

FINANCIAL IMPACT STATEMENT For Council Action Items

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Jeramy Patton	2. Telephone No. 823-6961	3. Bureau/Office/Dept. OMF / Financial Planning Division
4a. To be filed (date) June 9, 2011	4b. Calendar (Check One) Regular <input checked="" type="checkbox"/> Consent <input type="checkbox"/> 4/5ths <input type="checkbox"/>	5. Date Submitted to FPD Budget Analyst: N/A

1) Legislation Title:

Certify that certain services are provided by the City to establish eligibility for State Shared Revenues.
(Resolution)

2) Purpose of the Proposed Legislation:

The resolution listed above must be passed by Council to prepare the City for the beginning of a new fiscal year on July 1, 2011. The item is included because ORS 221.760 requires the City to certify that it provides certain municipal services in order to qualify for state shared revenues (cigarette and liquor taxes).

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source.

The resolution makes the City eligible for an estimated \$12,389,324 in cigarette and liquor taxes in FY 2011-12.

4) Expense:

What are the costs to the City as a result of this legislation? (Please include costs in the current fiscal year as well as costs in future years) (If the action is related to a grant or contract please include the local contribution or match required)

None

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?

No

6) Will positions be created or eliminated in *future years* as a result of this legislation?

No

7) Change in Appropriations

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

Rich Goward, Jr., CFO

APPROPRIATION UNIT HEAD (Typed name and signature)



CITY OF PORTLAND
OFFICE OF MANAGEMENT AND FINANCE
Sam Adams, Mayor
Kenneth L. Rust, Chief Administrative Officer
Richard F. Goward, Jr., Chief Financial Officer

86866
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DATE: June 9, 2011
TO: Mayor Sam Adams
FROM: Andrew Scott, Financial Planning Manager *AS*
RE: Budget Adoption Ordinances – Eligibility for State Revenue Sharing

1. **INTENDED THURSDAY FILING DATE:** June 9, 2011
2. **REQUESTED COUNCIL AGENDA DATE:** June 16, 2011, 2:00 p.m. Time Certain (item 2 of 6)
3. **CONTACT NAME & NUMBER:** Jeramy Patton, 823-6961
4. **PLACE ON:** ☐ **CONSENT** ☒ **REGULAR**
5. **BUDGET IMPACT STATEMENT ATTACHED:** ☒ **Y** ☐ **N** ☐ **N/A**
6. **(3) ORIGINAL COPIES OF CONTRACTS APPROVED AS TO FORM BY CITY ATTORNEY ATTACHED:** ☐ **Yes** ☐ **No** ☒ **N/A**

7. BACKGROUND/ANALYSIS

The resolution must be passed by Council to prepare the City for the beginning of a new fiscal year on July 1, 2011. The item is included because ORS 221.760 requires the City to certify that it provides certain municipal services in order to qualify for state shared revenues (cigarette and liquor taxes).

Legal Issues:

State law requires the City to certify that it provides certain municipal services and to formally elect to participate in the State Revenue Sharing Program in order to receive cigarette and liquor tax revenue from the state.

Controversial Issues:

None known

Citizen Participation:

A five-member Community Budget Advisory Board was invited to sit in on budget discussions with the Mayor and Council as the budget was developed. In addition, numerous public hearings were held throughout the budget process. Public testimony on the budget was accepted in person, in writing, and online.

Link to Current City Policies:

The budget was prepared in accordance with the Comprehensive Financial Management Policies; all labor contracts; relevant intergovernmental and contract agreements; and other applicable policies and administrative rules, including those governing accounting, personnel, debt, risk, and purchasing practices.

Other Governmental Participation:

The Multnomah County Tax Supervising and Conservation Commission has reviewed the FY 2011-12

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To help ensure equal access to programs, services and activities, the Office of Management & Finance will reasonably modify policies/procedures and provide auxiliary aids/services to persons with disabilities upon request.

Approved Budget and is expected to certify the budget and tax levies after a hearing on June 15, 2011.

The FY 2011-12 budget includes revenue from the federal government, state government, every municipal government in Multnomah County, TriMet, Metro, Clackamas County, Washington County, and several other local governments in Oregon. Intergovernmental revenues are primarily in the form of grants, fees, sale proceeds, and cost-sharing arrangements. The budget also includes payments to some of these other governments.

8. FINANCIAL IMPACT

The resolution makes the City eligible for an estimated \$12,389,324 in cigarette and liquor taxes in FY 2011-12.

9. RECOMMENDATION/ACTION REQUESTED

The Office of Management and Finance requests that Mayor Adams introduce the resolution and place it on the Council Calendar for June 16, 2011. A time certain has already been established by the Auditor's Office for that date.