

FY 2020-21 Over-Expenditure Ordinance

Council Hearing

June 16, 2021



City Budget Office

Financial Analysis for the City of Portland



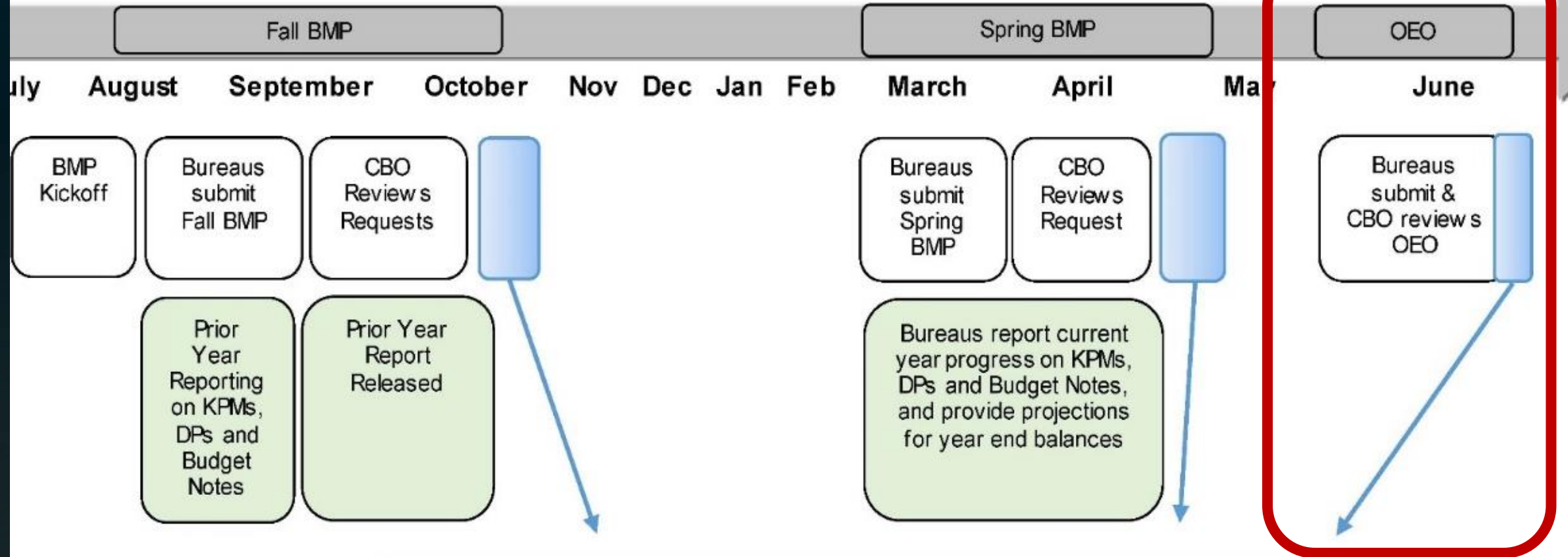
Agenda

1. Overview of the Over-Expenditure Ordinance, followed by discussion, any amendments, testimony and voting

2. Interfund Loan Ordinance



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Each BMP culminates with Council holding a BMP Work Session (no work session for the OEO) followed by the BMP Hearing and Adopts Supplemental Budget. Reports and documents are posted online on the CBO Website.

Over-Expenditure Ordinance

Purpose & Typical Changes

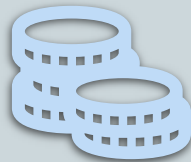
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The OEO is narrowly focused on technical true-ups and **ending the year in balance.**



Formal submission of materials only required if a bureau is making changes to their budget.



General Fund contingency resources typically only allocated for technical true-up or to prevent year-end over-expenditure

General Fund Changes

General Fund Contingency

- Draw \$3,351 for Portland's in accordance with Metro intergovernmental agreement

Other General Fund Changes

- Recognizing \$616,473 in increased revenue:
 - **Portland Fire & Rescue** intergovernmental revenue for vaccination efforts
 - **Parks** increased Portland Tennis Center revenues, reinvested in Center maintenance
- Transfers in **Parks** and **Housing** for fleet purchases and supportive housing risk mitigation pool funding, respectively
- Several bureaus are moving funding between materials and services and personnel to align with projected spending



Non-General Fund Changes

Water Bureau and Bureau of Environmental Services

- Aligning budget with May 2021 bond sale (**Water**) and increased System Development Charge revenue (**BES**)

Office of Management and Finance

- Appropriating non-General Fund contingency to ensure we end the year in balance in the **Insurance and Claims Fund** and the **City Fleet Operating Fund**
- Recognize increased interagency revenue in the **Facilities Operating Fund**, offset by increases to materials and services and contingency



Non-General Fund Changes, Continued

Community and Civic Life

- True-up Cannabis Licensing Fund beginning balance

Portland Housing Bureau

- True-up various non-General Fund resources to align with project timelines and scopes

Bureau of Transportation

- Drawing upon contingency primarily to support 1-day loan and support multi-year contracts



Loan Ordinance Overview

- 1-day loan between June 30 and July 1
- Creates a positive balance, solving for 'reimbursement' nature of grants accounting
- Funded through PBOT (\$25 million) and the General Reserve (\$5 million)



Discussion

