

FY 2022-23 Fall Supplemental Budget Ordinance

Council Hearing
October 27, 2022



City Budget Office

Financial Analysis for the City of Portland



Agenda

1. BMP Process Overview
2. Encumbrance Carryovers
3. Realignments
4. Position Changes
5. General Fund CAL Target Changes
6. Available General Fund Discretionary

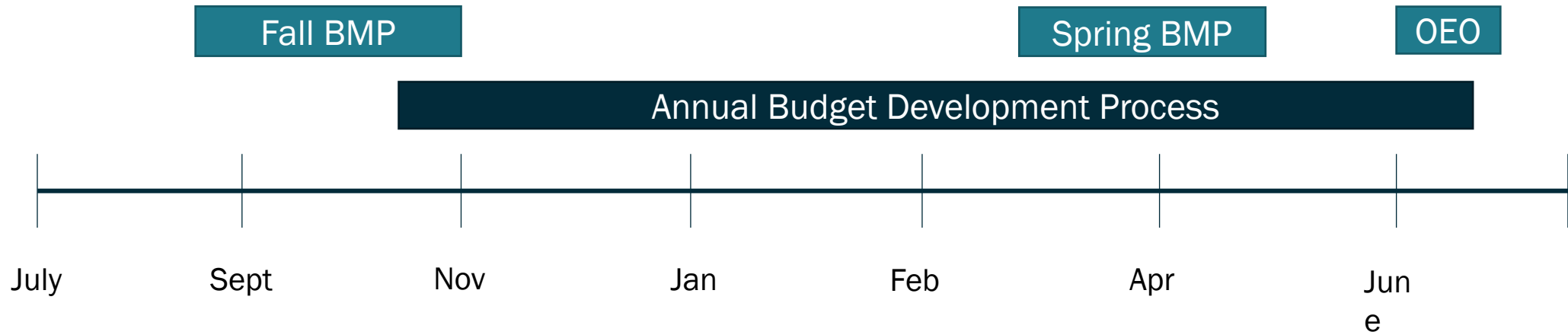


Process Overview





Annual and Supplemental Budget Processes



This Year's Fall BMP Process

"Technical" Fall Supplemental Budget

- ✓ Encumbrance Carryovers
- ✓ Recognition of Excess GF Balance
- ✓ Non-General Fund position changes
- ✓ Realignments
- ✓ Technical changes and non-General Fund contingency allocations
- ✓ CAL Target adjustments

Today,
Oct 27th

Council Work Session

- ✓ Financial Outlook
- ✓ Recent Investment Trends
- ✓ General Fund Requests & Allocation Discussion

Thurs,
Nov
10th, 2-
5pm

General Fund Allocation Ordinance

- ✓ Stand-alone ordinance
- ✓ Allocates General Fund contingency, capital set-aside and policy set aside resources
- ✓ May include CAL target adjustments

