

Washington Park's International Rose Test Garden and Portland's Skyline

Portland's skyline provides an urban backdrop for this photograph of a young woman enjoying the International Rose Test Garden in Washington Park. The blending of the natural with the urban environment is a striking feature of Portland, contributing to its reputation and its attractiveness as a city. The presence of a young person represents the emphasis on youth that is a theme of the City's 2005-06 budget.

The International Rose Test Garden is a prominent feature of Washington Park, located in the west hills overlooking downtown Portland and with postcard views of the city and Mt. Hood. The City purchased Washington Park's original 40.78 acres in 1871, and the first rose test garden was established there in 1915 as a "safe haven" for hybrid roses from Europe feared to be in danger from World War I bombing. By this time, Portland had over 200 miles of streets bordered by roses and had already earned the moniker "City of Roses."

Today, Portland's International Rose Test Garden is considered the oldest official, continuously-operated public rose test garden in the United States, receiving roses from around the world to be tested in the mild climate conducive to their growth. The status and international recognition of the garden make Portland the only city in North America that can issue its awards to roses of merit throughout the world.

The picture was submitted as an entry in the City's "Five Gardens" photo contest in 2000, and is part of the Parks Bureau's photo collection. The photographer is Linda N. Todd, a resident of Northeast Portland.

Adopted Budget

City of Portland, Oregon

Fiscal Year 2005-06 Volume Two

City Funds Financial Plans and Policies

Mayor Tom Potter
Commissioner Sam Adams
Commissioner Randy Leonard
Commissioner Dan Saltzman
Commissioner Erik Sten
Auditor Gary Blackmer

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Budget Award

The Government Finance Officers Association of the United States and Canada (GFOA) presented an award of Distinguished Budget Presentation to the City of Portland, Oregon for its annual budget for the fiscal year beginning July 1, 2004.

In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communication device.

The award is valid for a period of one year only. We believe our current budget document continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.





User's Guide

The FY 2005–06 Adopted Budget document consists of three volumes. Volume One contains general information and an overview of the Adopted Budget for the City of Portland. Volume One also presents the adopted budgets for individual City bureaus and offices. Volume Two provides detailed information about the City's funds. It also includes the City's financial forecasts, plans, and policies. Volume Three displays detailed budget information for the City's capital projects, including the five-year Capital Improvement Plan.

VOLUME ONE - BUREAU BUDGETS

Mayor's Message

A message from Mayor Tom Potter about the challenges, opportunities, and uncertainties he and the four City Commissioners faced in preparing the Adopted Budget for FY 2005--06. The message highlights the Mayor's budget priorities and the principles adhered to in crafting the Adopted Budget.

Overviews

City Overview

The City Overview gives general information about the City of Portland, including its demographics and government management systems.

Budget Overview

The Budget Overview presents the total City budget from a number of technical perspectives, discusses significant changes to funds, and outlines the City's overall budget process. It also summarizes all budget decisions and delineates the links between those decisions and City Council goals and strategic issues.

Financial Overview

The Financial Overview lays out the City's financial planning process, fiscal structure, and related policies. Also part of this section are the five-year forecast, a discussion of City debt management, and highlights of key revenue and expenditure trends.

Budget Notes

The Budget Notes section lists issues that Council has determined require further analysis or action. The notes generally direct a bureau to undertake a particular assignment.

Financial Summaries

These summaries show Citywide revenues and expenses in total and by service area, as well as General Fund revenues and expenses and authorized positions.

Service Area Information

City bureaus are categorized into service areas based on the nature of their programs and services. Each service area section of the budget document begins with a description of the service area and budget highlights for bureaus in that service area. This is followed by the Adopted Budget for each bureau in the service area. The City's six service areas are:

- Public Safety
- Parks, Recreation, and Culture
- Public Utilities
- Community Development
- Transportation and Parking

• Legislative, Administrative, and Support Services

VOLUME TWO - CITY FUNDS

Financial Summaries

Tables at the beginning of Volume Two sum marize the City budget across all funds and list bureau expenses and total City expenses by fund. The Appropriation Schedule, tax levy computations, and urban renewal tax certifications are also included. This section concludes with tables related to the City's debtobligations and sum maries of the General Fund and General Reserve Fund.

Fund Summaries by Service Area

Presented in the same service area order as Volume One, these sections detail the resources and expenditures of each City fund. A brief description of each fund's purpose and relevant trends and issues are incorporated with fund financial information.

Financial Plans

Five-year financial plans for the General Fund and the enterprise funds are presented in this section. The plans provide detailed information about the financial context in which budgetary decisions were made.

Financial Policies

These policies provide a framework to guide the City in making financial and budgetary decisions. Financial policies help the City balance long-term interests and needs with more immediate concerns.

Ordinances

Volume Two concludes with the ordinances passed by Council to formally adopt the budget, levy taxes, open and close funds, and accept state shared revenues. The Tax Supervising and Conservation Commission's letter certifying the City's budget is also presented here.

VOLUME THREE - CAPITAL BUDGET

Overview

The overview explains the City's capital budgeting process, including regulatory requirements, the use of long-range planning documents, and the roles of various groups in developing the capital budget.

Citywide Summary

This summary offers highlights of the FY 2005-06 capital budget and a detailed presentation of the five-year Capital Improvement Plan. Capital projects are summarized by service area, geographic location, and fund.

Capital Projects by Service Area

Presented in the same service area order as Volumes One and Two, these sections describe each of the City's capital projects by bureau. Project information is displayed by funding source and geographic location, and includes expenditure history and five-year forecasts for each project.

QUESTIONS

If you have any questions about the use of the budget document or the City's budget please call the Financial Planning Division in the Office of Management and Finance at (503) 823-5288.

Financial Summaries

Guide to the Financial Summaries

Introduction

The Financial Summaries section of Volume Two contains a variety of tables intended to help the reader view the Adopted Budget as a whole, consolidating the budget figures across all the City's funds and bureaus.

BUREAU-LEVEL SUMMARIES

Bureau Expenses by Fund

The first table in Volume Two looks at the "Bureau Expenses by Fund." It provides detail on the bureau expenses, showing how much is budgeted for personal services, capital purchases, and the other major expense categories. The Total column of Table 1 is equal to the first column in Table 2.

Appropriation Schedule

The second table in Volume Two, the "Appropriation Schedule," is a legally required summary of expenditures at the total fund appropriation level. Appropriation is divided into bureau program expenses and fund requirements. Bureau program expenses are detailed on Table 1. Fund requirements are divided into contingency, interfund cash transfers, debt retirement, and inventory increases.

TAX AND URBAN RENEWAL TABLES

Tax Levy Computation

Table 3 outlines City property tax levy calculations. It reflects Measure 5 and Measure 47/50 tax base, operating property tax revenues, and pension obligation bond debt service property tax revenues. Tax calculations allow only a levy amount that is justified by a fund's budgeted requirements or statutes. The table states total requirements for each tax-supported fund, less non-tax revenues. This leaves an amount the fund receives in current year tax revenues. This amount is factored up for delinquencies, and Measure 5 and 50 losses (if applicable). The result is a certified property tax levy for each fund.

Urban Renewal Certification

Table 4 provides information about tax increment collections in the City's ten urban renewal districts.

FUND-LEVEL SUMMARIES

Tables 5 and 6 in Volume Two are lengthier tables that show different aspects of the City's budget by individual fund.

Total Revenues and Expenses by Fund by Fiscal Year

Table 5, the "Total Revenues and Expenses by Fund by Fiscal Year" table, shows the total expenses (or the total revenues, since they are equal) in any fund for the budget year, current year, and two years of history.

Revenues by Fund

Table 6, "Summary of Revenues by Fund," provides a more detailed view of the major revenue types received by each fund.

Historical Funds

Table 7, "Historical Funds and Appropriations," shows fund total information for City funds and for General Fund Special Appropriations that have been closed during the past three fiscal years. This information is required by local budget law.

Debt Summaries

Tables 8 through 12 provide summary information about the City's debt:

- Table 8, "Summary of Indebtedness, Debt Outstanding"
- Table 9, "Summary of Indebtedness, Debt Service"
- Table 10, "Principal Over the Life of the Debt"
- Table 11, "Interest Over the Life of the Debt"
- Table 12, "Summary of Defeased Indebtedness"

GENERAL FUND AND GENERAL RESERVE FUND SUMMARIES

The General Fund and the General Reserve Fund summaries are included in this section, because services provided by these funds are in many service areas.

This table summarizes the major categories of expenditures included in bureau budgets by fund and by bureau. Fund-level requirements such as contingencies and interfund transfers are summarized in Table 10.

	Personal Services	External Mat'l & Svcs	Internal Mat'l & Svcs	Capital Outlay	Equip Cash Transfers	Total Bureau Expense
General Fund						
Office of the City Attorney	4,965,703	423,931	636,540	0	0	6,026,174
Office of the City Auditor	5,261,121	1,317,858	1,116,677	0	0	7,695,656
Bureau of Housing and Community	2,196,101	7,292,032	260,567	0	0	9,748,700
Cable Communications and Franchise	663,520	821,012	307,096	0	0	1,791,628
Commissioner of Public Utilities	500,641	24,856	119,408	- 0	0	644,905
Commissioner of Public Works	519,072	6,200	117,015	0	0	642,287
Commissioner of Public Affairs	507,734	17,245	130,787	0	0	655,766
Commissioner of Public Safety	513,232	11,050	113,483	0	0	637,765
Bureau of Fire, Rescue and Emergency	60,711,382	5,920,278	4,487,430	2,101,669	0	73,220,759
Office of Government Relations	430,541	223,898	95,908	0	0	750,347
Licenses	4,375,862	2,707,190	872,179	. 0	0	7,955,231
Office of the Mayor	1,254,984	198,235	281,356	0	. 0	1,734,575
BGS Administration	226,856	19,731	17,958	0	0	264,545
Citywide Projects	1,907,876	6,091,692	454,019	800,000	0	9,253,587
Financial Services	4,808,348	1,041,206	3,442,811	0	0	9,292,365
Human Resources	4,672,039	1,117,836	998,194	0	0	6,788,069
OMF Business Operations	2,814,805	535,322	1,356,893	0	0	4,707,020
Purchases	2,386,193	627,557	776,086	0	0	3,789,836
Utility Customer Services	6,831,259	1,640,838	4,810,080	225,000	0	13,507,177
Office of Neighborhood Involvement	3,824,388	2,546,401	741,455	0	0	7,112,244
Office of Sustainable Development	1,492,671	895,013	205,248	0	0	2,592,932
Parks and Recreation - General Fund	29,461,790	12,129,288	6,168,705	70,621	0	47,830,404
Parks Stores	20,401,700	25,000	0,100,700	0	0	25,000
Bureau of Planning	4,757,305	246,430	1,080,065	0	0	6,083,800
Portland Office of Emergency	829,727	5,525,084	366,555	0	0	6,721,366
Bureau of Police	97,063,056	11,993,465	23,226,150	80,000	0	132,362,671
Special Appropriations	97,003,036	20,282,128	352,220	00,000	0	20,634,348
Total General Fund	242,976,206	83,680,776	52,534,885	3,277,290	0	382,469,157
Operating Funds		,,	,_,_	2,2,2		
Assessment Collection Fund	0	0	268	0	0	268
Development Services Fund	23,904,250	1,175,054	6,192,335	0	0	31,271,639
Cable Fund	20,304,230	2,743,384	397,558	0	0	3,140,942
	10,253,837	191,792	3,002,458	0	0	13,448,087
Emergency Communication Fund Golf Fund			603.049	280,000	0	
	2,485,981	1,701,737		-	0	5,070,767
Hydropower Operating Fund	266,222	129,200	170,782	0		566,204
Parking Facilities Fund	98,612	2,806,089	2,779,803	0	0	5,684,504
Portland International Raceway Fund	535,538	600,499	168,280	0	0	1,304,317
Property Management License Fund	0	4,546,736	45,927	0	0	4,592,663
Public Safety Fund	18,963	267,287	258,684	217,000	0	761,934
Solid Waste Management Fund	922,107	950,220	620,142	0	0	2,492,469
Sewer System Operating Fund	39,629,510	31,762,829	38,538,844	111,729,199	25,000	221,685,382
Spectator Facilities Fund	0	851,700	385,468	200,000	0	1,437,168
Transportation Operating Fund	56,239,215	35,194,209	19,082,084	62,179,740	0	172,695,248
Water Fund	34,970,784	26,418,365	19,906,649	23,847,320	0	105,143,118
Total Operating Funds	169,325,019	109,339,101	92,152,331	198,453,259	25,000	569,294,710
Internal Service Funds	-	_	•	•	•	•
Communications Services Operating	0	0	7 400 470	1 405 000	0	0
Technology Services Fund	18,354,626	12,181,636	7,488,170	1,465,000	0	39,489,432
Facilities Services Fund	2,923,459	14,821,259	3,650,640	0	0	21,395,358
CityFleet Operating Fund	5,399,386	7,462,569	1,417,994	4,493,707	0	18,773,656
Health Insurance Fund	536,471	33,960,268	586,342	0	0	35,083,081
PPA Health Insurance Fund	0	7,966,780	308,122	0	0	8,274,902
Insurance and Claims Fund	871,543	3,983,826	1,704,273	10,000	0	6,569,642
Printing and Distribution Services Fund	1,753,216	3,554,756	632,766	292,542	0	6,233,280
Workers' Compensation Fund	892,767	2,972,253	526,796	10,000	0	4,401,816
Total Internal Service Funds	30,731,468	86,903,347	16,315,103	6,271,249	0	140,221,167
Agency and Trust Funds	405 770	0.540.070	400.000	005.000		4 704 070
Environmental Remediation Fund	495,779	3,540,970	402,329	325,000	0	4,764,078

This table summarizes the major categories of expenditures included in bureau budgets by fund and by bureau. Fund-level requirements such as contingencies and interfund transfers are summarized in Table 10.

	Personal Services	External Mat'l & Svcs	Internal Mat'l & Svcs	Capital Outlay	Equip Cash Transfers	Total Bureau Expense
Housing Investment Fund	0	20,768,484	67,400	0	0	20,835,884
Hydropower Renewal and Replacement	0	0	0	0	0	0
Portland Parks Memorial Trust Fund	0	1,036,729	881,610	0	0	1,918,339
Parks Endowment Fund	0	700	500	0	0	1,200
Sewer Revolving Loan Fund	0	253,500	0	0	0	253,500
Sewer System Rate Stabilization Fund	0	0	0	0	0	0
Sewer System Safety Net Fund	0	0	0	0	0	0
Water Growth Impact Charge Trust Fund	0	0	0	0	0	0
Total Agency and Trust Funds	495,779	25,600,383	1,351,839	325,000	0	27,773,001
Construction Funds						
BFRES Facilities Bond Construction	0	97,194	2,453,184	4,635,000	0	7,185,378
L I D Construction Fund	0	100,000	15,063,646	0	0	15,163,646
Parks Capital Construction and	1,324,961	1,729,237	413,003	11,443,501	0	14,910,702
Sewer System Construction Fund	0	3,400,000	100,000	0	0	3,500,000
Water Construction Fund	0	0	0	0	0	0
Total Construction Funds	1,324,961	5,326,431	18,029,833	16,078,501	0	40,759,726
Debt Service Funds						
Airport Way Debt Service Fund	0	0	0	0	0	0
Bancroft Bond Fund	0	0	0	0	0	0
Bonded Debt Interest and Sinking Fund	0	0	0	0	0	0
Central Eastside Industrial District Debt	0	0	0	0	0	0
Convention Center Area Debt Service	0	0	0	0	0	0
Parking Facilities Debt Redemption Fund	0	0	0	0	0	0
Gateway URA Debt Redemption-Fund	0	0	0	0	0	0
Gas Tax Bond Redemption Fund	0	0	0	0	0	0
	0	. 0	0	0	0	0
Golf Revenue Bond Redemption Fund	_		_	_	_	•
Governmental Bond Redemption Fund	0	0	0	0	0	0
Hydropower Bond Redemption Fund	0	0	0	0	0	0
Lents Town Center URA Debt Fund	0	0	0	0	0	0
Interstate Corridor Debt Service Fund	0	0	0	0	0	0
North Macadam URA Debt Redemption	0	0	0	0	0	0
Pension Debt Redemption Fund	0	415,200	114,312	0	0	529,512
River District URA Debt Redemption	0	0	0	0	0	0
Sewer System Debt Redemption Fund	0	0	0	0	0	0
South Park Block Redemption Fund	0	0	0	0	0	0
Special Projects Debt Service Fund	0	0	0	0	0	0
Washington County Supply Bond	0	0	0	0	0	0
Water Bond Sinking Fund	0	0	0	0	0	0
Waterfront Renewal Bond Sinking Fund	0	0	0	0	0	0
Willamette Industrial URA Debt Svc	0	0	0	0	0	0
Total Debt Service Funds	0	415,200	114,312	0	0	529,512
Federal and State Funds						
Federal Grants Fund	0	0	0	0	0	0
HOME Grant Fund	0	8,813,328	405,162	0	0	9,218,490
Housing and Community Development	0	13,367,791	1,809,232	0	0	15,177,023
Total Federal and State Funds	0	22,181,119	2,214,394	0	0	24,395,513
Retirement Funds						
Fire & Police Disability & Retirement	0	86,120,334	1,382,262	0	0	87,502,596
Fire & Police Disability & Retirement	0	0	0	0	0	0
Fire & Police Supplemental Retirement	0	9,700	0	0	0	9,700
Total Retirement Funds	0	86,130,034	1,382,262	0	0	87,512,296
Revenue and Reserve Fund	J	, ,	,,	,		,,
Business License Surcharge Fund	^	6 000 000	312,813	^	^	6 212 212
•	0 54.313	6,000,000		0	0	6,312,813
Campaign Finance Fund	54,312	1,241,688	16 697	0	0	1,296,000
Children's Investment Fund	290,046	8,172,826	16,687	0	0	8,479,559
Convention and Tourism Fund	0	2,177,201	69,707	0	0	2,246,908
General Reserve Fund	0	0	0	0	0	0
Parks Local Option Levy Fund	0	0	11,426,828	0	0	11,426,828

Summary of Bureau Expenses by Fund – FY 2005–06

TABLE 1

This table summarizes the major categories of expenditures included in bureau budgets by fund and by bureau. Fund-level requirements such as contingencies and interfund transfers are summarized in Table 10.

