

Agenda No. 96

ORDINANCE No. 190298 As Amended

*Authorize a temporary interfund loan not to exceed \$22 million from Portland Parks & Recreation System Development Charge Fund to the 2020 Parks Local Option Levy Fund to provide interim financing for park operations (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

1. On November 3, 2020, Portland voters adopted Ballot Measure 26-213 to authorize a five-year local option levy at a rate of \$0.80 per \$1,000 of assessed value to support park operations.
2. The parks local option levy is effective for five fiscal years beginning on July 1, 2021.
3. Local option levy tax revenues will be used to prevent ongoing reductions to park services and recreation programs, preserve and restore park and natural area health, and ensure equitable and affordable access for Portland residents.
4. The City Council passed Ordinance 190240 authorizing creation of the 2020 Parks Local Option Levy Fund to be overseen by Portland Parks and Recreation (“PP&R”) to budget for receipt of local option levy tax revenues.
5. PP&R estimates that the local option levy will raise \$48 million per year, on average, over five years.
6. PP&R expects to incur up to \$22,000,000 in total initial costs for staff and material in fiscal years 2020-21 and early FY 2021-22 prior to when local option levy tax revenues will begin to be received.
7. PP&R will include respective costs in a council budget request for FY 2020-21 and in the FY 2021-22 requested budget.

Introduced by
Mayor Ted Wheeler

Bureau
Management and
Finance
Debt Management

Prepared by
Michael Thompson

Date Prepared
January 28, 2021

**Requested Council
Date**
February 17, 2021

**Requested Agenda
Type**
Time Certain
9:45 a.m.
1 hr requested (2 of 2)

Date Filed with Clerk
February 9, 2021

- 8. PP&R has sufficient revenue in its System Development Charge Fund to lend monies to the 2020 Parks Local Option Levy Fund temporarily until the Parks local option levy tax revenues are received beginning in FY 2021-22 and has agreed to make a loan to the 2020 Parks Local Option Levy Fund to be repaid with interest from local option levy tax revenues no later than January 31, 2022.

NOW, THEREFORE, the Council directs:

- a. A temporary interfund loan is hereby authorized from Park’s System Development Charge Fund to the 2020 Portland Parks Local Option Levy Fund in the not-to-exceed amount of \$22,000,000 in accordance with City financial policy FIN 2.18 and the terms shown in Exhibit A.

Section 2: The Council declares that an emergency exists to promptly ensure the sufficient ramp up of services needed to provide park and recreation programming to the public for summer 2021; therefore, this ordinance shall be in full force and effect immediately upon passage.

Passed by Council: February 17, 2021

MARY HULL CABALLERO

Auditor of the City of Portland

By *Megan Lehman*

Deputy

Action taken:

Four Fifths Agenda	Commissioners voted as follows:		
		YEAS	NAYS
1. Rubio	1. Rubio	✓	
2. Ryan	2. Ryan	✓	
3. Hardesty	3. Hardesty	✓	
4. Mapps	4. Mapps	✓	
Wheeler	Wheeler	✓	