@Council
Thurs,
Nov 17th

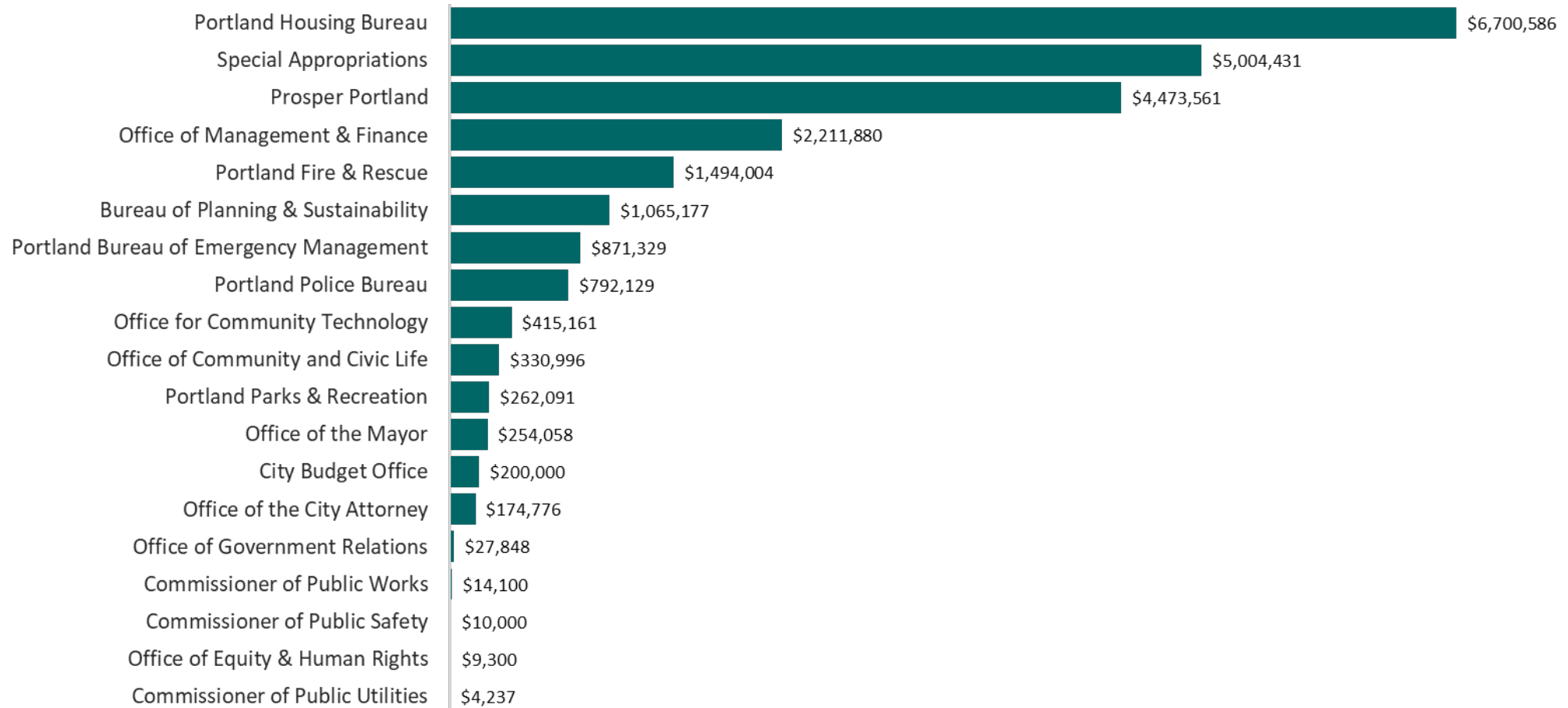


2022 Technical Fall BMP Adjustments

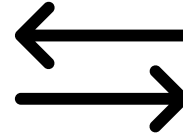


Encumbrance Carryovers

There are \$24.3 million in General Fund Encumbrance Carryovers in the Fall Supplemental Budget as Filed



Program Realignments Across Bureaus



BoyStrength Program

(Community Safety Division →
Office of Violence Prevention)

Graffiti Program

(Civic Life → Planning &
Sustainability)

Policing-Focused Equity Analyst

(Office of Equity & Human
Rights → Portland Police
Bureau)

Office for Community Technology

(realignment into the Bureau of
Planning & Sustainability)

Small Grant Technical Assistance position

(Grants Division → Bureau of
Emergency Management)

Portland Police Bureau Vacancy Savings

(\$1 million realigned for
Community Safety needs)



Notable Internal Bureau Realignments

Environmental Services Capital Improvement Plan

Planning & Sustainability Trash Pickup & Livability

Civic Life: Social Equity & Educational Development Initiative

Transportation: Safer Summer Initiative

Transportation, Water, Environmental Services, & Parks: Infrastructure Development Services Manager

Impact Reduction Program

Public Environment Management Office

Notable Ending Balance True-Ups



Clean Energy Fund: Recognizing \$105.1 million in beginning fund balance

Parks Local Operating Levy: Recognizing \$14.2 million in beginning fund balance

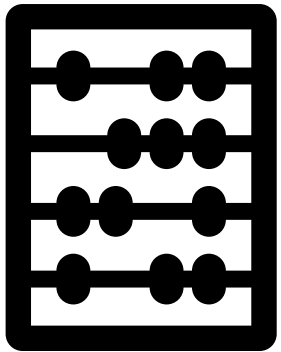
Emergency Communications Fund: Per budget note, retaining \$2.7 million in unspent funding

Non-General Fund Authorized Position Changes

Bureau	Regular FTE	Limited Term FTE
Bureau of Development Services	17	0
Bureau of Environmental Services	9	0
Bureau of Fire & Police Disability & Retirement	1	0
Office for Community Technology	-12	0
Bureau of Planning & Sustainability	13	5
Office of Community and Civic Life	-1	0
Office of Equity & Human Rights	-1	0
Office of Management & Finance	0	3
Portland Bureau of Emergency Management	0	1
Portland Bureau of Transportation	6	1
Portland Housing Bureau	1	0
Portland Parks & Recreation	6	0
Portland Police Bureau	1	0
Special Appropriations	1	-1
Total	41	9

CAL Target Adjustment Requests

If approved, these adjustments would provide new ongoing General Fund Discretionary in advance of the FY 2023-24 Budget Development cycle