	Personal Services	External Mat'l & Svcs	Internal Mat'l & Svcs	Capital Outlay	Equip Cash Transfers	Total Bureau Expenses
Private for Hire Transportation Safety	0	10,000	12,000	0	0	22,000
Special Finance and Resource Fund	0	114,159,261	0	0	0	114,159,261
Transportation Reserve Fund	0	0	0	0	0	0
Total Revenue and Reserve Fund	344,358	131,760,976	11,838,035	0	0	143,943,369
TOTAL ALL FUNDS	\$ 445,197,791	\$ 551,337,367	\$ 195,932,994	\$ 224,405,299	25,000	\$1,416,898,451

9			Fund Requirements				
	Bureau Program Expenses	Contingency	Interfund Cash Transfers	Debt Retirement	Inventory Increase	Total Appropriation	
GENERAL FUND						,	
Office of the City Attorney	6,026,174	0	0	0	0	6,026,174	
Office of the City Auditor	7,695,656	0	0	0	0	7,695,656	
Bureau of Housing and Community Development	9,748,700	0	0	0	0	9,748,700	
Cable Communications and Franchise Management	1,791,628	0	0	0	0	1,791,628	
Commissioner of Public Utilities	644,905	0	0	0	0	644,905	
Commissioner of Public Works	642,287	0	0	0	0	642,287	
Commissioner of Public Affairs	655,766	0	0	0	0	655,766	
Commissioner of Public Safety	637,765	0	0	0	0	637,765	
Bureau of Fire, Rescue, and Emergency Services	73,220,759	0	0	0	0	73,220,759	
Office of Government Relations	750,347	0	0	0	0	750,347	
Licenses	7,955,231	0	0	0	0	7,955,231	
Office of the Mayor	1,734,575	0	0	0	0	1,734,575	
Office of Management & Flnance	47,602,599	0	0	0	0	47,602,599	
Office of Neighborhood Involvement	7,112,244	0	0	0	0	7,112,244	
Office of Sustainable Development	2,592,932	0	0	0	0	2,592,932	
Parks and Recreation/Parks Stores	47,855,404	0	0	0	0	47,855,404	
Bureau of Planning	6,083,800	0	0	0	0	6,083,800	
Portland Office of Emergency Management	6,721,366	0	0	0	0	6,721,366	
Bureau of Police	132,362,671	0	0	0	0	132,362,671	
Total General Fund Bureaus	361,834,809	0	0	0	0	361,834,809	
Special Appropriations							
Public Safety Service Area	5,251,798	0	0	0	0	5,251,798	
Parks & Recreation Service Area	2,116,294	0	0	0	0	2,116,294	
Community Development Service Area	12,952,562	0	0	0	0	12,952,562	
Transportation Service Area	128,695	0	0	0	0	128,695	
Legislative & Administrative Service Area	184,999	0	0	0	0	184,999	
Total Special Appropriations	20,634,348	0	0	0	0	20,634,348	
Total Fund Requirements	0	18,259,326	38,308,860	0	0	56,568,186	
TOTAL GENERAL FUND	\$ 382,469,157		\$ 38,308,860	\$ 0	\$ 0	\$ 439,037,343	
OPERATING FUNDS							
Assessment Collection Fund	268	64,002	209	0	0	64,479	
Cable Fund	3,140,942	746,142	16,581	0	0	3,903,665	
Emergency Communication Fund	13,448,087	711,511	467,808	0	0	14,627,406	
Golf Fund	5,070,767	966,418	1,043,586	69,864	0	7,150,635	
Hydropower Operating Fund	566,204	137,237	276,799	0	0	980,240	
Parking Facilities Fund	5,684,504	1,834,620	4,194,357	0	0	11,713,481	
Development Services Fund	31,271,639	2,686,537	1,544,259	0	0	35,502,435	
Portland International Raceway Fund	1,304,317	536,506	53,059	0	0	1,893,882	
Property Management License Fund	4,592,663	20,943	0	0	0	4,613,606	
Public Safety Fund	761,934	122,233	6,352	0	0	890,519	

			Fund Requirements					
	Bureau Program Expenses	Contingency	Interfund Cash Transfers	Debt Retirement	Inventory Increase	Total Appropriation		
Solid Waste Management Fund	2,492,469	2,627,789	825,193	0	0	5,945,451		
Sewer System Operating Fund	221,685,382	8,573,804	141,235,345	220,003	0	371,714,534		
Spectator Facilities Fund	1,437,168	6,017,934	236,878	6,213,876	0	13,905,856		
Transportation Operating Fund	172,695,248	4,994,425	8,760,219	355,074	100,000	186,904,966		
Water Fund	105,143,118	19,162,372	41,429,711	662,116	40,000	166,437,317		
Total Operating Funds	569,294,710	49,202,473	200,090,356	7,520,933	140,000	826,248,472		
Internal Service Funds	1.1			2				
City Fleet Services Fund	18,773,656	1,606,214	1,110,858	0	0	21,490,728		
Facilities Services Fund	21,395,358	1,806,972	958,722	7,529,224	0	31,690,276		
Health Insurance Fund	35,083,081	5,899,395	258,839	0	0	41,241,315		
Insurance and Claims Fund	6,569,642	192,201	193,734	0	0	6,955,577		
PPA Health Insurance Fund	8,274,902	735,064	41,263	0	0	9,051,229		
Printing and Distribution Services Operating Fund	6,233,280	1,007,170	389,630	0	0	7,630,080		
Technology Services Fund	39,489,432	5,985,582	1,234,736	1,896,713	0	48,606,463		
Workers' Compensation Fund	4,401,816	204,917	217,542	0	0	4,824,275		
Total Internal Service Funds	140,221,167	17,437,515	4,405,324	9,425,937	0	171,489,943		
Agency and Trust Funds Environmental Remediation Fund	4,764,078	661.409	4,958	0	0	5,430,445		
Housing Investment Fund	20,835,884	23,619	533,097	0	0	21,392,600		
Hydropower Renewal and Replacement Fund	0	9,186,875	50,000	0	0	9,236,875		
Portland Parks Memorial Trust Funds	1,918,339	2,532,963	0	0	0	4,451,302		
Parks Endowment Fund	1,200	0	0	0	0	1,200		
Sewer Revolving Loan Fund	253,500	534,883	0	0	0	788,383		
Sewer System Rate Stabilization Fund	0	27,700,660	5,275,000	0	0	32,975,660		
Sewer System Safety Net Fund	0	991,446	0	0	0	991,446		
Total Agency and Trust Funds	27,773,001	41,631,855	5,863,055	0	0	75,267,911		
Construction Funds BFRES Facilities Bond Construction Fund	7,185,378	2,620,957	83,465	0	0	9,889,800		
L I D Construction Fund	15,163,646	2,079,388	2,146,258	5,665,000	0	25,054,292		
Parks Capital Construction and Maintenance Fund	14,910,702	4,579,194	1,076,799	0	0	20,566,695		
Sewer System Construction Fund	3,500,000	20,143,593	137,163,030	0	0	160,806,623		
Water Construction Fund	0	7,938,637	52,924,249	0	0	60,862,886		
Total Construction Funds	40,759,726	37,361,769	193,393,801	5,665,000	0	277,180,296		
Debt Service Funds								
Airport Way Debt Service Fund	0	0	0	5,638,043	0	5,638,043		
Bancroft Bond Fund	0	0	0	3,861,179	0	3,861,179		
Bonded Debt Interest and Sinking Fund	0	0	0	7,794,485	0	7,794,485		
Central Eastside Industrial District Debt Service Fund	0	0	0	4,271,817	0	4,271,817		
Convention Center Area Debt Service Fund	0	0	0	6,783,607	0	6,783,607		
Parking Facilities Debt Redemption Fund	0	0	0	3,073,776	0	3,073,776		

		Fund Requirements				
	Bureau Program Expenses	Contingency	Interfund Cash Transfers	Debt Retirement	Inventory Increase	Total Appropriation
Gateway URA Debt Redemption Fund	0	0	0	1,509,739	0	1,509,739
Gas Tax Bond Redemption Fund	0	0	0	2,749,225	0	2,749,225
Golf Revenue Bond Redemption Fund	0	0	0	806,911	0	806,911
Governmental Bond Redemption Fund	0	0	0	3,787,869	0	3,787,869
Hydropower Bond Redemption Fund	0	0	0	3,672,703	0	3,672,703
Lents Town Center URA Debt Redemption Fund	0	0	0	5,130,512	0	5,130,512
Interstate Corridor Debt Service Fund	0	0	0	4,625,329	0	4,625,329
North Macadam URA Debt Redemption Fund	0	0	0	1,803,208	0	1,803,208
Pension Debt Redemption Fund	529,512	0	0	15,038,543	0	15,568,055
River District URA Debt Redemption Fund	0	0	0	11,716,350	0	11,716,350
Sewer System Debt Redemption Fund	0	0	0	84,029,047	0	84,029,047
South Park Block Redemption Fund	0	0	0	6,897,212	0	6,897,212
Special Projects Debt Service Fund	0	0	0	5,311,093	0	5,311,09
Water Bond Sinking Fund	0	0	0	14,254,475	0	14,254,47
Waterfront Renewal Bond Sinking Fund	0	0	0	14,054,791	. 0	14,054,79
Willamette Industrial URA Debt Redemption Fund	0	0	0	178,315	0	178,31
Total Debt Service Funds	529,512	0	0	206,988,229	0	207,517,74
Federal and State Funds						
Federal Grants Fund	0	0	44,253,740	0	0	44,253,740
HOME Grant Fund	9,218,490	0	0	0	0	9,218,49
Housing and Community Development Fund	15,177,023	56,542	235,081	0	0	15,468,640
Total Federal and State Funds	24,395,513	56,542	44,488,821	0	0	68,940,870
Retirement Funds						
Fire & Police Disability & Retirement Fund	87,502,596	3,368,424	135,521	20,500,000	0	111,506,54
Fire & Police Disability & Retirement Reserve Fund	0	0	750,000	0	0	750,000
Fire & Police Supplemental Retirement Reserve Fund	9,700	0	0	0	0	9,70
Total Retirement Funds	87,512,296	3,368,424	885,521	20,500,000	0	112,266,24
Revenue and Reserve Fund						
Business License Surcharge Fund	6,312,813	0	26,725	0	0	6,339,538
Campaign Finance Fund	1,296,000	0	0	0	0	1,296,000
Children's Investment Fund	8,479,559	1,430,514	25,000	0	0	9,935,07
Convention and Tourism Fund	2,246,908	165,566	9,686	0	0	2,422,16
General Reserve Fund	0	48,896,438	67,000	0	0	48,963,43
Parks Local Option Levy Fund	11,426,828	4,158,336	31,790	0	0	15,616,95
Private for Hire Transportation Safety Fund	22,000	1,955	68,942	0	0	92,89

Appropriation Schedule - FY 2005-06

TABLE 2

	Bureau Program Expenses	Contingency	Interfund Cash Transfers	Debt Retirement	Inventory Increase	Total Appropriation
Special Finance and Resource Fund	114,159,261	0	0	0	0	114,159,261
Transportation Reserve Fund	0	704,342	0	0	0	704,342
Total Revenue and Reserve Fund	143,943,369	55,357,151	229,143	0	0	199,529,663
TOTAL ALL FUNDS	\$1,416,898,451	\$ 222,675,055	\$ 487,664,881	\$ 250,100,099	\$ 140,000	\$ 2,377,478,486

Tax Levy Computation

This table shows the calculation of the City's property tax levies in the format prescribed by State Law.

	Total	General Fund Tax Base	General Obligation Debt	Fire & Police Disability & Retirement	Parks Local Option Levy	Childrens Local Option Levy
FISCAL YEAR 2005-06				3.0		
Total Budget Requirements	583,890,396	439,037,343	7,794,485	111,506,541	15,616,954	9,935,073
Less: Budgeted Resources, Except Taxes to be Levied	(324,292,025)	(284,855,939)	(100,000)	(32,905,381)	(6,067,967)	(362,738)
Total Equals: Taxes Necessary To Balance	259,598,371	154,181,404	7,694,485	78,601,160	9,548,987	9,572,335
Add: Taxes Estimated not to be Received due to Delinquency & Discount	15,363,436	9,109,887	456,453	4,662,781	566,465	567,850
Total Equals: Estimated (Measure 50) Levy Receivable	274,961,807	163,291,291	8,150,938	83,263,941	10,115,452	10,140,185
Add: Estimated Measure 50 Levy Compression	18,594,982	6,538,445	0	3,334,022	4,355,932	4,366,583
Total Taxes to be Levied	293,556,789	169,829,736	8,150,938	86,597,962	14,471,385	14,506,768
Legal Basis of Taxes to be Levied				-		
Permanent Rate Limit Levy-Subject to \$10 Limit	198,807,889	169,829,736	0	. 0	14,471,385	14,506,768
Local Option Operating Tax	0	0	0	0		0
Local Option Capital Construction Tax	0	0	0	0		0
Levy for Gap Bonds	0	0	0	0		0
Levy for Pension & Disability Obligations	86,597,962	0	0	86,597,962	0	0
Levy For Bonded Indebtedness	8,150,938	0	8,150,938	0	0	0
TOTAL TAXES TO BE LEVIED	\$ 293,556,789	\$ 169,829,736	\$ 8,150,938	\$ 86,597,962	\$ 14,471,385	\$ 14,506,768
FISCAL YEAR 2004-05						
Total Budget Requirements	\$525,346,034	\$387,356,348	\$7,817,992	\$108,477,365	12,606,256	9,088,073
Less: Budgeted Resources, Except Taxes to be Levied	(\$274,052,932)	(\$238,768,529)	(\$510,369)	(\$30,258,081)	(4,153,215)	(362,738)
Total Equals: Taxes Necessary to Balance	\$251,293,102	\$148,587,819	\$7,307,623	\$78,219,284	8,453,041	8,725,335
Add: Taxes Estimated not to be Received due to Delinquency & Discount	\$15,189,508	\$8,981,448	\$441,712	\$4,727,995	510,947	527,406
Total Equals: Estimated (Measure 50) Levy Receivable	266,482,610	157,569,267	7,749,335	82,947,279	8,963,988	9,252,741
Add: Estimated Measure 5/50 Levy Compression	\$20,611,133	\$6,791,274	\$0	\$3,575,048	5,041,210	5,203,600
Total Taxes to be Levied	287,093,743	164,360,541	7,749,335	86,522,327	14,005,199	14,456,342
Legal Basis of Taxes to be Levied						
Permanent Rate Limit Levy-Subject to \$10 Limit	192,822,081	164,360,541	0	0	14,005,199	14,456,342
Local Option Operating Tax	0	0	0	0	0	0
Local Option Capital Construction Tax	0	0	0	0	0	0
Levy for Gap Bonds	0	0	0	0	0	0
Levy for Pension & Disability Obligations	86,522,327	0	0	86,522,327	0	0
Levy For Bonded Indebtedness	7,749,335	0	7,749,335	0	0	0
TOTAL TAXES TO BE LEVIED	\$ 287,093,743	\$ 164,360,541	\$ 7,749,335	\$ 86,522,327	\$ 14,005,199	\$ 14,456,342

TABLE 3

This table shows the amount of tax increment collections planned for the City's urban renewal districts.

Tax Increment Authority for FY 2005–06 by Plan Area	Is This An Existing District	Option Selected	Max. to Collect All Methods	Amount of Special Levy	Max. to Collect Division of Tax
Part 1: Option One Plans					
Central Eastside	Part 1, Option 1	100%	4,741,324	No Special Levy	4,741,324
Part 2: Option Two Plans					
Not Applicable to Portland					
Part 3: Option Three Plans (Standard Rate)					
Airport Way	Part 3, Option 3	Fixed Amount	2,540,000	3,836,913	6,376,913
Downtown Waterfront	Part 3, Option 3	Fixed Amount	7,710,000	7,521,029	15,231,029
South Park Blocks	Part 3, Option 3	Fixed Amount	5,660,000	1,921,029	7,581,029
Convention Center	Part 3, Option 3	Fixed Amount	5,740,000	1,721,029	7,461,029
Total Part 3 Plans			21,650,000	15,000,000	36,650,000
Part 4: "Window" (Standard Rate)(Adopted after December 6, 1996, prior Oct. 6, 2001)					
Lents Town Center District	Part 4 Plans	100%	5,684,757	No Special Levy	5,684,757
River District	Part 4 Plans	100%	12,766,023	No Special Levy	12,766,023
North Macadam District	Part 4 Plans	100%	2,026,859	No Special Levy	2,026,859
North Interstate District	Part 4 Plans	100%	5,128,317	No Special Levy	5,128,317
Gateway Regional Center	Part 4 Plans	100%	1,704,155	No Special Levy	1,704,155
Total Part 4 Plans			27,310,111		27,310,111
Total	-				
Total Part 5 "New Plans" (Reduced Rate)(Adopted after Oct. 6,2001)					
Total Willamette Industrial Fund		100%	223,832	No Special Levy	223,832
OTAL CERTIFIED FOR COLLECTIONS			\$ 53,925,267	\$ 15,000,000	\$ 68,925,267

^(*) Before compression, delinquency and discounts.

Note: Division of Taxes estimates for new URA's are based on projections of assessed value growth and property tax estimates

that may vary from actual collections certified by Multnomah County.

In each fund total revenues, including beginning fund balances, must equal total expenses, including ending fund balances. This table states the total revenues and expenses for each City fund.

