

FY 2022-23 Spring Supplemental Budget Hearing

Council Hearing

April 12, 2023



City Budget Office

Financial Analysis for the City of Portland



Agenda

1. Overview of the Spring BMP

2. General Fund Contingency Balances & Summary of Filed Ordinance

3. Introduction of Amendments

4. Public Testimony

5. Discussion

6. Voting on Amendments & Overall Package



Spring BMP/ Supplemental Budget

Purpose & Typical Changes



The Spring BMP focuses on **ending the year in balance**. Bureaus may:



Request carryovers for unspent programmatic funding;



Make technical adjustments;



Request Compensation set-aside; and



Recognize unbudgeted revenue.



Additionally, **General Fund contingency** resources may be appropriated to address urgent needs and/or prevent year-end overspending.

FY 2022-23 Mayor's Spring BMP Guidance

Compensation Set Aside requests to cover current year personnel costs that cannot be covered with existing appropriations.

- Compensation Set-aside is an annual amount in a centrally managed account to cover inflationary costs tied to Cost of Living Adjustments and employee benefits
- This is an annual calculation that utilizes the Current Appropriation Level or “CAL” Target methodology for General Fund Discretionary backed expense

Requests for General Fund-backed labor costs resulting from approved labor bargaining agreements ratified in the current year.

- This set-aside was established in the Fall General Fund Ordinance

General Fund Program Carryover Requests that continue one-time work that was funded in the current fiscal year but not completed

- Requests to recognize general underspending and carry into the next fiscal year were not included in the definition of a standard program carryover request.

New Requests for One-time General Fund Unrestricted Contingency were not permitted under Mayor's Guidance, though were received.

Changes to General Fund Contingency

The Mayor's Filed Proposed Spring BMP results in **General Fund Contingency totaling \$65.3 million**

- **\$1.4 million** remains in Unrestricted Contingency
- **\$8.7 million** remains in Compensation Set-aside
- **\$44.3 million** for General Fund Carryovers (will be added to FY 24 Budget)
- **\$10.8 million** in Policy Set-aside accounts
- **\$0.0 million** in Capital Set-aside

	2022-23 Adopted Budget	2022-23 Revised Budget	2022-23 Mayor's Proposed Spring BMP
Unrestricted Contingency	\$3,009,276	\$0	\$1,431,002
Compensation Set-aside	\$18,706,943	\$18,706,943	\$8,776,799
Policy Reserves - GF Program Carryovers	\$0	\$0	\$44,253,969
Policy Reserves - All Other	\$8,110,241	\$15,046,222	\$10,830,972
Major Maintenance Reserves (Capital Set-aside)	\$0	\$0	\$0
	\$29,826,460	\$33,753,165	\$65,292,742

Mayor's Proposed BMP as Filed

In the General Fund, the Mayor's Proposed BMP includes:

- **\$9.9 million in Compensation Set-Aside Contingency allocations**
- **\$2.6 million in Policy set-aside allocations**
- **\$650,000 in new General Funds allocations.**
- **\$44.3 million in program carryovers**

Amendment Introduction



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Public Testimony



Discussion of Amendments



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