



CITY OF  
**PORTLAND, OREGON**

**OFFICIAL  
MINUTES**

A REGULAR MEETING OF THE COUNCIL OF THE CITY OF PORTLAND, OREGON WAS HELD THIS 9TH DAY OF JUNE, 1999 AT 9:30 A.M.

THOSE PRESENT WERE: Mayor Katz, Presiding; Commissioners Francesconi, Hales, Saltzman and Sten, 5.

OFFICERS IN ATTENDANCE: Cay Kershner, Clerk of the Council; Adrienne Brockman, Deputy City Attorney; and Officer Chuck Bolliger, Sergeant at Arms.

On a Y-5 vote, the Consent Agenda was adopted as follows:

**CONSENT AGENDA - NO DISCUSSION**

- 785** Accept bid of Portland Excavating to furnish NE MLK Jr. Blvd (NE Beech & NE Failing) intersection for \$135,479 (Purchasing Report - Bid No. 99186-SMP)

**Disposition:** Accepted; prepare contract.

- 786** Accept bid of Leed Electric, Inc. for ornamental street light project - SW 3rd Avenue for \$316,344 (Purchasing Report - Bid No. 99187)

**Disposition:** Accepted; prepare contract.

- 787** Accept bid of Leed Electric, Inc. to furnish ornamental street light project SW 9th & Park Avenue (Burnside to Morrison) for \$543,062 (Purchasing Report - Bid No. 99188)

**Disposition:** Accepted; prepare contract.

- 788** Accept bid of All Concrete Specialties, Inc. to furnish SE Stark & SE Washington Safety Project - 1999 for \$268,991 (Purchasing Report - Bid No. 99205)

**Disposition:** Accepted; prepare contract.

**Mayor Vera Katz**

- \*789** Contract with Mark Gerlach, dba Most Wanted Software, to provide software programming services not to exceed \$20,000 (Ordinance)

**Disposition:** Ordinance No. 173434. (Y-5)

- \*790** Authorize the issuance and sale of Tax Anticipation Notes, Series, 1999, in an amount not to exceed \$15,000,000 (Ordinance)

**Disposition:** Ordinance No. 173435. (Y-5)

**Commissioner Jim Francesconi**

- 791** Accept Contract with M. Stearns Construction Company, Inc. for Community Music Center improvements as substantially complete, authorize final payment and release of retainage (Report; Contract No. 31622)

**Disposition:** Accepted.

- \*792** Authorize a contract and provide for payment for the renovation of Mt. Tabor Park (Ordinance)

**Disposition:** Ordinance No. 173436. (Y-5)

**Commissioner Charlie Hales**

- 793** Accept contract with Dirtworx, Inc. for street improvement of the intersections of NW 23rd Avenue / NW Raleigh Street and NW 23rd Avenue / NW Overton Street as complete, release retainage and make final payment (Report; Contract No. 31882)

**Disposition:** Accepted.

- \*794** Amend Code for Transportation System Development Charges (Ordinance; amend Code Chapter 17.15)

**Disposition:** Ordinance No. 173437. (Y-5)

- \*795** Amend Contract with Bass and Associates to increase the amount of the contract to \$26,000 (Ordinance; amend Contract No. 31831)

**Disposition:** Ordinance No. 173438. (Y-5)

- \*796** Agreement with the Oregon Department of Transportation for the implementation of a traffic safety improvement project on 82nd Avenue from Airport Way to Flavel Street (Ordinance)

**Disposition:** Ordinance No. 173439. (Y-5)

**Commissioner Dan Saltzman**

- 797** Accept completion of the N. Interstate & N. Going Street sewer rehabilitation, Project No. 6354, and authorize final payment to Moore Excavation, Inc. (Report; Contract No. 32154)

**Disposition:** Accepted.

- 798** Accept completion of the Columbia Boulevard Wastewater Treatment Plant digester modification, Project No. 5918, and authorize final payment to Triad Mechanical, Inc. (Report; Contract No. 31480)