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Proposed FY 2005-06	Adopted FY 2005-06
Operating Funds					
General Fund	349,186,293	389,663,656	434,094,833	436,170,925	439,037,343
Assessment Collection Fund	60,301	62,259	64,079	64,479	64,479
Development Services Fund	34,187,549	33,221,678	35,533,355	36,297,352	36,331,617
Cable Fund	5,969,745	5,371,199	5,751,146	4,834,857	4,834,857
Emergency Communication Fund	14,689,994	13,766,900	13,560,995	14,627,406	14,627,406
Golf Fund	8,521,968	7,883,985	6,938,686	6,750,635	7,150,635
Hydropower Operating Fund	1,221,853	1,123,075	1,237,873	980,240	980,240
Parking Facilities Fund	15,526,336	12,768,381	11,819,823	11,713,481	11,713,481
Portland International Raceway Fund	1,516,230	1,567,318	1,565,866	1,893,882	1,893,882
Property Management License Fund	4,150,852	4,189,563	4,664,200	4,952,335	4,613,606
Public Safety Fund	3,000,280	1,595,569	1,629,414	656,019	890,519
Solid Waste Management Fund	6,504,194	6,367,476	5,790,232	5,945,451	5,945,451
Sewer System Operating Fund	332,777,590	373,068,828	383,998,275	371,886,788	371,714,534
Spectator Facilities Fund	15,877,287	14,410,913	14,993,353	13,905,856	13,905,856
Transportation Operating Fund	137,091,853	132,944,061	174,264,761	183,565,544	186,904,966
Water Fund	126,223,747	137,569,467	155,036,980	166,379,891	166,437,317
Total Operating Funds	1,056,506,072	1,135,574,328	1,250,943,871	1,260,625,141	1,267,046,189
Internal Service Funds					
Communications Services Fund	30,362,123	25,470,477	28,497,538	0	0
Technology Services Fund	23,060,735	25,048,044	29,320,319	57,054,625	57,054,625
Facilities Services Fund	56,481,678	63,665,620	42,598,041	37,801,647	37,630,858
CityFleet Operating Fund	37,747,485	38,105,026	42,771,369	37,905,430	37,856,771
Health Insurance Fund	51,243,984	48,908,954	42,973,795	41,241,315	41,241,315
PPA Health Insurance Fund	0	0	8,144,595	9,051,229	9,051,229
Insurance and Claims Operating Fund	21,068,607	23,345,903	24,724,622	24,908,706	24,908,706
Printing and Distribution Services Fund	6,973,996	6,989,528	7,976,040	7,637,853	7,643,490
Workers' Compensation Fund	17,196,748	17,301,353	17,914,735	18,630,214	18,630,214
Total Internal Service Funds	244,135,356	248,834,905	244,921,054	234,231,019	234,017,208
Agency and Trust Funds					
Environmental Remediation Fund	1,238,162	1,535,306	3,277,268	5,656,445	5,430,445
Housing Investment Fund	10,951,503	6,575,264	18,108,996	13,263,884	21,653,884
Hydropower Renewal and Replacement Fund	8,506,367	8,634,328	8,683,558	9,236,875	9,236,875
Portland Parks Memorial Trust Fund	4,700,903	5,496,784	4,933,709	4,451,302	4,451,302
Parks Endowment Fund	154,384	162,097	164,384	165,629	165,629
Sewer Revolving Loan Fund	1,694,682	1,696,091	824,241	788,383	788,383
Sewer System Rate Stabilization Fund	8,316,232	17,613,069	21,498,883	32,921,660	32,975,660
Sewer System Safety Net Fund	1,121,732	2,387,900	1,086,258	991,446	991,446
Water Growth Impact Charge Trust Fund	1,644,762	1,664,868	1,684,496	1,718,539	1,718,539
Total Agency and Trust Funds	38,328,727	45,765,707	60,261,793	69,194,163	77,412,163
Construction Funds					
BFRES Facilities Bond Construction Fund	11,039,333	18,228,666	14,338,016	9,889,800	9,889,800
Capital Improvement Fund	68,170	0	0	0	0
L I D Construction Fund	45,122,236	4,633,994	12,959,023	25,054,292	25,054,292
	, ,			_	
Parks Bond Construction Fund	0	0	0	0	0
Parks Bond Construction Fund Parks Capital Construction and Maintenance Fund		0 14,385,106	0 23,724,675	0 18,651,468	20,566,695
Parks Capital Construction and	0				

Total Revenues and Expenses by Fund By Fiscal Year

TABLE 5

In each fund total revenues, including beginning fund balances, must equal total expenses, including ending fund balances. This table states the total revenues and expenses for each City fund.

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Proposed FY 2005-06	Adopted FY 2005-06
Total Construction Funds	396,674,773	307,413,626	395,905,560	483,777,601	485,962,910
Debt Service Funds					
Airport Way Debt Service Fund	21,538,825	8,230,899	7,597,332	8,554,134	8,554,134
Bancroft Bond Fund	14,398,330	18,769,166	15,872,621	16,650,699	16,650,699
Bonded Debt Interest and Sinking Fund	7,785,359	17,081,651	7,830,992	7,794,485	7,794,485
Central Eastside Industrial District Debt Svc Fd	4,110,709	4,134,035	4,264,021	4,271,817	4,271,817
Convention Center Area Debt Service Fund	9,749,034	6,785,104	6,784,598	6,783,607	6,783,607
Parking Facilities Debt Redemption Fund	3,639,972	3,737,353	3,490,176	3,073,776	3,073,776
Gateway URA Debt Redemption Fund	655,695	1,034,357	1,374,737	1,509,739	1,509,739
Gas Tax Bond Redemption Fund	913,776	1,917,324	6,440,240	2,749,626	2,749,626
Golf Revenue Bond Redemption Fund	711,207	1,444,423	1,444,430	1,441,624	1,441,624
Governmental Bond Redemption Fund	9,656,383	26,201,379	8,872,021	3,774,031	3,787,869
Hydropower Bond Redemption Fund	7,937,943	7,972,938	8,075,741	8,280,704	8,280,704
Lents Town Center URA Debt Redemption Fund	3,464,394	4,167,582	4,949,318	5,130,512	5,130,512
Interstate Corridor Debt Service Fund	1,986,593	2,851,084	7,093,186	4,625,329	4,625,329
North Macadam URA Debt Redemption Fund	1,198,655	1,410,036	2,074,423	1,803,208	1,803,208
Pension Debt Redemption Fund	24,224,195	17,958,329	14,923,866	20,568,055	20,568,055
River District URA Debt Redemption Fund	35,846,396	16,771,372	15,520,995	16,451,300	16,451,300
Sewer System Debt Redemption Fund	105,866,215	69,573,514	75,693,402	86,868,929	86,868,929
South Park Block Redemption Fund	7,405,493	7,465,329	6,904,107	6,897,212	6,897,212
Special Projects Debt Service Fund	42,897,142	6,195,926	5,714,057	5,311,093	5,311,093
Washington County Supply Bond Redemption Fund	3,677,325	3,702,434	2,024,550	0	0
Water Bond Sinking Fund	26,303,705	73,090,126	13,845,281	14,238,657	14,254,475
Waterfront Renewal Bond Sinking Fund	35,567,870	17,789,840	16,134,516	15,736,291	15,736,291
Willamette Industrial URA Debt Service Fund	0	0	0	178,315	178,315
Total Debt Service Funds	369,535,216	318,284,201	236,924,610	242,693,143	242,722,799
Federal and State Funds					
Federal Grants Fund	15,530,413	26,447,189	58,899,399	38,835,793	44,253,740
HOME Grant Fund	2,693,863	6,251,898	14,866,449	5,218,490	9,218,490
Housing and Community Development Fund	12,940,288	15,246,087	22,396,791	15,218,646	15,468,646
Total Federal and State Funds	31,164,564	47,945,174	96,162,639	59,272,929	68,940,876
Retirement Funds					
Fire & Police Disability & Retirement Fund	92,473,847	109,969,633	108,477,365	111,506,541	111,506,541
Fire & Police Disability & Retirement Reserve Fd	750,000	750,000	750,000	750,000	750,000
Fire & Police Supplemental Retirement Reserve Fd	96,886	90,969	101,018	108,269	108,269
Total Retirement Funds	93,320,733	110,810,602	109,328,383	112,364,810	112,364,810
Revenue and Reserve Funds					
Business License Surcharge Fund	0	23,575,233	11,733,097	11,816,476	6,839,483
Campaign Finance Fund	0	0	0	0	1,296,000
Children's Investment Fund	10,000	9,854,043	15,365,039	9,088,073	9,935,073
Convention and Tourism Fund	2,291,276	2,368,146	2,642,057	2,257,606	2,422,160

Total Revenues and Expenses by Fund By Fiscal Year

TABLE 5

In each fund total revenues, including beginning fund balances, must equal total expenses, including ending fund balances. This table states the total revenues and expenses for each City fund.

*	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Proposed FY 2005-06	Adopted FY 2005-06
General Reserve Fund	37,699,789	39,308,815	41,811,333	50,395,289	48,963,438
Parks Local Option Levy Fund	0	8,516,978	11,477,007	14,835,609	15,616,954
Private for Hire Transportation Safety Fund	0	285,290	405,897	80,000	92,897
Special Finance and Resource Fund	88,503,004	41,540,461	76,512,828	108,763,983	114,159,261
Transportation Reserve Fund	676,077	684,342	691,577	704,342	704,342
Total Revenue and Reserve Funds	129,180,146	126,133,308	160,638,835	197,941,378	200,029,608
TOTAL ALL FUNDS	\$ 2,358,845,587	\$ 2,340,761,851	\$ 2,555,086,745	\$ 2,660,100,184	\$ 2,688,496,563

This table summarizes the major categories of estimated revenues, including beginning fund balance and transfers from other funds, in total appropriation budgets by fund.

	Property Taxes	Svc Charges, Licenses, & Permits	Other External Revenue	Interfund Revenues	Beginning Balances	Total Revenues
Operating Funds						
General Fund	158,678,968	102,041,774	44,961,460	99,849,896	33,505,245	439,037,343
Assessment Collection Fund	0	0	1,600	0	62,879	64,479
Development Services Fund	0	29,379,000	515,000	1,442,433	4,995,184	36,331,617
Cable Fund	0	969,863	1,972,982	258,114	1,633,898	4,834,85
Emergency Communication Fund	0	50,000	5,114,942	8,599,554	862,910	14,627,40
Golf Fund	0	6,757,576	20,712	40,000	332,347	7,150,63
Hydropower Operating Fund	0	0	599,100	90,000	291,140	980,240
Parking Facilities Fund	0	9,097,845	49,013	734,091	1,832,532	11,713,48
Portland International Raceway Fund	0	1,507,748	2,000	0	384,134	1,893,882
Property Management License Fund	0	4,586,063	6,600	0	20,943	4,613,600
Public Safety Fund	0	0	0	471,500	419,019	890,51
Solid Waste Management Fund	0	2,740,593	393,626	61,877	2,749,355	5,945,45
Sewer System Operating Fund	0	192,583,362	1,875,406	149,182,198	28,073,568	371,714,534
Spectator Facilities Fund	0	5,280,000	2,276,273	0	6,349,583	13,905,850
Transportation Operating Fund	0	26,074,427	90,242,583	56,954,761	13,633,195	186,904,96
Water Fund	0	82,010,321	2,942,569	57,774,069	23,710,358	166,437,317
Total Operating Funds	158,678,968	463,078,572	150,973,866	375,458,493	118,856,290	
Internal Service Funds						
Communications Services Fund	0	0	0	0	0	(
Technology Services Fund	0	3,595,820	2,603,198	36,345,303	14,510,304	57,054,629
Facilities Services Fund	0	1,648,280	872,030	28,475,420	6,635,128	37,630,858
CityFleet Operating Fund	0	30,000	1,090,955	18,843,776	17,892,040	37,856,77
Health Insurance Fund	0	24,341,495	3,088,468	308,122	13,503,230	41,241,31
PPA Health Insurance Fund	0	8,285,518	173,701	0	592,010	9,051,229
Insurance and Claims Operating Fund	0	0	563,500	6,255,256	18,089,950	24,908,70
Printing and Distribution Services Fund	0	280,886	1,097,144	5,275,360	990,100	7,643,490
Workers' Compensation Fund	0	0	378,799	4,851,569	13,399,846	18,630,214
Total Internal Service Funds	0	38,181,999	9,867,795	100,354,806	85,612,608	234,017,208
Agency and Trust Funds		,,	-,,	, ,	,,	,,
Environmental Remediation Fund	0	584,337	29,522	2,611,824	2,204,762	5,430,445
Housing Investment Fund	0	20,250	16,503,400	2,482,122	2,648,112	21,653,884
Hydropower Renewal and Replacement	0	20,230	497,000	0	8,739,875	9,236,875
Fund	3	Ü	,000	J	2,, 20,0,0	5,250,070
Portland Parks Memorial Trust Fund	0	1,464,308	130,157	62,000	2,794,837	4,451,302
Parks Endowment Fund	0	0	3,732	0	161,897	165,629
Sewer Revolving Loan Fund	0	250,000	30,000	0	508,383	788,383
Sewer System Rate Stabilization Fund	0	0	4,225,927	8,825,341	19,924,392	32,975,660
Sewer System Safety Net Fund	0	0	2,000	0	989,446	991,446
Water Growth Impact Charge Trust Fund	0	0	33,697	0	1,684,842	1,718,539
Total Agency and Trust Funds	0	2,318,895	21,455,435	13,981,287	39,656,546	77,412,163
Construction Funds		, , , , , , , , ,		,		
BFRES Facilities Bond Construction Fund	0	0	918,500	116,300	8,855,000	9,889,800
L I D Construction Fund	0	1,357,900	21,365,802	46,633	2,283,957	25,054,292
Parks Capital Construction and Maintenance Fund	0	2,819,595	3,442,041	10,060,996	4,244,063	20,566,695
Sewer System Construction Fund	0	588,563	217,008,620	32,640,616	91,861,161	342,098,960
Water Construction Fund	0	2,700,000	49,277,621	19,933,675	16,441,867	88,353,163
Total Construction Funds	0	7,466,058	292,012,584	62,798,220	123,686,048	485,962,910

This table summarizes the major categories of estimated revenues, including beginning fund balance and transfers from other funds, in total appropriation budgets by fund.

	Property Taxes	Svc Charges, Licenses, & Permits	Other External Revenue	Interfund Revenues	Beginning Balances	Total Revenues
Debt Service Funds						
Airport Way Debt Service Fund	5,768,434	0	115,809	0	2,669,891	8,554,134
Bancroft Bond Fund	0	0	5,065,392	0	11,585,307	16,650,699
Bonded Debt Interest and Sinking Fund	7,774,485	0	20,000	0	0	7,794,485
Central Eastside Industrial District Debt Svc Fd	4,216,314	0	55,503	0	0	4,271,817
Convention Center Area Debt Service Fund	6,695,513	0	88,094	0	0	6,783,607
Parking Facilities Debt Redemption Fund	0	0	0	3,073,776	0	3,073,776
Gateway URA Debt Redemption Fund	1,489,829	0	19,910	0	0	1,509,739
Gas Tax Bond Redemption Fund	0	0	0	2,749,225	401	2,749,626
Golf Revenue Bond Redemption Fund	0	0	10,000	796,000	635,624	1,441,624
Governmental Bond Redemption Fund	0	0	390,000	3,397,869	0	3,787,869
Hydropower Bond Redemption Fund	0	0	3,845,725	0	4,434,979	8,280,704
Lents Town Center URA Debt Redemption Fund	5,063,238	0	67,274	0	0	5,130,512
Interstate Corridor Debt Service Fund	4,563,719	0	61,610	0	0	4,625,329
North Macadam URA Debt Redemption Fund	1,779,522	0	23,686	0	<u>.</u>	1,803,208
River District URA Debt Redemption Fund	11,420,130	0	296,220	0	4,734,950	16,451,300
Pension Debt Redemption Fund	0	0	651,127	14,908,714	5,008,214	20,568,055
Sewer System Debt Redemption Fund	0	0	4,000	84,028,661	2,836,268	86,868,929
South Park Block Redemption Fund	6,807,604	0	89,608	0	0	6,897,212
Special Projects Debt Service Fund	0	0	5,311,093	0	0	5,311,093
Washington County Supply Bond Redemption Fund	0	0	0	- 8 0	0	0
Water Bond Sinking Fund	0	0	0	14,254,475	0	14,254,475
Waterfront Renewal Bond Sinking Fund	13,797,385	0	257,406	0	1,681,500	15,736,291
Willamette Industrial URA Debt Redemption Fund	175,940	0	2,375	0	0	178,315
Total Debt Service Funds	69,552,113	0	16,374,832	123,208,720	33,587,134	242,722,799
Federal and State Funds Federal Grants Fund	0	0	44,253,740	0	0	44,253,740
HOME Grant Fund	0	0	9,218,490	0	0	9,218,490
Housing and Community Development Fund	0	0	15,468,646	0	0	15,468,646
Total Federal and State Funds	0	0	68,940,876	0	0	68,940,876
Retirement Funds						
Fire & Police Disability & Retirement Fund	80,101,160	0	20,800,000	757,200	9,848,181	111,506,541
Fire & Police Disability & Retirement Reserve Fd	0	0	0	0	750,000	750,000
Fire & Police Supplemental Retirement Reserve Fd	0	9,700	2,500	0	96,069	108,269
Total Retirement Funds	80,101,160	9,700	20,802,500	757,200	10,694,250	112,364,810
Revenue and Reserve Fund						·
Business License Surcharge Fund	0.5	2,100,000	30,000	0	4,709,483	6,839,483
Campaign Finance Fund	0	0	0	1,296,000	0	1,296,000
Children's Investment Fund	9,739,072	0	18,277	0	177,724	9,935,073
Convention and Tourism Fund	0	0	2,258,606	0	163,554	2,422,160

Summary of Revenues by Fund – FY 2005–06

TABLE 6

This table summarizes the major categories of estimated revenues, including beginning fund balance and transfers from other funds, in total appropriation budgets by fund.

