

FINANCIAL IMPACT STATEMENT**For Council Action Items**

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

1. Name of Initiator Claudio Campuzano		2. Telephone No. (503) 823 6848	3. Bureau/Office/Dept. OMF-FPD
4a. To be filed (date) June 16, 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: June 15, 2011

1) Legislation Title:

* Adopt budget adjustment recommendations and the Supplemental Budget for the FY 2010-11 Over-Expenditure process and make budget adjustments in various funds. (Ordinance)

2) Purpose of the Proposed Legislation:

City bureaus have current or projected expenditures in excess of approved appropriations in major object codes for ongoing operations. Whenever possible, these over-expenditures shall be covered by transfers from other identified savings within bureau appropriations to avoid unnecessary draws on contingencies. To prevent over-expenditure, which would be in violation of Local Budget Law ORS 294.435, it is necessary that appropriation be transferred within various funds and appropriation units. Additionally the ordinance budgets inter-fund loans to be authorized by separate ordinance. These loans are necessary to prevent negative cash or fund balances at year end.

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.

This ordinance will not generate additional revenue. However, it does affect the budgeted revenues for several funds (including the General Fund) and bureaus to reflect better estimates of available resources.

4) Expense:

What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (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)

This ordinance adjusts net expenditures in 15 funds by a total of \$20,848,811, including a total increase of \$17,402,292 in General Fund discretionary appropriation. Almost all of this General Fund increase are budgeted loans to the grants funds which will be repaid in FY 2011-12.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? (If new positions are created please include whether they will be part-time, full-time, limited term or permanent positions. If the position is limited term please indicate the end of the term.)

No.

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

No.

Complete the following section only if an amendment to the budget is proposed.

7) Change in Appropriations (If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Center Code column if new center needs to be created. Use additional space if needed.)

N/A See Exhibit 1.

APPROPRIATION UNIT HEAD (Typed name and signature)

AMENDMENT TO AGENDA ITEM 630

Insert an additional finding:

*Transportation
Operating*

4. To prevent over-expenditure in the ~~Grant~~ Fund and retain the federal/local funding balance reflected in the Eastside Streetcar project construction budget, it is necessary to transfer \$5 million from the LID Construction Fund into the Transportation Operating Fund to cover expenditures on the Eastside Streetcar project.

Insert an addition Council directs:

b. That the Auditor's Office transfer \$5 million from the LID Construction Fund to the Transportation Operating Fund to support Eastside Streetcar expenditures.