**Disposition:** Accepted.

- \*799** Authorize a contract and provide for payment for Oregon Department of Fish and Wildlife to perform a stream habitat survey for the Johnson Creek Watershed Projects, Project No. 6220 (Ordinance)

**Disposition:** Ordinance No. 173440. (Y-5)

- \*800** Designate a permanent public easement within property owned by the City of Portland, Bureau of Environmental Services (Ordinance)

**Disposition:** Ordinance No. 173441. (Y-5)

- \*801** Contract with Brown and Caldwell for design services during construction of 105th and Holman Pump Station, Project No. 5369 (Ordinance)

**Disposition:** Ordinance No. 173442. (Y-5)

- \*802** Authorize acceptance of grant funds in the amount of \$22,000 from the U.S. EPA for wetland restoration at the East Whitaker Pond (Ordinance)

**Disposition:** Ordinance No. 173443. (Y-5)

- \*803** Authorize a contract and provide for payment for the construction of NW St. Helens Road & NW Saltzman Road sanitary sewer extension project, Project No. 6179 (Ordinance)

**Disposition:** Ordinance No. 173444. (Y-5)

**Commissioner Erik Sten**

- \*804** Contract with Housing Our Families for \$36,976 for the Mississippi Historic District Target Area Project and provide for payment (Ordinance)

**Disposition:** Ordinance No. 173445. (Y-5)

- \*805** Amend Agreement with Portland Development Commission to support acquisition of the Dresden Apartments by increasing compensation by \$276,030 and provide for payment (Ordinance; amend Contract No. 32035)

**Disposition:** Ordinance No. 173446. (Y-5)

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- \*806** Authorize a contract and provide for payment for the installation of a new roofing system on six buildings at the Water Bureau's Washington Park Facility (Ordinance)

**Disposition:** Ordinance No. 173447. (Y-5)

- 807** Authorize an agreement with KPFF Consulting Engineers for \$162,145 to provide engineering and construction monitoring services for the seismic upgrade and renovation of the Westinghouse Building (Ordinance)

**Disposition:** Passed to Second Reading June 16, 1999 at 9:30 a.m.

- \*808** Authorize purchase of leak detection equipment in the amount of \$93,550 (Ordinance)

**Disposition:** Ordinance No. 173448. (Y-5)

### **REGULAR AGENDA**

#### **Commissioner Jim Francesconi**

- \*809** Agreement with Speed's/Road One, Inc. dba Oregon Dispatch Service for central dispatching of towing services (Ordinance)

**Discussion:** Marion Gaylord, Towing Coordinator, said in March the Towing Board put out specifications for towing dispatch services and received three bids. After extensive review, the Board voted unanimously to recommend Oregon Dispatch Service as lowest qualified bidder. She said Sergeants had appealed that decision.

**Disposition:** Ordinance No. 173449. (Y-5)

#### **Commissioner Charlie Hales**

- 810** Authorize the Bike and Walk Bucks Commute Program and amend Title 4 of the City Code (Second Reading Agenda 781; amend Code Title 4)

**Disposition:** Ordinance No. 173450. (Y-5)

#### **Commissioner Dan Saltzman**

- 811** Codify existing ordinance relating to use of polystyrene foam packaging by food vendors (Second Reading Agenda 783; add Chapter 9.28)

**Disposition:** Ordinance No. 173451. (Y-5)

#### **City Auditor Gary Blackmer**

- 812** Assess property for sidewalk repair by the Bureau of Maintenance for billing processed through May 11, 1999, a special assessment (Hearing; Ordinance; Y1033, Y1034)

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**Discussion:** Kenneth Borman, Bureau of Maintenance, said staff felt it would be more efficient to bundle all the remonstrances and bring them to Council at one time. He said they have been reviewed and the Bureau recommends that they all be overruled.