	Property Taxes	Svc Charges, Licenses, & Permits	Other External Revenue	Interfund Revenues	Beginning Balances	Total Revenues
General Reserve Fund	0	0	1,137,480	5,568,149	42,257,809	48,963,438
Parks Local Option Levy Fund	9,803,590	0	40,000	200,000	5,573,364	15,616,954
Private for Hire Transportation Safety Fund	0	8,000	76,000	0	8,897	92,897
Special Finance and Resource Fund	0	0	114,159,261	0	0	114,159,261
Transportation Reserve Fund	0	0	10,000	0	694,342	704,342
Total Revenue and Reserve Fund	19,542,662	2,108,000	117,729,624	7,064,149	53,585,173	200,029,608
TOTAL ALL FUNDS	\$ 327,874,903	\$ 513,163,224	\$ 698,157,512	\$ 683,622,875	\$ 465,678,049	\$2,688,496,563

This table shows the City funds and General Fund Special Appropriations that have been closed in the past three years.

la .	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Adopted FY 2005-06
HISTORICAL FUNDS				
Capital Improvement Fund	68,170	0	0	0
Washington County Supply Bond Redemption Fund	3,677,325	3,702,434	2,024,550	0
Total Historical Funds	3,745,495	3,702,434	2,024,550	0
HISTORICAL SPECIAL APPROPRIATIONS				
General Fund				
Management Council	665	0	0	0
IRS Rebate	14,150	0	0	C
Civil Rights Enforcement	14,344	0	0	C
PDC 2040 Implementation	100,040	0	0	(
Pioneer Square Security	149,737	0	0	(
Unemployment Insurance	472,805	0	0	(
Childrens Receiving Center	1,000,000	0	0	(
Early Childhood Development	1,069,029	0	0	C
Business License Refunds	35,487	50,000	0	(
Holiday Festival	46,500	50,000	50,000	(
PDC Enterprise Zone Program	53,312	50,582	50,689	C
PDC Business Districts Program	53,662	54,280	54,395	(
PDC Small Business Program	123,688	111,200	111,436	C
PDC Targeted Industry Jobs	124,526	118,150	118,400	C
PDC Regional Business Development	143,590	136,237	136,525	C
PDC Citywide Business Development	451,138	428,038	428,942	(
Managing for Results	0	92,000	0	(
CIP O&M Set Aside	0	551,966	669,704	C
Total Historical Special Appropriations	3,852,673	1,642,453	1,620,091	C
OTAL HISTORICAL FUNDS AND APPROPRIATIONS	\$ 7,598,168	\$ 5,344,887	\$ 3,644,641	\$ 0

DEBT OUTSTANDING

Service Area	Facility/ Function	Type of Indebtedness	FY 2003-04	FY 2004-05	Change
DEBT OUTSTANDIN	G BY SERVICE	AREA			
Parks, Recreation	and Culture				
Arena		Limited Tax Revenue Refunding Bonds	\$0	\$27,215,000	\$27,215,000
Arena		Limited Tax Revenue Bonds	\$8,715,000	\$0	(\$8,715,000
Arena		Limited Tax Bonds	7,635,000	0	(7,635,000
Arena		Gas Tax Revenue Bonds	11,563,102	0	(11,563,102
Civic Stadium		Limited Tax Revenue Bonds	32,660,000	31,715,000	(945,000
PCPA		Limited Tax Revenue Bonds	1,900,000	1,820,000	(80,000
Golf		Revenue Bonds	5,797,000	5,247,000	(550,000
Parks System		Voter Approved General Obligation Bonds	41,305,000	38,380,000	(2,925,000
Public Utilities			106,990,102	77,162,000	(5,198,102
Sewer System		Revenue Bonds	871,495,000	1,003,390,000	131,895,000
Sewer System		State Loans	554,504	1,640,071	1,085,567
Water System		Revenue Bonds	151,345,000	145,145,000	(6,200,000
Water System		General Obligation Water Revenue Bonds			• • •
Hudroolootria Pou	vor.	Revenue Bonds	9,624,399	7,542,155 23,915,000	(2,082,244
Hydroelectric Pov	ver	——————————————————————————————————————	25,885,000	1,181,632,226	122,728,323
Community Devel	opment and Se	rvices	1,000,000,000	1,101,002,220	122,720,020
Public Infrastructi	ıre	Limited Tax Improvement Bonds	23,770,000	19,355,000	(4,415,000
Local Improveme	nt line of credit	Limited Tax Revenue (secured)	718,733	618,733	(100,000
Housing Preserva		Limited Tax Revenue (secured)	0	0	0
Convention Ctr E		Limited Tax Revenue Bonds	99,688,888	98,888,888	(800,000
Headwaters Apar	•	Limited Tax Revenue (Housing)	0	11,740,000	11,740,000
Interstate Max Int	erim	Limited Tax Revenue Bonds	32,750,000	0	(32,750,000
			156,927,621	130,602,621	(26,325,000
Transportation and	d Parking				
Parking Facilities		Parking Revenue Refunding Bonds	7,020,000	5,900,000	(1,120,000
Streetcar		Parking Revenue Bonds	26,620,000	25,760,000	(860,000
Transportation lin	e of credit	Gas Tax Revenue Bonds	3,535,796	4,908,234	1,372,438
Street Improveme	ents		7,120,000	6,935,000	(185,000
			44,295,796	43,503,234	(792,562
Legislative, Admin					
Equipment and Fa	acility	Limited Tax Revenue Bonds	70,165,000	63,515,000	(6,650,000
		State Loans	39,927	29,370	(10,557
		Full Faith & Credit Refunding Obligations	16,005,000	11,640,000	(4,365,000)
Pension		Limited Tax Pension Obligations	300,848,346	300,848,346	0
Emergency Facilit	ies	Voter Approved General Obligation Bonds	34,155,000	32,840,000	(1,315,000)
Dankland Davidson			421,213,272	408,872,716	(12,340,557)
Portland Developm	ieni Commissi		60.740.000	E0 000 000	(0.400.000)
Airport Way		Tax Increment	60,710,000	58,290,000	(2,420,000)
Central Eastside	_	Tax Increment	10,800,000	10,800,000	0 100 000
Convention Cente	ı	Tax Increment	49,380,000	51,480,000	2,100,000
Lents		Tax Increment	6,400,000	6,400,000	(005,000)
River District		Tax Increment	59,590,000	59,285,000	(305,000)
Interstate Corrido		Tax Increment	0	32,310,000	32,310,000
North Macadam		Tax Increment	500,000	2,700,000	2,200,000
Gateway		Tax Increment	1,000,000	1,000,000	0
South Park Blocks	•	Tax Increment	36,905,000	36,020,000	(885,000)
Waterfront		Tax Increment	66,490,000	62,360,000	(4,130,000)

				DEBT (DUTSTANDING
Service Area	Facility/ Function	Type of Indebtedness	FY 2003–04	FY 2004–05	Change
TOTAL DEBT OU	TSTANDING		\$2,080,105,694	\$2,162,417,797	\$ 106,942,102
TYPE OF INDEBT	EDNESS				
	#3	Limited Tax Bonds	308,063,346	300,848,346	(7,635,000)
		Limited Tax Improvement Bonds	23,770,000	19,355,000	(4,415,000)
		General Obligation Water Revenue Bonds	9,624,399	7,542,155	(2,082,244)
		Voter Approved General Obligation Bonds	75,460,000	71,220,000	(4,240,000)
		Gas Tax Revenue Bonds	21,673,898	11,843,234	(10,375,664)
		Revenue Bonds	1,061,542,000	1,183,597,000	122,055,000
		Limited Tax Revenue Bonds	271,597,621	234,057,621	(11,945,000)
		State Loans	594,431	1,669,441	1,075,010
		Department of Environmental Quality Bonds	0	0	0
		Full Faith and Credit Obligations	16,005,000	11,640,000	(4,365,000)
		Tax Increment	291,775,000	320,645,000	28,870,000
TOTAL DEBT OU	TSTANDING		\$2,080,105,694	\$2,162,417,797	\$ 106,942,102
			AC	TUAL DEBT (DUTSTANDING
	ility/ ction	Type of Indebtedness	FY 2003–04	FY 2004–05	FY 2005-06

Facility/ Function	Type of Indebtedness	FY 2003-04	FY 2004-05	FY 2005–06
ACTUAL DEBT OUTSTANDING JU	ILY 1, 2004			
Debt Issued Fiscal Year 2004-05		-		
Sewer System	First Lien Sewer System Revenue Bonds		\$163,500,000	
Sewer System	First Lien Sewer System Rev Ref. Bonds		93,080,000	
Interstate Urban Renewal	Tax Increment		32,310,000	
Arena (Federally Taxable)	Limited Tax Revenue Refunding Bonds		10,555,000	di-
Arena	Limited Tax Revenue Refunding Bonds		17,810,000	
Headwaters Apartment Project	Limited Tax Revenue Bonds (Housing)		11,740,000	
Housing Opportunity Bonds	Limited Tax Revenue Bonds (Housing)		10,145,000	
Gas Tax	Gas Tax Revenue Refunding Bonds		4,400,000	
Various	Lines of credit		24,477,278	
Total			368,017,278	
Total Debt Redeemed Fiscal Yea	r 2004-05		(261,075,176)	
TOTAL PROJECTED DEBT OUTST	ANDING JULY 1, 2005	\$	\$2,162,417,797	\$
Estimated Debt to be Issued Fis	cal Year 2005-06			
Sewer System	Sewer System Revenue Bonds			200,000,000
Urban Renewal	River District			38,000,000
Urban Renewal	Central Eastside			27,000,000
Water System	Water Revenue Bonds			47,000,000
Assessment Improvements	Limited Tax Improvement Bonds			6,200,000
Total				318,200,000
Total Projected Debt Redemption	n Fiscal Year 2005-06			(96,178,279)
TOTAL PROJECTED DEBT OUTST	ANDING JULY 1, 2006	\$	\$	\$2,384,439,518

Service Area	Type of	· · · · · · · · · · · · · · · · · · ·		
Facility/Function	Indebtedness	Principal	Interest	Total
Parks, Recreation and Culture				
Arena	Limited Tax Revenue Bonds	1,200,000	1,247,906	2,447,906
		1,200,000	1,247,906	2,447,906
Golf	Revenue Bonds	566,000	240,910	806,910
Parks / Fire	Voter Approved General Obligation Bonds	4,640,000	3,154,485	7,794,485
Civic Stadium 2001	Limited Tax Revenue Bonds	1,000,000	2,137,405	3,137,40
PCPA 2001	Limited Tax Revenue Bonds	80,000	88,330	168,330
		6,286,000	5,621,130	11,907,130
Public Utilities				
Sewer System	Revenue Bonds	34,020,000	49,953,077	83,973,077
	State Loans	30,124	25,847	55,97
		34,050,124	49,978,924	84,029,04
Water System	Revenue Bonds	5,505,000	8,452,203	13,957,203
	General Obligation Water Revenue Bonds	57,155	234,876	292,03
		5,562,155	8,687,079	14,249,23
Hydroelectric Power	Revenue Bonds	2,115,000	1,593,530	3,708,53
		41,727,279	60,259,533	101,986,81
Community Development and S	Services			
Public Infrastructure	Department of Environmental Quality Bonds	1,275,000	0	1,275,00
	Limited Tax Improvement Bonds	1,355,000	1,231,179	2,586,17
Headwaters / Housing Opportunity	Limited Tax Housing Revenue Bonds	365,000	925,554	1,290,55
Convention Ctr Expan.	Limited Tax Revenue Bonds	1,010,000	4,132,763	5,142,76
		4,005,000	6,289,496	10,294,49
Transportation and Parking				84
Parking Facilities	Revenue Bonds	1,640,000	1,433,776	3,073,776
Street Improvements	Gas Tax Revenue Bonds	485,000	271,848	756,84
		2,125,000	1,705,624	3,830,624
Legislative, Admin. And Suppo				
Pension Bonds	Limited Tax Bonds	0	15,038,543	15,038,543
Equipment and Facility	Limited Tax Revenue Bonds	7,250,000	2,343,114	9,593,114
	State Loans	10,699	1,398	12,097
Doubles d Davide some state Commission	alan.	7,260,699	17,383,055	24,643,75
Portland Development Commis		2 500 000	2 129 042	E 629 04
Airport Way Central Eastside	Tax Increment Tax Increment	2,500,000	3,138,043	5,638,043
Convention Center	Tax Increment	3,679,332	472,000	4,151,332
South Park Blocks	Tax Increment	3,043,206 4,598,181	3,740,400 2,314,981	6,783,600 6,913,16
Waterfront	Tax Increment	10,315,191	3,739,600	14,054,79
River District	Tax Increment	8,602,017	3,114,333	11,716,350
Gateway	Tax Increment	1,331,239	178,500	1,509,739
Lents	Tax Increment	4,798,512	332,000	5,130,512
North Macadam	Tax Increment	959,708	843,500	1,803,208
Interstate	Tax Increment	4,637,708	1,433,003	6,070,711
		44,465,094	19,306,359	63,771,453
OTAL DEBT SERVICE BY SERVI	CF ARFA	\$ 107,069,072	\$ 111,813,103	\$ 218,882,175
2231 42.11102 21 42.1111				
	Limited Tax Bonds	0	15,038,543	15,038,543
	Limited Tax Improvement Bonds	1,355,000	1,231,179	2,586,179
	General Obligation Water Revenue Bonds	57,155	234,876	292,031
	Voter Approved General Obligation Bonds	4,640,000	3,154,485	7,794,485

Summary of Indebtedness

TABLE 9

DEBT SERVICE

Service Area Facility/Function	Type of Indebtedness	Principal	Interest	Total	
	Gas Tax Revenue Bonds	485,000	271,848	756,848	
	Revenue Bonds	43,846,000	61,673,496	105,519,496	
	Limited Tax Revenue Bonds	10,540,000	9,949,518	20,489,518	
	Limited Tax Housing Revenue Bonds	365,000	925,554	1,290,554	
	State Loans	40,823	27,245	68,068	
	Department of Environmental Quality Bonds	1,275,000	0	1,275,000	
	Tax Increment	44,465,094	19,306,359	63,771,453	
TOTAL DEBT SERVICE BY TYPE		\$ 107,069,072	\$ 111,813,103	\$ 218,882,175	

Principal Over the Life of the Debt

Schedule of Projected Bond Principal Transactions

TABLE 10

PRINCIPAL REQUIREMENTS

	Parks, Recreation & Culture				Public Utilities			Community Development and Services	Transportation	n and Parking	Legislative, Admin. and Support Services	Portland Development Commission
Fiscal Year	Arena	Parks System	Golf	Civic Stadium & Performing Arts	Sewer System	Water System	Hydroelectric	Public Improvements	Public Street Improvements	Parking System	Facility and Equipment	Urban Renewal
2005/06	1,200,000	3,090,000	566,000	1,080,000	34,050,124	5,505,000	2,115,000	2,630,000	485,000	1,640,000	18,351,025	36,899,581
2006/07	1,340,000	3,210,000	585,000	1,140,000	35,555,355	5,760,000	2,225,000	1,100,000	510,000	1,705,000	22,541,882	12,620,000
2007/08	1,590,000	3,340,000	608,000	1,215,000	38,060,598	6,065,000	1,500,000	1,065,000	525,000	1,780,000	25,336,789	13,315,000
2008/09	1,755,000	3,595,000	634,000	1,290,000	39,900,858	6,380,000	1,600,000	0	550,000	1,840,000	22,580,000	12,760,000
2009/10	1,930,000	3,745,000	663,000	1,365,000	41,886,136	6,705,000	1,700,000	0	570,000	1,920,000	23,094,560	16,035,000
2010/11	2,355,000	3,900,000	695,000	1,460,000	44,451,442	7,050,000	1,825,000	0	580,000	1,995,000	25,083,880	15,770,000
2011/12	2,555,000	4,075,000	729,000	1,545,000	46,701,764	7,415,000	1,950,000	0	600,000	1,605,000	27,116,468	16,710,000
2012/13	2,760,000	4,280,000	767,000	1,650,000	49,027,103	7,780,000	2,075,000	1,575,000	630,000	1,675,000	27,493,500	17,755,000
2013/14	3,015,000	4,470;000		1,750,000	51,482,457	8,165,000	2,225,000	0	650,000	1,250,000	28,631,224	18,830,000
2014/15	3,285,000	4,675,000		1,870,000	54,052,831	8,560,000	2,375,000	0	680,000	1,310,000	31,186,060	19,845,000
2015/16	3,575,000			1,990,000	56,723,223	8,950,000	2,525,000	995,000	695,000	1,370,000	33,923,880	20,910,000
2016/17	1,855,000			2,125,000	59,558,634	9,660,000	1,800,000	0	220,000	1,430,000	32,548,000	22,080,000
2017/18				2,270,000	63,309,073	10,150,000		645,000	240,000	1,500,000	35,331,440	23,310,000
2018/19	į.			2,425,000	65,945,000	10,680,000		2,425,000	2	1,570,000	33,978,960	24,605,000
2019/20				2,585,000	69,510,000	11,250,000		0		1,650,000	35,674,960	25,965,000
2020/21				2,765,000	73,440,000	11,850,000		0		1,720,000	40,852,500	6,100,000
2021/22				2,790,000	76,015,000	4,190,000		0		1,810,000	45,909,345	6,410,000
2022/23				2,220,000	79,915,000	4,400,000		10,480,000		1,900,000	21,655,175	6,710,000
2023/24					11,860,000	4,630,000				1,990,000	22,185,423	2,295,000
2024/25					12,470,000						21,699,733	2,410,000
2025/26											21,532,228	
2026/27											22,123,274	
2027/28											22,782,955	
2028/29								7.			23,669,559	
2029/30											19,605,000	
2030/31											610,000	
2031/32											640,000	
2032/33											665,000	
2033/34											700,000	
2034/35											690,000	
TOTAL	\$ 27,215,000	\$ 38,380,000	5,247,000	\$ 33,535,000	\$1,003,914,59 8	\$145,145,000	\$ 23,915,000	\$ 20,915,000	\$ 6,935,000	\$ 31,660,000	\$688,192,818	\$321,334,581

City of Portland, Oregon – FY 2005–06 Adopted Budget

Interest Over the Life of the Debt

Schedule of Projected Bond Interest Transactions

INTEREST REQUIREMENTS

TABLE 11

	Parks, Recreation & Culture				Public Utilities			Community Development and Services	Transportation and Parking		Legislative, Admin. and Support Services	Portland Development Commission
Fiscal Year	Arena	Parks System	Golf	Civic Stadium & Performing Arts	Sewer System	Water System	Hydroelectric	Public Improvements	Public Street Improvements	Parking System	Facility and Equipment	Urban Renewal
2005/06	1,247,905	1,704,610	240,910	2,225,735	49,978,924	8,452,202	1,593,530	1,231,179	271,848	1,433,775	35,746,601	18,622,786
2006/07	1,195,705	1,581,430	221,893	2,162,455	49,002,640	6,769,993	1,446,063	781,929	247,745	1,370,050	35,160,647	15,439,625
2007/08	1,137,415	1,453,175	199,487	2,095,495	47,173,309	6,475,618	1,317,750	748,929	224,935	1,303,788	34,164,405	14,933,710
2008/09	1,068,250	1,319,575	173,343	2,018,500	44,982,246	6,164,493	1,209,250	714,316	208,188	1,231,375	32,964,877	14,349,406
2009/10	991,908	1,170,383	144,369	1,936,540	43,717,948	5,837,368	1,093,750	714,316	190,038	1,155,275	33,106,050	13,669,939
2010/11	907,953	1,011,220	112,280	1,849,615	40,895,762	5,493,493	970,375	714,316	170,378	1,074,538	32,105,751	12,789,357
2011/12	813,925	835,720	77,669	1,758,315	39,380,645	5,131,868	838,250	714,316	149,628	990,650	31,132,715	11,844,350
2012/13	724,500	631,970	40,344	1,659,690	36,328,189	4,758,543	697,375	714,316	127,578	919,588	30,092,615	10,801,816
2013/14	586,500	439,370		1,552,770	34,217,848	4,372,990	546,875	660,766	103,863	843,938	29,151,639	9,726,244
2014/15	435,750	233,750		1,437,500	31,666,264	3,983,175	385,875	660,766	78,643	786,125	28,013,427	8,715,981
2015/16	271,500			1,314,250	28,987,284	3,589,875	214,375	660,766	51,563	723,900	27,041,046	7,646,471
2016/17	92,750			1,181,090	26,175,497	3,145,988	63,000	605,543	23,000	658,825	25,940,846	6,475,124
2017/18				1,038,800	22,904,052	2,648,075		605,543	12,000	590,900	24,252,974	5,249,281
2018/19				886,750	19,409,840	2,117,344		574,099		519,650	22,346,644	3,951,629
2019/20				719,700	14,973,307	1,546,713		455,880		445,075	20,430,864	2,591,244
2020/21	*			541,450	11,375,609	945,875		455,880		366,700	16,901,276	1,165,081
2021/22				350,700	8,736,754	545,775		455,880		285,000	13,534,221	855,106
2022/23				155,400	4,871,557	341,500		455,880		194,500	40,326,710	556,850
2023/24					920,000	115,750				99,500	41,400,268	235,250
2024/25					311,750						42,491,558	120,500
2025/26											43,625,962	
2026/27											44,806,816	
2027/28											46,017,825	
2028/29											47,242,611	
2029/30									-		1,168,000	
2030/31											164,170	
2031/32											133,865	
2032/33											102,075	
2033/34											69,035	
2034/35											34,260	
TOTAL	\$ 9,474,060	\$ 10,381,203	\$ 1,210,295	\$ 24,884,755	\$556,009,421	\$ 72,436,633	\$ 10,376,468	\$ 11,924,620	\$ 1,859,403	\$ 14,993,150	\$779,669,753	\$159,739,749

