by \$15,000 due to adjustments in revenue for the management of 10th & Yamhill retail operations

**Changes to Requirements:**

- **Administration** increases \$494 for reallocation of staff time.
- **Property Redevelopment** increases \$4.7 million for carryover of funds related to Post Office environmental liability escrow (only drawn if/when needed) and other resources in the fund, as well as Tenant Improvements to the 10th & Yamhill ground floor retail space.
- **Contingency** Is reduced \$1.5 million to balance resources with expenditures.



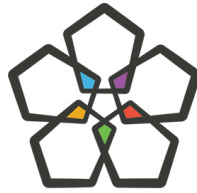
<b>Internal Service Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2019-20</b>	<b>Revision</b>	<b>FY 2019-20</b>
<b>Resources</b>			
Beginning Fund Balance	133,192	2,902	136,094
<b>Revenue</b>			
Total Revenue	0	0	0
<b>Total Resources</b>	<b>133,192</b>	<b>2,902</b>	<b>136,094</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	0	20,000	20,000
<b>Total Expenditures</b>	<b>0</b>	<b>20,000</b>	<b>20,000</b>
Contingency	133,192	-17,098	116,094
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>133,192</b>	<b>2,902</b>	<b>136,094</b>

**Changes to Resources:**

- **Beginning Fund Balance** increases \$2,902 from prior year balances.

**Changes to Requirements:**

- **Administration** increases \$20,000 for establishing appropriations that were not included in the Adopted Budget. No anticipated draws currently exist however.
- **Contingency** decreases \$17,098 to balance updated resources with expenditures.



# PROSPER PORTLAND

Building an Equitable Economy

## RESOLUTION NO. 7350

**RESOLUTION TITLE:**

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2019, AND ENDING JUNE 30, 2020; AND MAKING APPROPRIATIONS

Adopted by the Prosper Portland Commission on November 13, 2019

PRESENT FOR VOTE	COMMISSIONERS	VOTE		
		Yea	Nay	Abstain
<input checked="" type="checkbox"/>	Chair Gustavo J. Cruz, Jr.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	Commissioner Alisha Moreland-Capuia MD	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Francesca Gambetti	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Peter Platt	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner William Myers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Consent Agenda                       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 Prosper Portland Commission and as duly recorded in the official minutes of the meeting.*

**Date:**

November 20, 2019

**Pam Feigenbutz, Recording Secretary**