Mayor Katz said it is unusual to have so many unhappy residents. She said she always recommends that people get their own contractors to do the sidewalk repair work. She said these remonstrances are from people who chose the City to do the work and questioned why there were so many complaints.

Mr. Borman said the tree root inspectors only let the City remove so much of the roots and residents then realize that the roots will damage the sidewalks again.

Mayor Katz asked if the neighborhood associations encourage trees to be planted or did homeowners plant them themselves.

Mr. Borman said it was probably a fifty/fifty mix. Some trees have been there for many years while others were planted by Friends of Trees and the neighborhood association.

Commissioner Hales said since that time people have learned more about what kind of trees to plant.

**Disposition:** Remonstrances overruled; passed to Second Reading June 16, 1999 at 9:30 a.m.

At 9:40 a.m., Council recessed.

A RECESSED MEETING OF THE COUNCIL OF THE CITY OF PORTLAND, OREGON WAS HELD THIS 9TH DAY OF JUNE, 1999 AT 2:00 P.M.

THOSE PRESENT WERE: Mayor Katz, Presiding; Commissioners Saltzman and Sten, 3.

OFFICERS IN ATTENDANCE: Cay Kershner, Clerk of the Council; Kathryn Beaumont, Senior Deputy City Attorney; and Officer Chuck Bolliger, Sergeant at Arms.

**813** **TIME CERTAIN: 2:00 PM** – Amend Title 33 of the City Code relating to base zone tree requirements and amend Chapter 33.248 Landscaping and Screening, and authorize the establishment of a Tree Fund (Ordinance introduced by Mayor Katz; amend Code Title 33)

**Discussion:** Mayor Katz read a letter of support from Commissioner Francesconi for the ordinance. He also states that he will be glad, at Council's direction, to take another look at the fees before final action is taken.

Susan Hartnett, Office of Planning and Development Review (OPDR), said this responds to community concerns raised during the Southwest Community Plan process. The issue centered on the removal of trees without any replacement requirement, especially when single-dwelling development occurs in residential and commercial zones. During the initial meetings before the Planning Commission, the Commission recognized that in addition to a lack of replacement there were also some concerns about street tree requirements and requested folding that issue into the review. She summarized the changes to Title 33 to require tree preservation and street tree plantings when residential infill development and land divisions occur. Ms. Hartnett showed slides to indicate the need for additional tree canopy within the City.

Chris Garcelli, OPDR, reviewed the specific regulations proposed for Title 33. She noted that they ask for two inches of tree per thousand square feet of site area. On lots that are 3,000 square feet or smaller, they are asking for three inches of tree for the entire lot, recognizing that smaller lots have a harder time adding to the tree canopy. A third option is for the developer or property owner to pay into a tree fund. Trees planted to meet landscape requirements in commercial and industrial zones must be a minimum of three inches, an increase in what is currently required. Trees that are purchased are measured by caliper inch above the root ball while trees that are preserved are measured 4-1/2 feet above the ground. She added that no adjustments will be allowed to the standard requiring that trees be saved or planted as staff believes enough options are provided. The one area that is modifiable is the tree size itself. If a property owner or developer wants to plant a tree that is smaller than required (1-1/2 inches), they can apply for an adjustment to ask for a smaller tree. She showed slides to indicate the need for additional tree canopy.

Brian McNerney, Urban Forester, described the proposed changes to Title 20 regulations relating to street trees. The first change will improve enforcement by OPDR authority to permit, inspect and enforce street trees required by the Urban Forester for land divisions. Currently there is a gap in Code enforcement which these regulations should help close.

Mayor Katz asked about the regulation requiring the planting of trees in the right-of-way on home remodels of \$25,000.

Mr. McNerney said if trees are already there, no new ones will be required. He said the second proposed change will give OPDR the responsibility for enforcement of the preservation and planting requirements in Title 33. He said OPDR staff will need additional support and training in order to effectively implement these recommendations.

Mayor Katz asked where the money to do this would come from.