- ✓ \$0.8M Citywide Overhead Model True-Up
- ✓ \$0.2M PROTEC contract costs for General Fund bureaus
- ✓ Moving OVP's base budget to CSD
- ✓ Moving OCT's base budget to BPS

- ✓ *Also, language amending financial policy enabling the Economist to assume increased personnel costs in forecasting*

Available General Fund Discretionary Resources



General Fund Discretionary Ending Balance

Total General Fund Ending Fund Balance	\$161,964,850
Budgeted Beginning Fund Balance	(\$102,204,592)
Returns to the General Fund	\$150,000
Carryovers, True-Ups, and Allocations previously approved by Council	(\$32,211,621)
Additional Excess Balance	\$27,698,637
<i>50% to Capital Set Aside</i>	<i>\$13,849,318</i>
<i>50% to Unrestricted Contingency</i>	<i>\$13,849,318</i>

General Fund Discretionary Contingency

Starting Contingency Balance	\$	3,009,276
Additional Excess Balance	\$	13,849,318
Available Unrestricted Contingency	\$	16,858,594

Amendments



Public Testimony



Discussion



Voting on Amendments



Voting on the Ordinance



Exhibit #4: General Fund Changes

Technical Adjustments & True-ups

Bureau Name	Name	2022-23 FALL Requested Total	2022-23 FALL Proposed Total
Bureau of Planning & Sustainability	Graffiti Program Transfer	\$2,368,945	\$2,368,945
Bureau of Planning & Sustainability	OCT Move	\$0	\$3,979,540
Office for Community Technology	OCT Transfer to BPS	\$0	(\$3,979,540)
Office of Community and Civic Life	Graffiti Program to BPS	(\$2,368,945)	(\$2,368,945)
Office of Community and Civic Life	Move Community Safety Internal M&S costs	\$131,845	\$131,845
Office of Equity & Human Rights	Transfer of FTE from the Office of Equity to Portland Police Bureau (PPB)	(\$136,043)	(\$136,043)
Office of Management & Finance	BHR - Training Sub-Fund - Beginning Fund Balance	\$15,647	\$15,647
Office of Management & Finance	Budget Realignment for Safer Summer PDX Evaluation Costs	\$0	\$800,000

Exhibit #4: General Fund Changes

Office of Management & Finance	CAO-CSD Civic Life Crime Prevention Realignment	(\$131,845)	(\$131,845)
Office of Management & Finance	CAO-CSD Director Funding Realignment	\$123,222	\$25,000
Office of Management & Finance	CSD-CAO Transfer BoyStrength Director to Special Appropriations	(\$122,838)	(\$122,838)
Office of Management & Finance	DAM Administration - Return Discretionary \$	(\$150,000)	(\$150,000)
Office of the Mayor	Budget Realignment for staff costs supporting community safety	\$0	\$260,000
Portland Bureau of Emergency Management	CSD Director Funding	(\$25,000)	(\$25,000)
Portland Bureau of Emergency Management	Technical Assistance Position Realignment	\$150,000	\$150,000
Portland Bureau of Transportation	PBOT Integrated Street Safety Initiative Transfer	\$800,000	\$800,000
Portland Bureau of Transportation	PBOT Technical Adjustments	(\$2,200,000)	(\$2,200,000)
Portland Housing Bureau	Short-Term Rental Revenue True-Up	\$0	\$2,608,524
Portland Parks & Recreation	Human Access Project: Waterfront Dock at Cathedral Park	\$0	\$300,000
Portland Police Bureau	Budget Realignment for Staff Support	\$0	(\$260,000)

Exhibit #4: General Fund Changes

Portland Police Bureau	Budget Realignment Safer Summer PDX	\$0	(\$800,000)
Portland Police Bureau	Police ARP Revenue Replacement	\$0	(\$300,000)
Portland Police Bureau	Transfer of OEHR FTE to Portland Police Bureau	\$136,043	\$136,043
Special Appropriations	Portland Business Alliance Grant	\$0	\$200,000
Special Appropriations	Tech Adjustments	\$135,625	\$135,625
Special Appropriations	Transfer of Grant Support Position	\$0	(\$150,000)

Exhibit #4: General Fund Changes

Encumbrance Carryover (FUND 100 ONLY)