DEFEASED BONDS PAYABLE

		Principal				
Type of Indebtedness	Outstanding 7-1-04	Maturity FY 2004–05	Outstanding 7-1-05			
The City will have about \$206 million of defeased bonds outstanding as of July 1, escrow accounts established with the proceeds from the sale of another bond issuactual liabilities of the City, and the refunding bond liabilities are assumed in their their first available call date, at which time they are paid in their entirety. Bonds ar lower interest rate debt, or modify bond covenants for the City's benefit, or a comb DEFEASED BONDS OUTSTANDING	ue, refunding bonds. De place. Defeased bonds e defeased in this mann	efeased bonds are the are then paid by the	reby removed as escrow account until			
General Obligation Parks Bonds		(10.000.000)				
General Obligation Parks 1995 Series A	12,875,000	(12,875,000)	0			
General Obligation Parks 1995 Series B	24,915,000	(24,915,000)	0			
	37,790,000	(37,790,000)	0			
Arena Bonds	_		# a + = a a a = 1/			
Arena Limited Tax Revenue Bonds 1996 Series A	σ	0	6,645,000			
Arena Limited Tax Bonds, Series 1996	0	0	7,635,000			
Arena Limited Tax Revenue Bonds 1996 Series B	0	0	2,070,000			
Arena Gas Tax Revenue Bonds, 1996 Series A	0	0	16,654,957			
	0	0	33,004,957			
Gas Tax Bonds						
Gas Tax Revenue Bonds, 1996 Series A	0	0	4,115,000			
	0	0	4,115,000			
Governmental Bonds						
Limited Tax Revenue Bonds, 1996 Series A	22,890,000	0	22,890,000			
	22,890,000	0	22,890,000			
Water System Bonds						
General Obligaton Water, Series 1993	7,530,000	(7,530,000)	0			
Water System Revenue Bonds, Series 1995	15,095,000	(15,095,000)	0			
	22,625,000	(22,625,000)	0			
Sewer Revenue Bonds						
Series 2000 A	0	0	146,000,000			
Series 1994 A	185,335,000	(185,335,000)	0			
	185,335,000	(185,335,000)	146,000,000			
TOTAL DEFEASED BONDS OUTSTANDING	\$ 268,640,000	\$ (245,750,000)	\$ 206,009,957			

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 200506
RESOURCES						
External Revenues						
Property Taxes	440 507 054	145.040.054	140 507 040	454440070	454440070	154 101 404
Current Property Taxes	142,567,951	145,342,854	148,587,819	154,146,979	154,146,979	154,181,404
Payments In Lieu of Taxes	834,448	660,945	805,221	728,458	728,458	728,458
Prior Year Property Taxes	3,693,430	3,844,118	3,780,042	3,769,106	3,769,106	3,769,106
	147,095,829	149,847,917	153,173,082	158,644,543	158,644,543	158,678,968
Lodging Taxes	10,690,00 <mark>5</mark>	11,104,018	10,811,022	12,218,827	12,218,827	12,092,518
Licenses and Permits Business Licenses	20 272 995	44 450 001	20 274 207	44 419 050	44 419 052	44,418,253
	39,372,885	44,450,961	39,274,397	44,418,253	44,418,253	18.5
Construction Permits	1,120,516	1,134,487	1,180,936	1,153,592	1,210,592	1,210,592
Other Permits	1,090,556	1,685,714	1,944,096	1,955,588	1,995,588	1,949,661
Public Utility Licenses	41,094,287	40,558,892	40,828,684	40,278,955	40,278,955	40,619,123
	82,678,244	87,830,054	83,228,113	87,806,388	87,903,388	88,197,629
Service Charges and Fees						
Concessions	0	8,554	12,000	19,565	19,565	19,565
Inspection Fees	766,287	843,967	860,000	900,000	950,000	950,000
Miscellaneous	2,782,752	3,119,707	2,249,690	2,261,161	2,261,161	2,261,161
Parks & Recreation Facilities	7,406,331	7,408,508	8,011,197	7,813,111	8,228,915	8,228,915
Rents and Reimbursements	1,749,883	2,068,671	2,049,710	2,288,504	2,384,504	2,384,504
	12,705,253	13,449,407	13,182,597	13,282,341	13,844,145	13,844,145
State Sources						
State Cost Sharing	25,291	17,520	40,000	30,000	30,000	30,000
State Grants	0	80,544	0	0	0	0
State Shared Revenue	9,074,477	9,794,116	9,702,997	10,050,062	10,050,062	10,075,896
	9,099,768	9,892,180	9,742,997	10,080,062	10,080,062	10,105,896
Local Sources						
City Overhead Charges	340,505	144,430	84,027	195,355	179,776	179,776
Local Cost Sharing	5,685,961	5,795,732	6,093,260	5,904,422	5,984,422	5,984,422
Local Shared Revenue	2,470,496	3,361,899	5,296,069	3,786,249	3,786,249	3,796,249
Locally Administered Fed Funds	155,847	152,354	136,624	150,000	150,000	150,000
Multnomah County Cost Sharing	1,417,648	5,087,119	3,062,730	5,004,699	5,004,699	5,004,699
	10,070,457	14,541,534	14,672,710	15,040,725	15,105,146	15,115,146
Miscellaneous Revenues	0	1 167 020	1 410 902	1 070 000	1,072,900	1 072 000
Collection of Assessment		1,167,039	1,419,893	1,072,900		1,072,900
Interest Earned	908,922	882,225	1,501,821	2,354,226	2,354,226	2,354,226
Loan Repayments	28,415	18,826	15,000	15,000	15,000	15,000
Other Miscellaneous	1,742,640	2,234,641	2,970,875	3,219,056	3,219,056	3,219,056
Private Grants/Donations	40,056	57,058	322,537	472,616	472,616	472,616
Refunds	420,377	465,499	401,060	469,102	469,102	469,102

General Fund - 101

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Sales Miscellaneous	51,867	52,849	55,079	45,000	45,000	45,000
	3,192,277	4,878,137	6,686,265	7,647,900	7,647,900	7,647,900
Total External Revenues	275,531,833	291,543,247	291,496,786	304,720,786	305,444,011	305,682,202
Internal Revenues						
Overhead Cash Transfers Assessment Collection Fund	210	332	270	280	209	209
BFRES Facilities Bond Const Fund	72,265	122,535	65,547	81,505	74,148	74,14
Business License Surcharge	0	0	3,862	1,673	26,290	26,29
Cable Fund	7,645	14,772	11,307	13,815	14,521	14,52
Childrens Investment Fund	0	0	25,000	25,000	25,000	25,00
City Fleet Operating Fund	559,066	877,260	609,771	806,069	787,192	787,19
Communications Services Fund	393,561	539,623	326,195	0	0	
Convention and Tourism Fund	6,066	6,582	6,257	7,067	8,163	8,16
Development Services Fund	821,144	1,198,440	856,318	1,088,416	771,634	771,63
Emergency Communications Fund	300,727	385,968	204,723	298,360	303,779	303,77
Environmental Remediation Fund	3,003	4,072	3,121	3,711	3,501	3,50
Facilities Services Fund	995,706	1,510,382	1,106,950	1,569,047	814,887	814,88
FPD&R Fund	116,839	93,172	69,973	81,532	101,332	101,33
Golf Fund	88,012	119,304	106,032	133,534	113,912	113,91
Health Insurance Fund	263,040	229,835	109,603	243,842	188,003	188,00
Hydropower Operating Fund	52,836	54,426	50,423	54,587	58,026	58,02
Insurance & Claims Fund	169,842	167,224	47,036	132,705	128,953	128,95
LID Construction Fund	12,589	0	73,510	81,822	81,497	81,49
Parking Facilities Fund	116,241	103,057	77,865	103,922	93,288	93,28
Parks Capital Const & Maint Fund	111,588	106,059	75,360	98,979	109,657	109,65
Parks Local Option Levy	0	0	54,768	27,368	24,676	24,67
Portland International Raceway	28,172	24,425	26,284	32,296	27,297	27,29
PPA Health Insurance Fund	0	0	53,368	0	41,263	41,26
Printing/Distribution Fund	251,651	408,436	189,302	305,029	281,163	281,16
Transportation Safety Fund	0	0	437	0	942	94
Public Safety Fund	8,785	12,948	0	4,792	6,116	6,1
Sewer System Operating Fund	2,499,076	2,155,115	2,610,483	2,784,873	2,687,815	2,687,81
Solid Waste Management Fund	153,869	159,957	38,230	130,073	82,599	82,59
Spectator Facilities Operating	0	41,491	66,759	104,486	87,668	87,66
Technology Services Fund	452,805	503,097	408,228	877,632	844,595	844,59
Transportation Operating Fund	2,186,515	2,588,334	2,670,467	2,800,378	3,038,670	3,038,67
Water Fund	952,013	1,885,396	2,457,471	2,108,322	2,208,678	2,208,67
Workers Compensation Fund	184,798	196,833	81,294	156,978	158,614	158,61
	10,808,064	13,509,075	12,486,214	14,158,093	13,194,088	13,194,08

Other Cash Transfers BFRES Facilities Bond Const Fund 0 0 6,098 0 0 Cable Fund 165,750 0 1,340 0 0 City Fleet Services Fund 1,360,853 37,486 30,104 0 0 Communication Services Fund 10,000 0 80,541 0 0 Convention & Tourism Fund 0 0 914 0 0 Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0 Environmental Remediation Fund 0 0 356 0 0	0
Cable Fund 165,750 0 1,340 0 0 City Fleet Services Fund 1,360,853 37,486 30,104 0 0 Communication Services Fund 10,000 0 80,541 0 0 Convention & Tourism Fund 0 0 914 0 0 Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0	0
City Fleet Services Fund 1,360,853 37,486 30,104 0 0 Communication Services Fund 10,000 0 80,541 0 0 Convention & Tourism Fund 0 0 914 0 0 Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0	
Communication Services Fund 10,000 0 80,541 0 0 Convention & Tourism Fund 0 0 914 0 0 Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0	
Convention & Tourism Fund 0 0 914 0 0 Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0	0
Development Services Fund 0 27,000 75,051 0 0 Emergency Communications Fund 0 0 29,564 0 0	0
Emergency Communications Fund 0 0 29,564 0 0	0
	0
Environmental Remediation Fund 0 0 356 0 0	0
	0
Facilities Services Fund 0 0 23,480 0 0	0
Federal Grants 6,202 0 0 0	0
General Reserve Fund 0 120,135 183,950 1,861,900 1,861,900	67,000
Golf Fund 0 0 12,769 0 0	0
Health Insurance Fund 0 0 29,636 0 0	0
Housing & Community Devel Fund 156,829 228,771 243,835 235,081 235,081	235,081
Hydropower Operating Fund 200,000 200,000 302,446 200,000 200,000	200,000
Insurance & Claims Fund 0 0 7,205 0 0	0
LID Construction Fund 0 0 5,201 0 0	0
Parking Facilities Fund 202,014 308,074 320,265 320,745 320,745	320,745
Parks Capital Const & Maint Fund 0 0 4,118 0 0	0
Pension Debt Redemption 0 500,000 0 0	0
Portland International Raceway 0 0 1,778 0 0	0
Printing & Distribution 213,867 0 49,301 0 0	0
Private for Hire Trans Safety 0 0 120,000 68,000 68,000	68,000
Public Safety Fund 0 0 1,262 0 0	0
Sewer System Operating Fund 11,885,708 11,538,268 13,054,608 12,809,321 12,809,321	12,809,321
Solid Waste Management Fund 620,742 697,187 999,892 699,402 699,402	699,402
Spectator Facilities Operating 0 0 13,046 11,477 11,477	11,477
Technology Services Fund 0 0 39,814 0 0	0
FPD&R Fund 0 0 1,790 0 0	0
Transportation Operating Fund 0 0 170,919 0 0	0
Water Fund 3,753,739 4,134,491 4,402,729 4,184,153 4,184,153	4,184,153
Workers Compensation Fund 0 0 5,758 0 0	0
18,575,704 17,791,412 20,217,770 20,390,079 20,390,079	18,595,179
Federal Grants Transfers 8,729,897 16,023,156 41,552,614 13,997,423 15,841,023	15,841,023
Interfund Service Reimbursements BES Internal Services 13,438 1,166 5,000 0 0	0
BFRES Facilities Bond Const Fund 177,928 0 90,464 90,940 90,940	90,940
Business License Surcharge 0 304,594 304,736 312,374 312,374	312,374
Cable 303,067 317,093 332,583 342,688 342,688	342,688
Childrens Investment Fund 6,378 262,767 40,000 4,574 4,574	4,574

General Fund - 101

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
City Fleet Services Fund	357,842	365,630	405,024	400,708	400,708	400,708
Communications Services	399,475	385,439	410,682	0	0	0
Convention and Tourism	68,499	60,254	61,700	68,272	68,272	68,272
Development Services	418,398	405,745	420,054	428,464	462,456	462,456
Emergency Communications	122,966	119,438	132,125	133,865	133,865	133,865
Emergency Management	0	0	0	78,617	0	0
Environmental Services	2,757,449	3,443,855	7,648,225	11,283,406	11,130,076	11,142,541
Facilities Services Fund	748,105	761,787	768,098	834,740	834,929	834,929
FPD&R	1,096,613	1,073,111	1,196,212	1,279,247	1,279,247	1,279,247
Golf Fund	602,043	502,955	326,496	284,766	284,766	284,766
Health Insurance	250,509	271,938	199,935	234,221	234,221	234,221
HOME Grant Fund	392,227	299,985	480,752	405,162	405,162	405,162
Housing & Community Devel Fund	2,197,456	1,759,961	1,773,455	1,809,232	1,809,232	1,809,232
Housing & Community Development	0	26,305	0	0	0	0
Housing Investment Fund	0	31,000	0	67,400	67,400	67,400
Hydropower Operating Fund	14,616	25,840	26,860	27,077	27,266	27,266
Insurance & Claims	1,439,457	1,463,416	1,260,189	1,505,846	1,505,846	1,505,846
LID Construction Fund	1,542,592	1,256,291	1,441,331	1,265,783	1,468,976	1,468,976
Parking Facilities Fund	330,363	258,989	260,471	170,544	170,544	170,544
Parks Capital Const & Maint Fund	580,893	397,701	254,555	149,909	151,424	151,424
Parks Endowment Fund	0	0	1,200	500	500	500
Parks Local Option Levy	0	3,807,978	5,028,250	4,620,148	4,620,148	4,620,148
Pension Debt Redemption	75,000	110,921	109,992	114,312	114,312	114,312
Portland International Raceway	139,458	173,228	121,821	111,590	111,590	111,590
Portland Parks Memorial Trust	700,911	651,940	836,541	497,870	497,870	497,870
Printing & Distribution	186,745	159,556	181,376	174,223	174,223	174,223
Transportation Safety Fund	0	0	22,000	0	12,000	12,000
Property Management License Fund	0	0	0	0	0	45,927
Public Safety Fund	16,415	19,020	24,068	21,415	21,415	21,415
Sewer System Construction Fund	0	0	0	0	100,000	100,000
Solid Waste Management Fund	272,225	276,058	328,200	365,462	365,651	365,651
Special Finance and Resources	1,000,000	29,458	0	0	0	0
Spectator Facilities	318,813	98,823	114,668	102.055	102,055	102,055
Technology Services Fund	476,799	534,713	1,556,022	5,287,020	5,308,611	5,308,611
Transportation	1,542,575	1,737,402	2,223,634	1,818,014	1,854,279	1,854,279
Utility Billing System	0	0	24,824	0	0	0
Water Bureau	1,714,578	2,460,787	6,221,632	10,053,816	9,970,462	9,982,928
Workers Compensation Fund	525,736	577,394	379,044	317,814	317,814	317,814
	20,789,569	24,432,538	35,012,219	44,662,074	44,755,896	44,826,754

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Intra-Fund Service Reimbursement	5,928,305	6,976,952	7,446,779	7,087,411	7,257,852	7,392,852
Total Internal Revenues	64,831,539	78,733,133	116,715,596	100,295,080	101,438,938	99,849,896
Beginning Fund Balance	8,822,921	19,387,276	25,882,451	31,155,059	31,155,059	33,505,245
TOTAL RESOURCES	\$ 349,186,293	\$ 389,663,656	\$ 434,094,833	\$ 436,170,925	\$ 438,038,008	\$ 439,037,343
REQUIREMENTS						
Bureau Expenses						
Personal Services	211,596,978	220,769,893	240,438,071	240,934,428	242,761,206	242,976,206
External Materials and Services	45,811,846	55,217,728	93,748,846	83,227,737	82,953,734	83,680,776
Internal Materials and Services City Fleet Services Fund	7,438,831	7,380,824	9,260,152	8,716,862	8,716,862	8,716,862
Communications Services	5,262,627	5,536,697	5,960,826	0	0	0
Facilities Services	8,277,456	9,252,660	8,852,794	8,513,289	7,933,289	7,950,803
Insurance	5,579,850	5,825,979	5,578,937	5,961,867	5,961,867	5,961,867
Printing & Distribution	2,128,638	2,218,568	2,868,128	3,172,042	3,172,042	3,172,042
Technology Services Fund	7,158,207	9,017,954	10,082,674	17,792,419	17,792,419	17,792,419
BES Internal Services	92,485	92,474	115,000	125,000	125,000	125,000
BFRES Facilities Bond Const Fund	116,300	116,300	140,920	116,300	116,300	116,300
Cable	219,005	226,460	258,292	258,114	258,114	258,114
Development Services	33,158	48,062	51,672	25,592	25,592	25,592
Environmental Services	45,053	116,518	25,000	25,000	25,000	25,000
FPD&R	38,686	39,712	7,200	7,200	7,200	7,200
Golf Fund	0	0	13,186	0	0	0
Governmental Bond Redemption	30,384	12.096	12,097	12,097	12,097	12,097
Office of Management & Finance	0	26,305	24,824	91,996	0	0
Parking Facilities	366,021	371,767	403,160	439,560	439,560	439,560
Parks Capital Const & Maint Fund	277,234	211,833	370,896	20,000	20,000	20,000
Portland International Raceway	0	32,000	0	0	0	0
Portland Parks Memorial Trust	137,279	193,975	147,191	62,000	62,000	62,000
Solid Waste Management Fund	0	0	48,073	51,877	51,877	51,877
Technology Services Fund	82,563	0	0	0	0	0
Transportation	191,819	22,280	215,925	20,000	20,000	20,000
Utility Customer Svcs	0	0	0	2,000	0	0
Water Bureau	16,164	6,581	159,712	364,283	377,883	385,300
Same Fund Services	5,928,457	6,976,955	7,446,779	7,072,032	7,257,852	7,392,852
	43,420,217	47,726,000	52,043,438	52,849,530	52,374,954	52,534,885
Capital Outlay	1,115,472	2,245,106	7,802,703	3,277,290	3,277,290	3,277,290
Equipment Cash Transfers BFRES Facilities Bond Const	0	30,000	0	0	0	0
City Fleet Services Fund	391,995	240,800	509,717	0	0	0
Communications Services	360,452	89,003	84,250	0	0	0
Printing & Distribution	63,034	77,170	102,700	0	0	0