Ms. Hartnett said the private property tree requirements are only one of several new regulations that will affect the cost of site inspections. Those fee increases will be brought to Council as a package later. She said they are also coordinating the new stormwater regulations to ensure that any tree mitigation called for there works with these regulations. She said staff believes that by the time they review approximately 1,400 permits for single-residential development, about 14,000 inches of trees will have been preserved or planted, a significant amount. She said many people will testify that these regulations will enhance neighborhood livability and, as a result, new residential development will be received more favorably. Also, the impact of residential development on stormwater runoff will be somewhat reduced. Finally, other jurisdictions, including Vancouver and Olympia, have passed tree preservation requirements similar to what is being proposed for Portland.

Mayor Katz asked what the tree fund will be used for.

Mr. McNerney said it will be used for tree plantings on public property but they do not expect many people to choose to pay into it.

Commissioner Sten asked about the \$110 recovery costs for planting street trees. He asked if it would be possible for a group like Friends of Trees to take this over so the money could go into trees rather than using it to see if the trees had been planted correctly.

Mr. McNerney said while Urban Forestry trusts the Friends of Trees, it still believes it has the duty to the property owner to make sure the tree is going to work as there are so many conflicts already in the right-of-way.

Commissioner Sten said, under these regulations, if he spends \$25,000 on a new deck in his backyard, he has to put trees in the parking strip. He will have to buy the trees and then pay \$110 for an inspection.

Mr. McNerney said currently a free permit is offered if one elects to plant trees prior to going through the building permit process

Commissioner Sten said then, if he is smart, he will plant the tree before he builds the deck and avoid having to pay the \$110.

Mayor Katz said since there is a list of suitable trees available to help people avoid problems with tree roots, she questioned why the Friends of Trees does not have the same expertise as the Urban Forester.

Mr. McNerney said they are working with a complex matrix that includes different clearance requirements and overhead utility wires. He said while trees are currently planted without permits, a fair amount of City resources are spent remedying unworkable tree situations.

Commissioner Saltzman said the ordinance states that the tree fund will be spent on trees on public property in the area of the development that pays the fee. He said "area" is a pretty broad term and also there may be circumstances where environmental or watershed based approaches ought to be considered in determining where the trees get planted. He plans to propose an amendment to change "area" to "watershed" on public or private property.

Mr. McNerney said after they determined that probably only one percent would choose the tree fund option, they felt the language should be flexible in order to meet community needs.

Mayor Katz said one millennium project under consideration is an offer by Friends of Trees to plant 2,000 trees. Will Forestry be involved and will Friends of Trees have to pay for every tree?

Mr. McNerney said currently Council funds a half position (about \$27,000) to work with Friends of Trees on neighborhood planting projects. Generally, a blanket permit is issued to Friends of Trees.

Mayor Katz said she would like to see a cost of service analysis for the kinds of services now being provided to Friends of Trees.

Kermit Robinson, OPDR, said these changes are the second of three recent initiatives – the stormwater manual revisions, tree preservation regulations and erosion control requirements. The three together will have a substantial impact on the cost of inspection and plan reviews and staff is currently working on a proposal for new fees to cover the cost of these increased programs. One thing to explore is whether the Bureau needs to begin doing post inspections on a regular basis to make sure the landscaping has survived. This will require higher fees than under the current complaint-driven system. OPDR staff plans to return with a cost-of-service analysis later this year.

Tom Liptan, Bureau of Environmental Services, discussed the compatibility of these regulations with the recently adopted stormwater manual requirements. He said trees are a major mitigation measure that can be counted towards stormwater water requirements on site. He said BES is trying to provide more information to developers about the importance of tree canopy to stormwater mitigation.

Joe Poracsky, Chair, Urban Forestry Commission, said the Commission supports this with two major concerns. The first regards use of private property funds to plant trees on public property as they believe mixing the two is not appropriate. They support using these funds to plant trees on the property of low income private property. The second concern is who does the tree plan. The proposed ordinance does not require it be done by a professional but the Commission believes that only a certified arborist is qualified to make an evaluation. Speaking as a professor of geography at Portland State University, he added that there is a

great deal of science behind the assertion that Portland's tree canopy is not what it could or should be.