Bureau Name	Name	2022-23 FALL Requested Total	2022-23 FALL Proposed Total
Bureau of Planning & Sustainability	Encumbrance Carryover & Advance Recovery	\$215,177	\$215,177
Bureau of Planning & Sustainability	Non_PO Encumbrance; SOLVE Transfer	\$850,000	\$850,000
City Budget Office	Carryover IT replacement reserve	\$100,000	\$100,000
City Budget Office	Encumbrance Carryover Community Survey contract	\$100,000	\$100,000
Commissioner of Public Safety	PS - Encumbrance Carryover	\$10,000	\$10,000
Commissioner of Public Utilities	PU - Encumbrance Carryover	\$4,237	\$4,237
Commissioner of Public Works	PW - Encumbrance Carryovers	\$14,100	\$14,100
Office for Community Technology	Encumbrance Carryover - BBK Comcast Negotiations	\$55,171	\$55,171
Office for Community Technology	Encumbrance Carryover - CBG Comcast Negotiations	\$81,025	\$81,025
Office for Community Technology	Encumbrance Carryover - Comcast Internet Essentials Sponsored Service	\$4,965	\$4,965

Exhibit #4: General Fund Changes

Office for Community Technology	Encumbrance Carryover - Digital Inclusion Fund – Grant Agreements	\$250,000	\$250,000
Office for Community Technology	Encumbrance Carryover - Digital Inclusion Network Transformation	\$24,000	\$24,000
Office of Community and Civic Life	Cannabis reimbursement	\$159,862	\$159,862
Office of Community and Civic Life	Encumbrance Carryovers GF	\$141,134	\$141,134
Office of Community and Civic Life	Kenton Firehouse Maintenance Fund	\$30,000	\$30,000
Office of Equity & Human Rights	Non-PO Encumbrance Carryover	\$9,300	\$9,300
Office of Government Relations	Encumbrance Carryover Request	\$27,848	\$27,848
Office of Management & Finance	BHR - Encumbrance Carryforward	\$448,788	\$448,788
Office of Management & Finance	BRFS - Encumbrance Carryforward	\$484,240	\$479,797
Office of Management & Finance	BRFS - Non-PO Encumbrance Carryover: Clean Air Construction Carryover	\$166,390	\$166,390
Office of Management & Finance	BRFS - Non-PO Encumbrance Carryover: Liquidated Damages	\$167,346	\$167,346

Exhibit #4: General Fund Changes

Office of Management & Finance	CAO-Encumbrance Carryforward	\$949,559	\$949,559
Office of the City Attorney	Encumbrance Carryovers	\$174,776	\$174,776
Office of the Mayor	Mayor - Encumbrance Carryovers	\$254,058	\$254,058
Portland Bureau of Emergency Management	Encumbrance Carryovers	\$871,329	\$871,329
Portland Fire & Rescue	Accrual - Technical Accounting Fix	\$0	\$1,008,037
Portland Fire & Rescue	Encumbrance Carryover	\$485,967	\$485,967
Portland Housing Bureau	GF - JOHS Carryover	\$6,876,081	\$6,700,586
Portland Parks & Recreation	Encumbrance Carryover Request	\$62,091	\$62,091
Portland Parks & Recreation	Non-PO Encumbrance: Farragut Loo Installation	\$200,000	\$200,000
Portland Police Bureau	PPB Encumbrance Carryover Request	\$2,285,516	\$792,129
Prosper Portland	Accrual - Technical Accounting Fix	\$0	\$3,569,269
Prosper Portland	Non-PO Encumbrance: Ankeny West Food Carts	\$166,658	\$166,658
Prosper Portland	Non-PO Encumbrance: Equitable Development Outside of TIF Districts	\$17,000	\$17,000
Prosper Portland	Non-PO Encumbrance: Future of Central City Market Analysis & Strategy	\$50,000	\$50,000
Prosper Portland	Non-PO Encumbrance: Inclusive Economic Development Strategy (IEDS)	\$34,712	\$34,712
Prosper Portland	Non-PO Encumbrance: Neighborhood Business District & Small Business Market Study & Strategy	\$50,000	\$50,000
Prosper Portland	Non-PO Encumbrance: Small Business Repair Grant	\$585,922	\$585,922

Exhibit #4: General Fund Changes

Special Appropriations	Encumbrance Carryovers	\$2,423,441	\$2,423,441
Special Appropriations	Non-PO Encumbrance: Community Activation Grants	\$50,000	\$0
Special Appropriations	Non-PO Encumbrance: EPAP Community Support Fund Round 2 Grant Program	\$21,000	\$21,000
Special Appropriations	Non-PO Encumbrance: Gun Violence Reduction and Prevention Carryover	\$655,441	\$655,441
Special Appropriations	Non-PO Encumbrance: Office of Violence Prevention Carryover	\$104,549	\$104,549
Special Appropriations	Non-PO Encumbrance: Public Engagement Planning for City Monuments Program Carryover	\$50,000	\$50,000
Special Appropriations	Non-PO Encumbrance: Reimagine Oregon	\$1,500,000	\$1,500,000
Special Appropriations	Non-PO Encumbrance: Truth and Reconciliation Program	\$250,000	\$250,000