General Fund - 101

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 200506
Technology Services Fund	0	0	225,000	0	0	(
	815,481	436,973	921,667	0	0	
Minor Equipment Transfers						
Communications Services	21,434	218,141	80,124	0	0	(
Printing & Distribution	3,575	4,000	18,456	0	0	(
	25,009	222,141	98,580	0	0	C
Total Bureau Expenses	302,785,003	326,617,841	395,053,305	380,288,985	381,367,184	382,469,157
Fund Requirements						
General Operating Contingency General Operating Contingency	18,285	5,000	2,915,230	8,613,204	5,275,922	5,759,326
Prior Years Encumbered	0	0	3,000	12,500,000	12,500,000	12,500,000
	18,285	5,000	2,918,230	21,113,204	17,775,922	18,259,326
Fund Cash Transfers						
Business License Surcharge	0	5,100,000	0	0	0	C
Campaign Finance Fund	0	0	0	0	447,526	447,526
Childrens Investment Fund	10,000	0	0	0	0	(
Communication Services	257,950	250,000	692,500	0	0	(
Development Services Fund	2,129,886	1,193,072	1,153,361	1,280,572	1,311,141	1,314,837
Emergency Communications	8,318,245	8,045,780	8,313,615	8,599,554	8,599,554	8,599,554
Facilities Services	2,796,150	2,879,202	2,515,983	1,918,550	2,393,550	2,393,550
General Reserve Fund	0	625,384	1,887,907	7,000,000	6,165,344	5,568,149
Governmental Bond Redemption	2,675,093	7,746,853	2,140,873	1,955,493	1,955,493	1,962,950
Health Insurance	0	0	3,180,000	0	0	(
Housing Investment Fund	55,652	495,757	492,716	482,122	2,482,122	2,482,12
Insurance & Claims Fund	0	0	10,000	0	0	(
Parks Capital Const & Maint Fund	900,000	1,073,676	1,928,044	363,000	2,278,227	2,278,22
Pension Debt Redemption Fund	2,882,702	1,417,168	4,185,559	6,033,880	6,033,880	6,033,880
Private for Hire Trans Safety	0	205,000	0	0	0	(
Public Safety Fund	0	0	0	0	17,500	17,50
Sewer System Operating Fund	15,000	0	362,056	362,056	352,056	352,05
Technology Services Fund	474,900	618,616	1,086,145	868,957	868,957	868,95
Transportation Operating	6,480,151	3,955,201	7,891,039	5,904,552	5,989,552	5,989,55
	26,995,729	33,605,709	35,839,798	34,768,736	38,894,902	38,308,86
Debt Retirement	0	30,000	283,500	0	0	(
Ending Balance Unappropriated Ending Balance	19,387,276	29,405,106	0	0	0	
	19,387,276	29,405,106	0	0	0	(
Total Fund Requirements	46,401,290	63,045,815	39,041,528	55,881,940	56,670,824	56,568,186
OTAL REQUIREMENTS	\$ 349,186.293	\$ 389,663,656	\$ 434.094.833	\$ 436.170.925	\$ 438.038.008	\$ 439.037.343

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	678,611	445,001	29,764	676,000	1,137,480	1,137,480	1,137,480
Other Miscellaneous	962,216	0	509,180	509,180	0	0	. 0
	1,640,827	445,001	538,944	1,185,180	1,137,480	1,137,480	1,137,480
Total External Revenues	1,640,827	445,001	538,944	1,185,180	1,137,480	1,137,480	1,137,480
Internal Revenues						9 1	
Other Cash Transfers						7	
Development Services Fund	0	730,360	0	0	0	0	0
General Fund	0	625,384	1,887,907	1,887,907	7,000,000	6,165,344	5,568,149
Health Insurance Fund	0	262,281	0	0	0	0	0
	0	1,618,025	1,887,907	1,887,907	7,000,000	6,165,344	5,568,149
Total Internal Revenues	0	1,618,025	1,887,907	1,887,907	7,000,000	6,165,344	5,568,149
Beginning Fund Balance	36,058,962	37,245,789	39,384,482	39,184,722	42,257,809	42,257,809	42,257,809
TOTAL RESOURCES	\$ 37,699,789	\$ 39,308,815 \$	41,811,333	\$ 42,257,809 \$	50,395,289	49,560,633	48,963,438
REQUIREMENTS						3	
Bureau Expenses							
External Materials and Services	0	0	238,450	0	0	0	0
Total Bureau Expenses	0	0	238,450	0	0	0	0
Fund Requirements							
General Operating Contingency			*				
General Operating Contingency	0	0	41,388,933	0	48,533,389	47,698,733	48,896,438
	0	0	41,388,933	0	48,533,389	47,698,733	48,896,438
Fund Cash Transfers						æ	
Development Services Fund	454,000	0	0	0	0	0	0
General Fund	0	120,135	183,950	0	1,861,900	1,861,900	67,000
Health Insurance	0	3,958	0	0	0	0	0
	454,000	124,093	183,950	0	1,861,900	1,861,900	67,000
Ending Balance							
Unappropriated Ending Balance	37,245,789	39,184,722	0	42,257,809	0	0	0
	37,245,789	39,184,722	0	42,257,809	0	0	0
Total Fund Requirements	37,699,789	39,308,815	41,572,883	42,257,809	50,395,289	49,560,633	48,963,438
TOTAL REQUIREMENTS	\$ 37,699,789	\$ 39,308,815 \$	41,811,333	\$ 42,257,809 \$	50,395,289	49,560,633	48,963,438

The General Reserve Fund was created in FY 1987-88 for the purpose of building a reserve for the General Fund. It is Council's objective and an adopted policy to maintain a reserve level equal to 10% of General Fund revenues, net of short term borrowing.

Fund Summary

The policy defines the first 5% of reserves as an emergency reserve available to fund major one-time, unanticipated expenditures or to offset unanticipated revenue fluctuations that occur within a fiscal year. The second 5% of the reserve fund is defined as a counter-cyclical reserve and is available to either maintain General Fund programs at current service levels or to adjust expenditure growth to match slower revenue growth during the first 18 to 24 months of a recession. The General Reserve Fund is expected to remain at the full 10% level during FY 2005-06.

City Council's five-year financial forecast allows using reserves in excess of the required 10% level to fund one-time General Fund appropriations. Interest income for the General Reserve Fund is projected to keep reserves at the required 10% level throughout the five-year financial forecast period ending in FY 2009-10. The FY 2005-06 Adopted Budget includes a General Fund cash transfer to the General Reserve Fund of \$5.6 million. This is in addition to the General Reserve 10% requirement and is intended as a "rainy day" reserve to be used at council's discretion.

Managing Agency

Office of Management and Finance, Financial Planning



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BFRES Facilities Bond Construction Fund - 501

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	0	96,097	0	0	0	0	C
	0	96,097	0	0	0	0	(
Local Sources							
Local Cost Sharing	0	0	294,000	294,000	782,500	782,500	782,500
	0	0	294,000	294,000	782,500	782,500	782,500
Miscellaneous Revenues							
Bond and Note Sales	0	14,099,646	0	0	0	0	(
Interest Earned	176,603	103,743	221,000	220,904	136,000	136,000	136,000
Sale of Capital Assets	216,573	0	0	97,000	0	0	(
	393,176	14,203,389	221,000	317,904	136,000	136,000	136,000
Total External Revenues	393,176	14,299,486	515,000	611,904	918,500	918,500	918,500
Internal Revenues							
Interfund Service Reimbursements							
Fire Bureau	116,300	116,300	140,920	116,000	116,300	116,300	116,30
	116,300	116,300	140,920	116,000	116,300	116,300	116,300
Equipment Cash Transfers							
Fire Bureau	0	30,000	0	0	0	0	(
	0	30,000	0	0	0	0	(
Total Internal Revenues	116,300	146,300	140,920	116,000	116,300	116,300	116,300
Beginning Fund Balance	10,529,857	3,782,880	13,682,096	13,682,096	8,855,000	8,855,000	8,855,000
TOTAL RESOURCES	\$ 11,039,333	\$ 18,228,666 \$	14,338,016	\$ 14,410,000	\$ 9,889,800 \$	9,889,800	9,889,800
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	118,527	159,074	20,000	0	97,194	97,194	97,194
Internal Materials and Services							
Communications Services	76,397	64,252	225,000	200,000	0	0	0.007.47
Facilities Services	1,086,885	1,247,977	1,718,536	1,600,000	2,087,470	2,087,470	2,087,47
Printing & Distribution	0	1,715	0	0	0	0	074.77
Technology Services Fund	0	0	0	0	274,774	274,774	274,77
Fire Bureau	132,980	0	90,464	75,000 0	90,940 0	90,940 0	90,94
Transportation	109,492	41,930	0.004.000				2,453,18
Operation Continue	1,405,754	1,355,874	2,034,000	1,875,000	2,453,184	2,453,184	
Capital Outlay	5,659,907	2,909,087	6,565,855	3,594,000	4,635,000	4,635,000	4,635,00
Equipment Cash Transfers Facilities Services	0	0	300,000	0	0	0	
. 23,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0	0	300,000	0	0	0	(
Total Bureau Expenses	7,184,188	4,424,035	8,919,855	5,469,000	7,185,378	7,185,378	7,185,378
Total Dulcau Expenses	7,104,100	4,424,033	0,515,000	3,403,000	7,100,070	7,100,070	7,100,070

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	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Fund Requirements	AS:					4	
General Operating Contingency							
General Operating Contingency	0	0	5,346,516	0	74,135	64,818	74,135
Prior Years Encumbered	0	0	0	0	2,548,782	2,556,139	2,546,822
	0	0	5,346,516	0	2,622,917	2,620,957	2,620,957
General Fund Overhead	72,265	122,535	65,547	80,000	81,505	74,148	74,148
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	9,317	9,317
General Fund	0	0	6,098	6,000	0	0	0
	0	0	6,098	6,000	0	9,317	9,317
Ending Balance Unappropriated Ending Balance	3,782,880	13,682,096	0	8,855,000	0	0	0
Unappropriated Ending Balance		<u> </u>	0		0	0	0
	3,782,880	13,682,096		8,855,000			
Total Fund Requirements	3,855,145	13,804,631	5,418,161	8,941,000	2,704,422	2,704,422	2,704,422
OTAL REQUIREMENTS	\$ 11,039,333 \$	18,228,666 \$	14,338,016	14,410,000 \$	9,889,800 \$	9,889,800 \$	9,889,800
LINE ITEM DETAIL - AU 735							
Materials and Services							
External Materials and Services		198			_	_	_
521000 Professional Services	0	0	5,000	0	0	0	0
524000 Repair & Maintenance Services	14,000	0	0	0	0	0	0
525000 Non-Capital Improvement 529000 Miscellaneous Services	20,000	0	0 10,000	0	0	0	0
529000 Miscellaneous Services 532000 Operating Supplies	11,481 654	8,242 0	10,000	0	0	0	0
533000 Operating Supplies 533000 Repair & Maintenance Supplies	2,043	0	0	0	0	0	0
534000 Minor Equipment & Tools	55,814	17,717	0	0	0	0	0
539000 Other Commodities External	4,418	0	0	0	0	0	0
549000 Miscellaneous	10,117	133,115	5,000	0	97,194	97,194	97,194
Total External Materials and Services	118,527	159,074	20,000	0	97,194	97,194	97,194
Internal Materials and Services							
552000 Printing & Distribution	0	1,715	0	0	0	0	0
553000 Facilities Services	1,086,885	1,247,977	1,718,536	1,600,000	2,087,470	2,087,470	2,087,470
554000 Communications Services	76,397	64,252	225,000	200,000	0	0	0
555000 Technology Services Fund	0	0	0	0	274,774	274,774	274,774
559000 Other Fund Services	242,472	41,930	90,464	75,000	90,940	90,940	90,940
Total Internal Materials and Services	1,405,754	1,355,874	2,034,000	1,875,000	2,453,184	2,453,184	2,453,184
Total Materials and Services	1,524,281	1,514,948	2,054,000	1,875,000	2,550,378	2,550,378	2,550,378
Capital Outlay		_	0.40.05	_	_		
561000 Land	0	0	343,000	0	0	0	4 635 000
562000 Buildings	5,659,907	2,909,087	6,222,855	3,594,000	4,635,000	4,635,000	4,635,000
Total Capital Outlay	5,659,907	2,909,087	6,565,855	3,594,000	4,635,000	4,635,000	4,635,000
573000 Equipment Cash Transfers			300,000				
OTAL Bureau Expenses	\$ 7,184,188 \$	4,424,035 \$	8,919,855	5,469,000 \$	7,185,378 \$	7,185,378 \$	7,185,378

Fund Summary

FUND OVERVIEW

On November 7, 1998, the citizens of Portland authorized the sale of \$53.8 million in general obligation bonds to support a \$70.8 million program to improve the City's emergency facilities, including:

- Seismic upgrades to allow firefighters to effectively respond to an earthquake in the metropolitan area.
- Relocation and construction of new facilities to meet the goal of a four-minute response time to emergency calls.
- Renovation of facilities to be consistent with the evolving mission of the Portland Bureau of Fire and Rescue. For example, a major portion of the work is emergency medical services, yet few of the facilities were appropriately equipped for emergency medical services.
- Response to Americans with Disabilities Act accessibility requirements.
- Changes to stations for female firefighter accommodations.
- Response to the issue of some emergency facilities approaching the end of their useful lives.

From the beginning of the projects in 1998, it was anticipated it will take between eight and ten years to fully implement this program. Of the \$70.8 million program, \$68 million will be used to improve fire facilities and \$2.8 million to expand the Portland Communications Center.

Managing Agency

Office of Management and Finance, Business Operations

CHANGES FROM PRIOR YEAR

The FY 2005-06 Adopted Budget reflects the indefinite delay of the construction of new Fire Station 21 and the relocation of Fire Station 18.

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005–06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	55,898	56,335	50,000	50,000	50,000	50,000	50,000
	55,898	56,335	50,000	50,000	50,000	50,000	50,000
State Sources							
State Cost Sharing	1,915,637	2,557,969	2,271,400	2,271,400	2,403,400	2,403,400	2,403,400
	1,915,637	2,557,969	2,271,400	2,271,400	2,403,400	2,403,400	2,403,400
Local Sources							
Local Cost Sharing	2,210,271	2,238,480	2,274,098	2,274,098	2,455,023	2,455,023	2,455,023
Multnomah County Cost Sharing	259,923	246,140	250,355	250,355	256,519	256,519	256,519
	2,470,194	2,484,620	2,524,453	2,524,453	2,711,542	2,711,542	2,711,542
Miscellaneous Revenues							
Interest Earned	30,158	(4,288)	0	0	0	0	(
	30,158	(4,288)	0	0	0	0	(
Total External Revenues	4,471,887	5,094,636	4,845,853	4,845,853	5,164,942	5,164,942	5,164,942
Internal Revenues							
Other Cash Transfers							
City Fleet Services Fund	1,633	0	0	0	0	0	
General Fund	8,318,245	8,045,780	8,313,615	8,313,615	8,599,554	8,599,554	8,599,554
Public Safety Fund	857,151	454,775	54,980	54,980	0	0	(
	9,177,029	8,500,555	8,368,595	8,368,595	8,599,554	8,599,554	8,599,554
Total Internal Revenues	9,177,029	8,500,555	8,368,595	8,368,595	8,599,554	8,599,554	8,599,554
Beginning Fund Balance	1,041,078	171,709	346,547	1,209,457	862,910	862,910	862,910
TOTAL RESOURCES	\$ 14,689,994	\$ 13,766,900 \$	13,560,995	\$ 14,423,905 \$	14,627,406 \$	14,627,406	14,627,406
REQUIREMENTS							
Bureau Expenses							
Personal Services	10,041,491	9,176,240	9,658,932	9,687,644	10,277,364	10,253,837	10,253,837
External Materials and Services	442,593	386,133	531,235	885,410	191,792	191,792	191,792
Internal Materials and Services		*					
City Fleet Services Fund	4,600	2,309	5,473	2,473	1,899	1,899	1,899
Communications Services	443,750	377,141	451,830	365,830	0	0	(
Facilities Services	315,598	273,471	387,933	387,933	401,124	401,124	401,124
Insurance	227,546	232,501	228,099	228,099	188,931	188,931	188,93
Printing & Distribution	18,906	15,168	24,349	18,349	15,673	15,673	15,673
Technology Services Fund	1,573,062	1,327,350	1,627,797	1,348,067	2,260,966	2,260,966	2,260,966
Office of Management & Finance	122,966	119,438	132,125	132,125	133,865	133,865	133,865
Transportation	0	1,903	0	0	0	0	(
	2,706,428	2,349,281	2,857,606	2,482,876	3,002,458	3,002,458	3,002,458
Capital Outlay	0	64,868	0	0	0	0	(
Equipment Cash Transfers							
Printing & Distribution	0	0	2,700	0	0	0	(
	0	0	2,700	0	0	0	C

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005–06	Adopted FY 2005-06
Minor Equipment Transfers							
Communications Services	21,439	0	0	0	0	0	0
	21,439	0	0	0	0	0	0
Total Bureau Expenses	13,211,951	11,976,522	13,050,473	13,055,930	13,471,614	13,448,087	13,448,087
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	90,239	0	711,511	711,511	711,511
	0	0	90,239	0	711,511	711,511	711,511
General Fund Overhead	300,727	385,968	204,722	290,483	298,360	303,779	303,779
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	18,108	18,108
General Fund	0	0	29,564	28,585	0	0	0
Pension Debt Redemption Fund	74,627	23,244	105,866	105,866	145,921	145,921	145,921
Public Safety Fund	930,980	171,709	80,131	80,131	0	0	0
	1,005,607	194,953	215,561	214,582	145,921	164,029	164,029
Ending Balance							
Unappropriated Ending Balance	171,709	1,209,457	0	862,910	0	0	0
	171,709	1,209,457	0	862,910	0	0	0
Total Fund Requirements	1,478,043	1,790,378	510,522	1,367,975	1,155,792	1,179,319	1,179,319
OTAL REQUIREMENTS	\$ 14,689,994	13,766,900	13,560,995	\$ 14,423,905 \$	14,627,406	\$ 14,627,406 \$	14,627,406

Fund Purpose

The Emergency Communication Fund is the general operating fund for the Bureau of Emergency Communications (BOEC). The fund receives an annual transfer from the General Fund, as well as payments from other regional jurisdictions that BOEC serves, such as Multnomah County and the City of Gresham.