Supporters of the proposed regulations included:

Brigid Flanigan, 2115 SW Sunset Dr., 97225  
Starr Hogeboom, 5447 NE Mason, 97218  
Lin Harmon-Walker, Friends of Trees  
Amanda Fritz, Portland Planning Commission  
Jim Gillen, 1040 SW 25<sup>th</sup>, 97219  
Terrill Collier, professional arborist and Urban Forestry Commission member  
Jim Worthington, 3232 SE 153<sup>rd</sup> Road, 97236  
Tom O'Keefe, United Community Action Plan

Supporters said this is a very flexible and fair approach that is badly needed as the City is one of the few jurisdictions in the Metro area with no existing tree preservation standards. They said preserving trees is very important to neighborhood livability, especially in areas experiencing high levels of new development. They said planting trees is not that expensive or complicated and does not add significantly to the cost of a house, especially considering the environmental benefits. Mr. Collier said selecting the right trees species is very important but they can be planted year round and there are a lot of new techniques for designing sidewalks that will allow ample space for root zones that trees can expand into without lifting up the sidewalks. Supporters also urged Council to provide support for enforcement efforts.

Opponents of the regulations included:

Dave Warrington, 8131 SW 56<sup>th</sup>, 97219  
Ron Crutcher, Portland Board of Realtors Association  
Jane Leo, Governmental Affairs Director, Portland Metropolitan Association of Realtors  
Kelly Ross, Home Builders Association of Metropolitan Portland  
David Rohrer, realtor, 6345 SW Edgewood Street, Lake Oswego, 97034

Opponents said this unfairly targets builders and requires an excessive number of trees. They said requiring five trees on a 5,000 square foot lot, for instance, does not take into account such variables as where the house is sited, the slope or the view. They said there is no scientific basis for assertions that the City is losing its tree canopy. Opponents said these ordinances also do not take into consideration what the new developments will look like in 20 years when the small trees have grown into huge ones that are too close to people's homes and provide too much canopy. They also questioned the need for "tree police" and the ability of Planning staff to enforce new regulations when they are unable to enforce existing ones. One opponent noted that Lake Oswego is now ordering the removal of large trees that are destroying streets and sidewalks. Several suggested an incentive based system or a tax on everyone, since everyone supposedly will benefit. Ms. Leo said this will negatively affect the cost of home-ownership, adding \$1,000 to \$1,500 to the cost of a home. She said the ordinance also forces tree plantings at all times of year as builders must have occupancy permits or they will be unable to obtain loans from any lenders.

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Council members stressed the need to work with Transportation and possibly change some of the engineering specs to avoid conflicts between sidewalks and tree roots. They noted the difference in opinion between builders and tree advocates about the seasonality of tree plantings.

Ms. Hartnett responded to some of the issues. She said ensuring the ability of property owners to plant year-round is one reason a smaller tree size is allowed for the residential requirements. Ms. Leo raised the issue of not being able to get an occupancy permit. If a single-dwelling homeowner indicated that she wanted to plant a 10-inch tree, a separate permit can be obtained to allow the landscaping to be done at a later date. An additional permit would be needed but that gives the homeowner the option of moving into a house in July but not doing the tree planting until September.

Commissioner Saltzman asked what happens when a home is built on spec?

Ms. Hartnett said they hope the developer will preserve the trees already on site if possible. There is nothing, however, that forces him to preserve, plant or pay the full amount of trees as any combination of the three that works can be done. To make this as flexible as possible, the ordinance was extended to allow a developer to choose to preserve a tree on an adjoining property within five feet of the property line. Regarding Fire Bureau regulations, none of those have been codified yet and if they are they would only apply in wildfire risk areas and would only restrict certain types of shrubs or trees within a certain distance of a house. People would also be given the alternative of using fire-resistant materials.

