

## 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 / FPD
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:**

\*Adopt the annual budget of the City and establish appropriations for the fiscal year beginning July 1, 2011 and ending June 30, 2012. (Ordinance)

**2) Purpose of the Proposed Legislation:**

The ordinance listed above must be passed by Council to prepare the City for the beginning of a new fiscal year on July 1, 2011. This item adopts the annual budget of the City in the total amount of \$3,564,348,122 and establishes appropriations for FY 2011-12.

**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 ordinance anticipates a variety of revenues, but does not directly generate those revenues.

**4) Expense:**

What are the costs to the City as a result of this legislation?

The ordinance estimates total City appropriated expenses (excluding ending fund balance) of \$3,347,224,706 for FY 2011-12, including bureau expenses of \$1,736,310,317. However, the ordinance does not directly incur these expenses.

**Staffing Requirements:**

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

The ordinance creates, eliminates, and reclassifies many positions. In total, a net of 39.05 positions are added in the FY 2011-12 Adopted Budget.

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

184679  
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Financial Planning Division  
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**DATE:** June 9, 2011  
**TO:** Mayor Sam Adams  
**FROM:** Andrew Scott, Financial Planning Manager *AS*  
**RE:** Budget Adoption Ordinances – Budget Adoption

1. **INTENDED THURSDAY FILING DATE:** June 9, 2011
2. **REQUESTED COUNCIL AGENDA DATE:** June 16, 2011, 2:00 p.m. Time Certain (item 5 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 ordinance must be passed by Council to prepare the City for the beginning of a new fiscal year on July 1, 2011. This item adopts the annual budget of the City in the total amount of \$3,564,348,122 and establishes appropriations for FY 2011-12.

**Legal Issues:**

Oregon Revised Statutes require the City to adopt a budget and make appropriations before the new fiscal year begins on July 1, 2011,

**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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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 ordinance estimates total City appropriated expenses (excluding ending fund balance) of \$3,347,224,706 for FY 2011-12, including bureau expenses of \$1,736,310,317. However, the ordinance does not directly incur these expenses.

**9. RECOMMENDATION/ACTION REQUESTED**

The Office of Management and Finance requests that Mayor Adams introduce the ordinance 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.