Fund Resources

Resources for FY 2005-06 include an \$8.6 million transfer from the City of Portland's General Fund and \$2.7 million in payments from other user jurisdictions. Non-Portland user jurisdictions include Multnomah County and the Cities of Gresham, Troutdale, Fairview, Maywood Park, and Wood Village. Resources also include \$2.4 million in state 9-1-1 tax revenues. Finally, the fund receives approximately \$50,000 in miscellaneous revenue. Fees associated with the distribution of recorded 9-1-1 calls are the primary source of miscellaneous revenue.

Fund Expenses

Fund expenses include all BOEC general operating expenses. Expenditures are therefore related to emergency 9-1-1 call-taking and dispatch, as well as administrative support for these activities.

Fund Reserves

Contingency funds of \$711,511 will be available for cash flow coverage and unforeseen events in FY 2005-06.

Activity Not Budgeted in Fund

The State of Oregon continues to pay for telecommunications costs associated with 9-1-1 emergency response in Multnomah County. These costs are paid directly by the state and are not reflected in the Emergency Communications Fund.

Managing Agency

Bureau of Emergency Communications

CHANGES FROM PRIOR YEAR

Total fund resources and requirements rose from \$13.6 million in the FY 2004-05 Revised Budget to \$14.6 million in the FY 2005-06 Adopted Budget. Beginning fund balance is estimated at \$862,910 for FY 2005-06.

Fire & Police Disability & Retirement Fund - 651

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes							
Current Property Taxes	68,119,139	83,484,050	78,219,284	78,219,284	79,975,290	78,601,160	78,601,160
Prior Year Property Taxes	1,581,071	1,769,085	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
	69,700,210	85,253,135	79,719,284	79,719,284	81,475,290	80,101,160	80,101,160
Service Charges and Fees							
Miscellaneous	47	29	0	0	0	0	0
	47	29	0	0	0	0	0
Miscellaneous Revenues							
Bond and Note Sales	17,910,283	22,426,547	20,000,000	16,171,470	20,000,000	20,000,000	20,000,000
Interest Earned	555,802	444,177	500,000	613,234	800,000	800,000	800,000
Other Miscellaneous	27,076	242,324	0	10,543	0	0	0
	18,493,161	23,113,048	20,500,000	16,795,247	20,800,000	20,800,000	20,800,000
Total External Revenues	88,193,418	108,366,212	100,219,284	96,514,531	102,275,290	100,901,160	100,901,160
Internal Revenues							
Other Cash Transfers							
FPD&R Reserve	0	0	750,000	0	750,000	750,000	750,000
	. 0	0	750,000	0	750,000	750,000	750,000
Interfund Service Reimbursements							
Police Bureau	38,686	39,712	7,200	7,200	7,200	7,200	7,200
	38,686	39,712	7,200	7,200	7,200	7,200	7,200
Total Internal Revenues	38,686	39,712	757,200	7,200	757,200	757,200	757,200
Beginning Fund Balance	4,241,743	1,563,709	7,500,881	10,001,969	8,474,051	9,848,181	9,848,181
TOTAL RESOURCES	\$ 92,473,847	\$ 109,969,633	\$ 108,477,365	\$ 106,523,700	\$ 111,506,541	\$ 111,506,541	\$ 111,506,541
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	71,393,764	76,113,640	83,262,247	78,884,821	86,120,334	86,120,334	86,120,334
Internal Materials and Services							
Communications Services	32,989	21,938	17,767	0	0	0	
Facilities Services	12	36	0	0	0	0	_
Printing & Distribution	45,077	44,949	46,508	39,397	48,411	48,411	48,411
Technology Services Fund	11,132	11,232	35,683	47,068	54,604	54,604	54,604
City Attorney	0	0	0	0	51,547	51,547	
City Auditor	977,196	982,622	1,041,385	1,029,194	1,090,333	1,090,333	
Fire Bureau	33,040	0	60,060	59,640	38,718	38,718	,
Office of Management & Finance	14,329	17,315	18,668	18,668	18,275	18,275	,
Police Bureau	72,048	73,174	76,099	76,099	80,374	80,374	
	1,185,823	1,151,266	1,296,170	1,270,066	1,382,262	1,382,262	1,382,262
Capital Outlay	0	0	5,000	5,000	0	0	
Total Bureau Expenses	72,579,587	77,264,906	84,563,417	80,159,887	87,502,596	87,502,596	87,502,596

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	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 200405	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	3,294,850	0	3,366,496	3,343,771	3,367,580
Compensation Adjustment	0	0	24,653	0	24,653	24,653	84
	0	0	3,319,503	0	3,391,149	3,368,424	3,368,42
General Fund Overhead	116,839	93,172	69,973	70,980	81,532	101,332	101,33
Fund Cash Transfers Campaign Finance Fund	0	0	0	0	0	2,925	2,92
General Fund	0	0	1,790	1.790	0	2,323	2,02
Pension Debt Redemption Fund	0	0	0	22,682	31,264	31,264	31,26
	0	0	1,790	24,472	31,264	34,189	34,18
Debt Retirement	18,213,712	22,609,586	20,522,682	16,420,180	20,500,000	20,500,000	20,500,00
Ending Balance Unappropriated Ending Balance	1,563,709	10,001,969	0	9,848,181	0	0	
	1,563,709	10,001,969	0	9,848,181	0	0	
Total Fund Requirements	19,894,260	32,704,727	23,913,948	26,363,813	24,003,945	24,003,945	24,003,94
OTAL REQUIREMENTS	\$ 92,473,847	\$ 109,969,633	\$ 108,477,365	\$ 106,523,700	\$ 111,506,541	\$ 111,506,541	\$ 111,506,54

Chapter 5 of the Portland City Charter establishes the Fire and Police Disability and Retirement (FPD&R) Fund for the sworn employees of the Fire and Police bureaus, their surviving spouses, and dependent minor children. The fund is supported primarily through a separate property tax levy authorized by the voters in 1948. The levy is a rate-based levy, providing a maximum rate of \$2.80 per \$1,000 of real market value.

CHANGES FROM PRIOR YEAR

Total requirements net of tax anticipation notes (TANs) will increase by \$3.0 million, or 3.4%, from \$88.5 million in FY 2004-05 to \$91.5 million in FY 2005-06. The FY 2005-06 Adopted Budget supports all ongoing activities and services provided to members and the Board of Trustees.

Managing Agency

Fire and Police Disability and Retirement Fund Board of Trustees

Fire & Police Disability & Retirement Reserve Fund - 652

	FY	Actual ' 2002-03	Actual FY 2003-04	Revised FY 2004–	_	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
RESOURCES									
External Revenues									
Internal Revenues									
Beginning Fund Balance		750,000	750,000	750,	000	750,000	750,000	750,000	750,000
TOTAL RESOURCES	\$	750,000	\$ 750,000	\$ 750,	000 \$	750,000	\$ 750,000	\$ 750,000	\$ 750,000
REQUIREMENTS Bureau Expenses Fund Requirements									
Fund Cash Transfers FPD&R		0	0	750,	000	0	750,000	750,000	750,000
	_	0	0	750,	000	0	750,000	750,000	750,000
Ending Balance Unappropriated Ending Balance		750,000	750,000		0	750,000	0	0	0
		750,000	750,000		0	750,000	0	0	0
Total Fund Requirements	, <u> </u>	750,000	750,000	750,	000	750,000	750,000	750,000	750,000
TOTAL REQUIREMENTS	\$	750,000	\$ 750,000	\$ 750,	000	\$ 750,000	\$ 750,000	\$ 750,000	\$ 750,000

FUND OVERVIEW

The reserve fund was established by City Charter and is to be maintained in the amount of \$750,000. It is for use only in the event the Fire and Police Disability and Retirement Fund becomes depleted to the extent that current obligations cannot be met. Interest income on the \$750,000 is booked directly to the Fire and Police Disability and Retirement Fund.

Managing Agency

Fire and Police Disability and Retirement Fund Board of Trustees

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees Miscellaneous	0	0	9,700	16,883	9,700	9,700	9,700
	0	0	9,700	16,883	9,700	9,700	9,700
Miscellaneous Revenues Interest Earned	1,868	1.053	2,500	2,500	2,500	2,500	2,500
morest Larried	1,868	1,053	2,500	2,500	2,500	2,500	2,500
Total External Revenues	1,868	1,053	12,200	19,383	12,200	12,200	12,200
Internal Revenues			,	,			
Beginning Fund Balance	95,018	89,916	88,818	83,859	96,069	96,069	96,069
TOTAL RESOURCES	\$ 96,886	\$ 90,969	\$ 101,018	\$ 103,242	\$ 108,269	\$ 108,269	\$ 108,269
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	6,970	7,110	9,700	7,173	9,700	9,700	9,700
Total Bureau Expenses	6,970	7,110	9,700	7,173	9,700	9,700	9,700
Fund Requirements							
Ending Balance Unappropriated Ending Balance	89,916	83,859	91,318	96,069	98,569	98,569	98,569
	89,916	83,859	91,318	96,069	98,569	98,569	98,569
Total Fund Requirements	89,916	83,859	91,318	96,069	98,569	98,569	98,569
TOTAL REQUIREMENTS	\$ 96,886	\$ 90,969	\$ 101,018	\$ 103,242	\$ 108,269	\$ 108,269	\$ 108,269
LINE ITEM DETAIL - AU 229							
Materials and Services							
External Materials and Services 547000 Retirement System Payments	6,970	7,110	9,700	7,173	9,700	9,700	9,700
Total External Materials and Services	6,970	7,110	9,700	7,173	9,700	9,700	9,700
Total Materials and Services	6,970	7,110	9,700	7,173	9,700	9,700	9,700
TOTAL Bureau Expenses	\$ 6,970	\$ 7,110	\$ 9,700	\$ 7,173	\$ 9,700	\$ 9,700	\$ 9,700

The Fire and Police Supplemental Retirement Reserve Fund was established by City Ordinance #138016 for the purpose of providing certain disability, service requirement, and death benefits for Bruce Baker, a former Chief of Police for the City of Portland. This supplemental trust was established in accordance with ORS 236.620 because Mr. Baker was not eligible for membership in, or benefits from, either the Fire and Police Disability and Retirement System (FPD&R) or the Public Employees Retirement System (PERS).

Managing Agency

City of Portland, Oregon - FY 2005-06 Adopted Budget

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes							
Prior Year Property Taxes	242	45	0	0	0	0	
	242	45	0	0	0	0	
Miscellaneous Revenues							
Interest Earned	7,872	15,361	10,000	10,000	0	0	
	7,872	15,361	10,000	10,000	0	0	
Total External Revenues	8,114	15,406	10,000	10,000	0	0	
Internal Revenues							
Other Cash Transfers							
Emergency Communications Fund	930,980	171,709	80,131	80,130	0	17.500	17.50
General Fund	0	0	0 101	0	0	17,500	17,50
	930,980	171,709	80,131	80,130	_	17,500	17,50
Federal Grants Transfers	0	0	687,046	687,046	237,000	454,000	454,00
Total Internal Revenues	930,980	171,709	767,177	767,176	237,000	471,500	471,50
Beginning Fund Balance	2,061,186	1,408,454	852,237	852,238	419,019	419,019	419,0
TOTAL RESOURCES	\$ 3,000,280	\$ 1,595,569	1,629,414	\$ 1,629,414 \$	656,019	\$ 890,519	890,51
REQUIREMENTS							
Bureau Expenses							
Personal Services	8,594	5,174	95,000	50,000	18,963	18,963	18,96
External Materials and Services	359,152	103,308	419,947	381,620	249,787	267,287	267,28
Internal Materials and Services							
Communications Services	0	0	20,242	0	0	0	007.00
Facilities Services Technology Services Fund	0 1,763	0	237,000 0	237,000 0	237,000 269	237,000 269	237,00 26
Police Bureau	16,415	19,020	24,068	24,068	21,415	21,415	21,41
Tonoc Buroda	18,178	19,020	281,310	261,068	258,684	258,684	258,68
Capital Outlay	339,736	148,106	11,864	11,865	0	217,000	217,00
Equipment Cash Transfers	000,700	140,100	11,004	11,000	Ü	217,000	217,00
City Fleet Services Fund	0	0	368,584	349,600	0	0	
= = = = = = = = = = = = = = = = = = = =	0	0	368,584	349,600	0	0	
Minor Equipment Transfers							
Communications Services	0	0	47,000	0	0	0	
	0	0	47,000	0	0	0	
Total Bureau Expenses	725,660	275,608	1,223,705	1,054,153	527,434	761,934	761,93
Fund Requirements				, , , , , , , , , , , , , , , , , , , ,	, ,		
General Operating Contingency							
General Operating Contingency	0	0	349,467	0	123,793	122,233	122,23
	0	0	349,467	0	123,793	122,233	122,23
General Fund Overhead	8,785	12,948	0	0	4,792	6,116	6,11

Fund Summary

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	236	236
Emergency Communications	857,151	454,775	54,980	154,980	0	0	0
General Fund	0	0	1,262	1,262	0	0	0
Pension Debt Redemption Fund	230 857,381	0 454,775	56,242	156,242	0	236	236
Ending Balance	037,001	404,770	50,242	100,242	v	200	200
Unappropriated Ending Balance	1,408,454	852,238	0	419,019	0	0	0
	1,408,454	852,238	0	419,019	0	0	0
Total Fund Requirements	2,274,620	1,319,961	405,709	575,261	128,585	128,585	128,585
TOTAL REQUIREMENTS	\$ 3,000,280	\$ 1,595,569 \$	1,629,414	\$ 1,629,414	\$ 656,019	\$ 890,519 \$	890,519
LINE ITEM DETAIL - AU 260			P				
Personnel Services	0	0	10.000	0	0	0	0
511000 Full-Time Employees 514000 Overtime	0 6,563	0 4,012	10,000 57,500	0 40,000	0 15,150	0 15,150	0 15,150
517000 Overtime 517000 Benefits	2,031	1,162	27,500	10,000	3,813	3,813	3,813
Total Personnel Services	8,594	5,174	95,000	50,000	18,963	18.963	18,963
Materials and Services	0,004	5,174	33,000	50,000	10,500	10,000	10,500
External Materials and Services							
521000 Professional Services	92,277	77,000	0	0	0	17,500	17,500
524000 Repair & Maintenance Services	5,830	228	49,237	49,237	0	0	0
529000 Miscellaneous Services	4,621	0	3,584	1,784	0	0	0
531000 Office Supplies	0	0	175	175	0	0	0
532000 Operating Supplies	4,985	1,358	3,411	3,411	0	0	0
534000 Minor Equipment & Tools	251,439	24,722	358,015	321,489	249,787	249,787	249,787
541000 Education	0	0	5,525	5,524	0	0	0
Total External Materials and Services	359,152	103,308	419,947	381,620	249,787	267,287	267,287
Internal Materials and Services 553000 Facilities Services	0	0	237,000	237,000	237,000	237,000	237,000
554000 Communications Services	0	0	20,242	0	0	0	0
555000 Technology Services Fund	1,763	0	0	0	269	269	269
559000 Other Fund Services	16,415	19,020	24,068	24,068	21,415	21,415	21,415
Total Internal Materials and Services	18,178	19,020	281,310	261,068	258,684	258,684	258,684
Total Materials and Services	377,330	122,328	701,257	642,688	508,471	525,971	525,971
Capital Outlay							
564000 Capital Equipment	339,736	148,106	11,864	11,865	0	217,000	217,000
Total Capital Outlay	339,736	148,106	11,864	11,865	0	217,000	217,000
573000 Equipment Cash Transfers	0	0	368,584	349,600	0	0	0
576000 Minor Equipment Transfers	0	0	47,000	0	0	0	0
TOTAL Bureau Expenses	\$ 725,660	\$ 275,608 \$	1,223,705	\$ 1,054,153	\$ 527,434	\$ 761,934	\$ 761,934

Fund Purpose

The Public Safety Fund is dedicated to the support of the Bureau of Emergency Communications (BOEC). It serves as the bureau's major maintenance and replacement fund for information technology and other equipment. The fund is also used to track and hold grant revenues and other money intended for special projects.

Fund Resources

The beginning fund balance is estimated at \$419,019 for FY 2005-06.

The Public Safety Fund was originally created through a 1989 property tax levy to fund construction of the emergency communications center and acquisition of the computer-aided dispatch (CAD) system. The fund has been maintained for more than 15 years with state 9-1-1 tax revenue reimbursements and interest income. For FY 2005-06, BOEC also anticipates spending \$450,000 in grant money from the Public Safety Fund. The grant funds will be used to improve facility security and ensure the different CAD systems in northwestern Oregon and southwestern Washington can "talk" to each other.

Fund Expenditures

The fund's resources are primarily used to repair or replace BOEC information technology equipment. However, in recent years BOEC has transferred money from the Public Safety Fund for operating purposes. Planned FY 2005-06 expenditures include:

- \$237,000 in grant funds for the improvement of perimeter security around the emergency communications center
- \$217,000 in grant funds to partially pay for an emergency messaging system that will improve CAD-to-CAD interoperability
- \$250,000 to equip BOEC's new mobile emergency communications trailer

Managing Agency

Bureau of Emergency Communications

CHANGES FROM PRIOR YEAR

As mentioned above, the Public Safety Fund has been used to subsidize BOEC operating expenses during the last several years. This was considered to be in the best interests of the user jurisdictions. It was recognized that - as a limited funding source - the fund would eventually cease to be available to support BOEC's operations. The fund's beginning balance has declined from \$852,237 in the FY 2004-05 Revised Budget to \$419,019 in the FY 2005-06 Adopted Budget. The likely consequences of Public Safety Fund depletion are a need for increased General Fund support in out-years or a reduced level of equipment quality and/or quantity at the BOEC emergency communications center.