Commissioner Saltzman noted that he wanted to offer an amendment stating that the tree fund be spent on tree plantings in public or private property in the watershed of the development that pays the fee.

Ms. Hartnett said the Bureau of Planning has no problem with that.

Mr. McNerney said Urban Forestry would be open to that also.

Mayor Katz asked Commissioner Saltzman to bring that language forward next week.

Regarding the delay on issuing occupancy permits, Mr. Robinson said OPDR issues certificates of occupancy (CFOs) for everyone but single family and duplexes. However, more jurisdictions are adding those categories, primarily because the banks are demanding the CFOs. Also, because the City is looking at stormwater mitigation that includes tree elements, the Bureau may recommend CFOs for single family homes and that would then allow staff to issue temporary ones that would allow the trees to be planted later. Right now the City does not offer people that option unless they go through the separate permit process. Staff is also hoping to be able to review one combined site plan based on all the needs of the development, including trees and stormwater mitigation.

Mayor Katz said that is what Council hopes will happen. She added that if Forestry estimates that 260 permits will be issued that is too much work for half a staff position for a full year.

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Mr. McNerney said Forestry estimated there would be 580 direct permit reviews, including both new homes and remodels.

Commissioner Saltzman asked what the review involves.

Mr. McNerney said it involves providing early assistance, checking the site plans and site visitation. They have to see what conditions are present on site, i.e. existing vegetation on the private property that could affect what would be required on the street side. A second site visitation might be involved before they could sign off on the permit.

Mayor Katz asked about allocating 16-1/2 percent overhead to Parks.

Mr. McNerney said that allocation was worked out with the Office of Finance and Administration. He said they also have a lot of interagency customers which are charged an hourly rate.

Commissioner Sten said he has no problem requiring the street trees but he is less certain about the \$110 cost. He has reservations about requiring people to pay \$110 for a permit to plant trees when they put in a new bathroom. If a homeowner is smart he will ask for the free street tree permit before filing his building permit for the bathroom. Commissioner Sten said if there has to be a fee he would like to see if there are other options, such as allowing a qualified non-profit organization to help out.

Mr. McNerney said they considered other fees, such as those for curbs and sidewalks, building plan checks and so forth.

Commissioner Sten said those are related to construction. If you put in a bathroom you have to pay not only for the trees but for the permit to put in the trees. He would like to see if there is a way the \$110 permit fee can be used to pay for trees. He cannot imagine there is not some third party the City can trust to get the trees in the ground for the price of the permit and still meet the stipulations.

Mayor Katz said she believes all Council would like staff to look at that.

Ms. Hartnett said perhaps the \$25,000 amount that triggers this requirement for remodels should be adjusted.

Commissioner Sten said he is bothered about charging the \$110 plus the cost of trees on something that is tangentially related, like a bathroom. That is a very arbitrary level to achieve an important social goal. When one is building a new house, that is completely different.

Commissioner Saltzman said he is concerned about selecting a third party that will be here for all time. Who knows if Friends of Trees will be here in ten years?

Mayor Katz said, in addition to looking at that issue, staff should also work with PDOT on the engineering of sidewalks and what that will entail.

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Mr. McNerney said it is difficult to have a 100 percent guarantee that a tree will not break a sidewalk as there are genetic variations.

Mayor Katz asked if staff dealt with the watershed issue.

Ms. Hartnett said they will deal with that and also support the amendments that Mr. Collier presented.

Mayor Katz asked about using the tree fund for public or private places.

Commissioner Saltzman said his amendment included that.

Mayor Katz said the cost of tree per service should be reviewed by OFA to see if the cost can be lowered. She has to believe that more than one bureau is driving by some of these residential streets and could do more than one task. She asked staff to think creatively about how that might be done so the cost of enforcement can be reduced.

Mr. McNerney said right now OPDR is doing all the enforcement. Forestry would work most closely with Transportation on street trees.

Mayor Katz noted the City has sidewalk repair, street cleaning, leaf removal, etc. She asked staff to come back with recommendations on creative approaches that could be used.

**Disposition:** Continued to June 24, 1999 at 2:00 p.m.

- 814** Extend street tree planting requirements to residential construction and improvements that exceed \$25,000 and to all land divisions; provides for the enforcement of the requirements; and authorizes inspection fees (Ordinance introduced by Commissioner Francesconi; amend Code Sections 20.40.070 and 20.40.110)

**Disposition:** Continued to June 24, 1999 at 2:00 p.m.

At 4:10 p.m., Council recessed.

Note: At 2:00 p.m., Council attended the Tax Supervising and Conservation Commission hearings on the City of Portland's Spring Supplemental Budget and on the Approved FY 1999-00 Budget held in the Rose Room, City Hall, 1221 SW 4<sup>th</sup> Avenue. At 3:00 p.m., Council formally convened in Council Chambers.

A RECESSED MEETING OF THE COUNCIL OF THE CITY OF PORTLAND, OREGON WAS HELD THIS 10TH DAY OF JUNE, 1999 AT 3:00 P.M.

THOSE PRESENT WERE: Mayor Katz, Presiding; Commissioners Francesconi, Hales, Saltzman and Sten, 5.

OFFICERS IN ATTENDANCE: Cay Kershner, Clerk of the Council; Linda Meng, Chief Deputy City Attorney; and Officer Chuck Bolliger, Sergeant at Arms.

- \*815** **TIME CERTAIN: 3:00 PM** – Adopt a Supplemental Budget for FY 1998-99 of \$57,233,879 and make budget adjustments in various funds (Ordinance introduced by Mayor Katz)

**Discussion:** Larry Nelson, Bureau of Financial Planning, Office of Finance and Administration (OFA), said there are four major actions in the Supplemental Budget. They include: 1) creation of the Fire, Rescue and Emergency bond construction fund for \$24 million; 2) recognition of \$1.2 million in higher than anticipated property assessment payments within the Bancroft Interest and Sinking Fund; 3) recognition of the beginning fund balance from the prior fiscal year; and 4) recognition of \$10.2 million in the beginning fund balance of the Housing Investment Fund.

**Disposition:** Ordinance No. 173452. (Y-5)

- S - \*816** Adjust FY 1998-99 Adopted Budget for Spring Budget Adjustments (Period 2 FY 1998-99) (Ordinance introduced by Mayor Katz)

**Discussion:** Commissioner Hales moved acceptance of the Substitute. Commissioner Sten seconded and, hearing no objections, the Mayor so ordered.

Jim Ruth, Bureau of Financial Planning, outlined some of the technical adjustments contained in the ordinance. The significant technical adjustments include the Central City Streetcar, the rebalancing of Water Bureau and Bureau of Environmental Services Capital Improvement Projects as well as internal service bureau interagency changes. Carryovers total about \$5.3 million and include the school lands special appropriation and various OFA, Parks and Planning projects. Programmatic changes include transfer of money by the Police Bureau from personal services in anticipation of the COPS' 98 grant match.

Mayor Katz thanked Council for approving \$150,000 in general fund contingency for Downtown Special Services to help the City handle anticipated crowds expected to come downtown on New Year's Eve.

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Mark Murray, Bureau of Financial Planning, said the other major contingency item is the transfer of the Systems Development Charge set-aside out of contingency into Transportation's budget.


Mr. Ruth described the various technical changes to the Minor Supplemental Budget.

Mr. Murray said if bureaus need to carry over some funds into next year this action takes those funds out of this year's budget. They will then be reappropriated when next year's budget is adopted.

**Disposition:** Substitute Ordinance No. 173453. (Y-5)

At 2:24 p.m., Council adjourned.

GARY BLACKMER  
Auditor of the City of Portland

  
By Gay Kershner  
Clerk of the Council