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Bonded Debt Interest and Sinking Fund - 302

	F	Actual Y 2002–03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Property Taxes								
Current Property Taxes		6,552,365	6,338,376	7,307,623	7,135,954	7,694,485	7,694,485	7,694,485
Prior Year Property Taxes		208,887	192,938	100,000	100,000	80,000	80,000	80,000
		6,761,252	6,531,314	7,407,623	7,235,954	7,774,485	7,774,485	7,774,485
Miscellaneous Revenues								
Bond and Note Sales		0	9,634,471	0	0	0	0	0
Interest Earned		60,774	35,497	25,000	25,000	20,000	20,000	20,000
		60,774	9,669,968	25,000	25,000	20,000	20,000	20,000
Total External Revenues		6,822,026	16,201,282	7,432,623	7,260,954	7,794,485	7,794,485	7,794,485
Internal Revenues								
Other Cash Transfers Special Revenue and Finance		0	0	13,000	13,000	0	0	0
	_	0	0	13,000	13,000	0	0	0
Total Internal Revenues		0	0	13,000	13,000	0	0	0
Beginning Fund Balance		963,333	880,369	385,369	557,038	0	0	0
TOTAL RESOURCES	\$	7,785,359	\$ 17,081,651	\$ 7,830,992	\$ 7,830,992	\$ 7,794,485	7,794,485	7,794,485
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		6,904,990	16,524,613	7,830,992	7,830,992	7,794,485	7,794,485	7,794,485
Ending Balance Unappropriated Ending Balance		880,369	557,038	0	0	0	0	0
Shappropriated Ending Balance	-	880,369	557,038	0	0	0	0	0
Total Fund Dequirements	_							
Total Fund Requirements		7,785,359	17,081,651	7,830,992	7,830,992	7,794,485	7,794,485	7,794,485
TOTAL REQUIREMENTS	\$	7,785,359	\$ 17,081,651	\$ 7,830,992	\$ 7,830,992	\$ 7,794,485	7,794,485	7,794,485

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to the financing and refinancing of bonds issued for the renovation of the City's parks system and the Bureau of Fire, Rescue, and Emergency Services' infrastructure.

Principal and interest on these bonds are paid from property taxes. The City is obligated to levy an annual ad valorem tax, without limitation to rate or amount, upon all property within the city sufficient to service the debt.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
General Obligation Parks Refund-						
ng Bonds, 2001 Series A						
07/01/2001 - Due 6/1	29,810,000					
5775 17255 1 Dae 571	20,010,000	2005/06	140,000	3.70%	1,336,610	1,476,61
		2006/07	145,000	3.90%	1,331,430	1,476,43
		2007/08	155,000	4.00%	1,325,775	1,480,77
		2008/09	3,595,000	4.15%	1,319,575	4,914,57
		2009/10	3,745,000	4.25%	1,170,383	4,915,38
		2010/11	3,900,000	4.50%	1,011,220	4,911,22
		2011/12	4,075,000	5.00%	835,720	4,910,72
		2012/13	4,280,000	4.50%	631,970	4,911,97
		2013/14	4,470,000	4.60%	439,370	4,909,37
		2014/15 TOTAL	4,675,000 29,180,000	5.00%	233,750 9,635,803	4,908,75
		IOIAL	29,180,000		9,035,003	38,815,80
General Obligation Emergency Facility Bonds, 1999 Series A						
06/01/1999 - Due 6/1	24,500,000					
		2005/06	1,010,000	4.50%	966,988	1,976,98
		2006/07	1,050,000	5.00%	921,538	1,971,53
		2007/08	1,100,000	5.00%	869,038	1,969,03
		2008/09	1,140,000	5.00%	814,038	1,954,03
		2009/10	1,200,000	4.90%	757,038	1,957,03
		2010/11	1,250,000	5.00%	698,238	1,948,23
		2011/12	1,310,000	5.00%	635,738	1,945,73
		2012/13	1,370,000	5.00%	570,238	1,940,23
		2013/14 2014/15	1,440,000	5.13% 5.13%	501,738 427,938	1,941,73 1,937,93
		2015/16	1,510,000 1,580,000	5.13%	350,550	1,937,93
		2016/17	1,660,000	5.13%	269,575	1,929,57
		2017/18	1,750,000	5.13%	184,500	1,934,50
		2018/19	1,850,000	5.13%	94,813	1,944,81
		TOTAL	19,220,000	511070	8,061,963	27,281,96
General Obligation Emergency Facility Bonds, 2004 Series A						
01/28/2004 - Due 6/1	13,965,000					
0 1/2 d/2 d 0 1	10,000,000	2005/06	540,000	2.00%	482,887	1,022,88
		2006/07	550,000	2.13%	472,087	1,022,08
		2007/08	560,000	2.25%	460,399	1,020,39
		2008/09	575,000	2.50%	447,799	1,022,79
		2009/10	590,000	2.75%	433,424	1,023,42
		2010/11	605,000	3.00%	417,199	1,022,19
		2011/12	625,000	3.13%	399,049	1,024,04
		2012/13	645,000	3.25%	379,518	1,024,5
		2013/14	665,000	3.38%	358,555	1,023,5
		2014/15	685,000	4.00%	336,112	1,021,1
		2015/16	715,000	4.00%	308,712	1,023,7
		2016/17	740,000	4.00%	280,112	1,020,1
		2017/18	770,000	4.00%	250,512	1,020,5
		2018/19	805,000	4.00%	219,712	1,024,7
		2019/20	835,000	4.00%	187,512	1,022,5
		2020/21	870,000	4.00%	154,112	1,024,11
		2021/22	905,000	4.13%	119,312	1,024,31
		2022/23	940,000	4.20%	81,980 42,500	1,021,98
-		2023/24 TOTAL	1,000,000 13,620,000	4.25%	42,500 5,831,493	1,042,50 19,451,49
General Obligation Parks Refund-		TOTAL	10,020,000		0,001,400	10,401,40
•						
ng Bonds, 2004 Series B						
•	9,200,000					
ng Bonds, 2004 Series B	9,200,000	2005/06 2006/07	2,950,000 3,065,000	4.00% 4.00%	368,000 250,000	3,318,00 3,315,00

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+l
		2007/08	3,185,000	4.00%	127,400	3,312,400
		TOTAL	9,200,000		745,400	9,945,400
COMBINED DEBT SERVICE						
	77,475,000					
		2005/06	4,640,000		3,154,485	7,794,485
		2006/07	4,810,000		2,975,055	7,785,055
		2007/08	5,000,000		2,782,612	7,782,612
		2008/09	5,310,000		2,581,412	7,891,412
		2009/10	5,535,000		2,360,844	7,895,844
		2010/11	5,755,000		2,126,657	7,881,657
		2011/12	6.010.000		1,870,507	7,880,507
		2012/13	6,295,000		1,581,726	7,876,726
		2013/14	6,575,000		1,299,663	7,874,66
		2014/15	6,870,000		997,800	7,867,800
		2015/16	2,295,000		659,262	2,954,262
		2016/17	2,400,000		549,687	2,949,68
		2017/18	2,520,000		435,012	2,955,012
		2018/19	2,655,000		314,525	2,969,52
		2019/20	835,000		187,512	1,022,512
		2020/21	870,000		154,112	1,024,112
		2021/22	905,000		119,312	1,024,31
		2022/23	940,000		81,980	1,021,980
		2023/24	1,000,000		42,500	1,042,50
TAL FUND DEBT SERVICE			\$ 71,220,000		\$ 24,274,658	\$ 95,494,658

	Actual FY 2002-0	3 F	Actual Y 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Service Charges and Fees								
Concessions	273,3	80	369,678	223,571	300,000	382,468	382,468	382,468
Miscellaneous		0	0	0	0	0	400,000	400,000
Parks & Recreation Facilities	5,714,0	86	5,622,350	5,779,905	5,402,000	5,975,108	5,975,108	5,975,108
Rents and Reimbursements	5,7	19	5,774	0	0	0	0	0
	5,993,1	13	5,997,802	6,003,476	5,702,000	6,357,576	6,757,576	6,757,576
Miscellaneous Revenues								
Bond and Note Sales	2,100,0	00	0	0	0	0	0	0
Interest Earned	24,8	48	15,871	25,282	14,000	14,000	14,000	14,000
Other Miscellaneous		0	7,100	0	9,000	0	0	0
Private Grants/Donations		0	500	0	0	0	0	0
Sale of Capital Assets		0	0	350,000	350,000	0	0	0
Sales Miscellaneous	8,5	30	9,361	8,412	8,000	6,712	6,712	6,712
	2,133,3	78	32,832	383,694	381,000	20,712	20,712	20,712
Total External Revenues	8,126,4	91	6,030,634	6,387,170	6,083,000	6,378,288	6,778,288	6,778,288
Internal Revenues								
Other Cash Transfers								
City Fleet Services Fund	28,8	74	50,674	0	0	0	0	0
	28,8	74	50,674	0	0	0	0	0
Interfund Service Reimbursements								
Parks Bureau		0	0	13,186	13,186	0	0	0
Portland International Raceway		0	23,375	0	0	0	0	0
Portland Parks Memorial Trust		0	16,860	40,000	30,182	40,000	40,000	40,000
	2	0	40,235	53,186	43,368	40,000	40,000	40,000
Total Internal Revenues	28,8	74	90,909	53,186	43,368	40,000	40,000	40,000
Beginning Fund Balance	366,6	03	1,762,442	498,330	528,242	332,347	332,347	332,347
TOTAL RESOURCES	\$ 8,521,9	68 \$	7,883,985 \$	6,938,686	\$ 6,654,610	\$ 6,750,635 \$	7,150,635	\$ 7,150,635
REQUIREMENTS								
Bureau Expenses								
Personal Services	2,689,3	02	2,375,673	2,484,809	2,419,000	2,485,981	2,485,981	2,485,981
External Materials and Services	1,667,8	87	2,182,065	1,527,588	1,498,737	1,701,737	1,701,737	1,701,737
Internal Materials and Services								
City Fleet Services Fund	262,1		250,406	204,358	626,000	205,901	205,901	205,901
Communications Services	15,9		15,787	17,247	0	0	0	0
Insurance	77,8		79,565	77,275	0	70,444	70,444	70,444
Printing & Distribution		59	374	912	0	710	710	710
Technology Services Fund	14,6		10,173	9,743	0	39,248	39,248	39,248
BES Internal Services	60,8	34	1,997	0	0	0	0	0
Office of Management & Finance	52,4	76	59,323	66,005	0	39,152	39,152	39,152
Parking Facilities	1,8	00	1,800	1,860	0	1,980	1,980	1,980
Parks Bureau	549,5	66	443,632	260,491	0	245,614	245,614	245,614
Parks Capital Const & Maint Fund	93,7	66	60,648	19,974	0	0	0	0

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Transportation	0	0	45,500	0	0	0	0
	1,129,999	923,705	703,365	626,000	603,049	603,049	603,049
Capital Outlay	693,970	815,124	626,468	648,202	280,000	280,000	280,000
Equipment Cash Transfers City Fleet Services Fund	98,183	0	7,100	0	0	0	0
	98,183	0	7,100	0	0	0	0
Total Bureau Expenses	6,279,341	6,296,567	5,349,330	5,191,939	5,070,767	5,070,767	5,070,767
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	451,969	0	554,935	966,418	966,418
	0	0	451,969	0	554,935	966,418	966,418
General Fund Overhead	88,012	119,304	106,032	103,969	133,534	113,912	113,912
Fund Cash Transfers Campaign Finance Fund General Fund Golf Revenue Bond Pension Debt Redemption Fund	0 0 71,295	0 0 797,000	0 12,769 799,000	0 12,769 794,000 91,076	0 0 796,000 125,535	8,139 0 796,000 125,535	8,139 0 796,000 125,535
rension beat nedemption rund	71,295	797.000	811.769	897,845	921,535	929,674	929,674
Debt Retirement	320,878	142,872	219,586	128,510	69,864	69,864	69,864
Ending Balance Unappropriated Ending Balance	1,762,442	528,242 528,242	0	332,347 332,347	0	0	0
Total Fund Requirements	2,242,627	1,587,418	1,589,356	1,462,671	1,679,868	2,079,868	2,079,868
TOTAL REQUIREMENTS	\$ 8,521,968	\$ 7,883,985	6,938,686	\$ 6,654,610	\$ 6,750,635	7,150,635 \$	7,150,635

The Golf Operating Fund is designed to account for a self-sufficient, revenue-based golf program within Portland Parks and Recreation. The program supports five regulation-sized golf courses at four sites, along with clubhouses and other support facilities. The courses encompass approximately 750 acres within the metropolitan area.

Managing Agency

Portland Parks and Recreation

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	Actual FY 2002–03	Actual 3 FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Bond and Note Sales	633,33			0	0	0	C
Interest Earned	4,43	38 7,511	7,500	10,500	10,000	10,000	10,000
	637,77	71 7,511	7,500	10,500	10,000	10,000	10,000
Total External Revenues	637,77	71 7,511	7,500	10,500	10,000	10,000	10,000
Internal Revenues							
Other Cash Transfers							
Golf Fund	71,29	95 797,000	799,000	794,000	796,000	796,000	796,000
	71,29	95 797,000	799,000	794,000	796,000	796,000	796,000
Total Internal Revenues	71,29	95 797,000	799,000	794,000	796,000	796,000	796,000
Beginning Fund Balance	2,14	41 639,912	637,930	637,930	635,624	635,624	635,624
TOTAL RESOURCES	\$ 711,20	07 \$ 1,444,423	\$ 1,444,430	\$ 1,442,430	\$ 1,441,624	\$ 1,441,624 \$	1,441,624
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	71,29	95 806,493	806,806	806,806	806,911	806,911	806,911
Ending Balance							
Unappropriated Ending Balance	639,9	12 637,930	637,624	635,624	634,713	634,713	634,713
	639,9	12 637,930	637,624	635,624	634,713	634,713	634,713
Total Fund Requirements	711,20	7 1,444,423	1,444,430	1,442,430	1,441,624	1,441,624	1,441,624
TOTAL REQUIREMENTS	\$ 711,20	07 \$ 1,444,423	\$ 1,444,430	\$ 1,442,430	\$ 1,441,624	\$ 1,441,624 \$	1,441,624

The Golf Revenue Bond Redemption Fund pays principal and interest on a line of credit established in 2000 to make improvements at Eastmoreland, Heron Lakes, RedTail (previously known as Progress Downs), and Rose City golf courses. Debt service on these bonds is payable from and secured by net revenues of the golf system.

The line of credit was closed in FY 2002-03, and a payment schedule for principal and interest began in FY 2003-04 and is scheduled to be paid off in FY 2012-13.

Managing Agency Portland Parks and Recreation

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Golf System Revenue Bonds, 2000						
Series A						
02/01/2000 - Due 02/1	3,600,000					
		2005/06	566,000	3.36%	240,910	806,910
		2006/07	585,000	3.83%	221,893	806,893
		2007/08	608,000	4.30%	199,487	807,487
		2008/09	634,000	4.57%	173,343	807,343
		2009/10	663,000	4.84%	144,369	807,369
		2010/11	695,000	4.98%	112,280	807,280
		2011/12	729,000	5.12%	77,669	806,669
		2012/13	767,000	5.26%	40,344	807,344
TOTAL FUND DEBT SERVICE			\$ 5,247,000		\$ 1,210,295	\$ 6,457,295

	Actu FY 2002		Actual ' 2003–04 F	Revised Y 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Internal Revenues								
Other Cash Transfers Parks Capital Const & Maint Fund	1	5,577	0	0	0	0	0	0
	1	5,577	0	0	0	0	0	0
Total Internal Revenues	1	5,577	0	0	0	0	0	0
Beginning Fund Balance	(1	5,577)	0	0	0	0	0	0
TOTAL RESOURCES	\$	0 \$	0 \$	0 \$	0 5	0	\$ 0 :	\$ 0
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Total Fund Requirements		0	0	0	0	0	0	0
TOTAL REQUIREMENTS	\$	0 \$	0 \$	0 \$	0 5	0 :	\$ 0:	\$ 0

The Parks Bond Construction Fund was established to account for capital improvements funded by a \$58.8 million General Obligation bond issue. This capital program, sometimes referred to as the GOBI, was passed by voters in November 1994, and implementation began in the Spring of 1995.

Work was completed in FY 2000-01 and the fund has been closed.

Managing Agency

Portland Parks and Recreation

Parks Capital Construction and Maintenance Fund – 505

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	850	340	0	100	0	0	0
Parks & Recreation Facilities	1,250	2,268	0	0	0	0	0
Public Works/Utility Charge	2,507,002	2,151,870	1,994,680	2,302,000	2,819,595	2,819,595	2,819,595
Rents and Reimbursements	1,707	180,664	313,637	163,000	0	0	0
	2,510,809	2,335,142	2,308,317	2,465,100	2,819,595	2,819,595	2,819,595
Local Sources	G.						
Local Cost Sharing	588,361	1,390,207	6,616,074	3,588,000	2,251,800	2,251,800	2,251,800
-	588,361	1,390,207	6,616,074	3,588,000	2,251,800	2,251,800	2,251,800
Miscellaneous Revenues							
Bond and Note Sales	1,084,437	2,250,000	3,400,000	3,400,000	0	0	0
Collection of Assessment	480,279	1,024,738	300,000	525,000	300,000	300,000	300,000
Interest Earned	40,276	37,321	25,000	78,000	7,000	7,000	7,000
Other Miscellaneous	8	0	0	0	0	0	C
Private Grants/Donations	77,592	143,992	180,000	75,000	492,691	492,691	492,691
Sale of Capital Assets	0	0	0	0	390,550	390,550	390,550
24	1,682,592	3,456,051	3,905,000	4,078,000	1,190,241	1,190,241	1,190,241
Total External Revenues	4,781,762	7,181,400	12,829,391	10,131,100	6,261,636	6,261,636	6,261,636
Internal Revenues							
Other Cash Transfers							
General Fund	900,000	1,073,676	1,928,044	928,044	363,000	2,048,227	2,278,227
Parks Memorial Trust Fund	50,000	0	0	0	0	0	(
Sewer System Operating Fund	0	0	400,000	0	0	0	
	950,000	1,073,676	2,328,044	928,044	363,000	2,048,227	2,278,227
Federal Grants Transfers	916,001	232,832	861,247	785,000	487,500	487,500	487,500
Interfund Service Reimbursements							
Communications Services	0	0	25,000	0	0	0	(
Environmental Services	103,070	59,954	52,554	147,000	0	85,000	85,000
Golf Fund	93,766	60,648	19,974	17,000	0	0	(
Housing & Community Devel Fund	0	85,615	0	0	0	0	(
Sustainable Development	0	0	20,000	0	0	0	(
Parking Facilities Fund	0	0	8,000	0	0	0	(
Parks Bureau	202,232	182,008	345,896	148,000	20,000	20,000	20,000
Parks Endowment Fund	0	0	2,000	0	0	0	(
Parks Local Option Levy	0	1,871,212	3,595,000	2,025,000	6,800,269	6,800,269	6,800,269
Planning Bureau	75,000	29,825	5,000	0	0	0	(
Portland Parks Memorial Trust	209,939	839,983	361,632	311,000	340,000	340,000	340,000
Transportation	6,936	0	31,500	0	0	0	F0.000
Water Bureau	88,222	375,037	66,526	6,676	50,000	50,000	50,000
	779,165	3,504,282	4,533,082	2,654,676	7,210,269	7,295,269	7,295,269
Intra-Fund Service Reimbursement	0	0	0	0	85,000	0	()
Total Internal Revenues	2,645,166	4,810,790	7,722,373	4,367,720	8,145,769	9,830,996	10,060,996

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	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Beginning Fund Balance	1,713,637	2,392,916	3,172,911	3,169,566	4,244,063	4,244,063	4,244,063
TOTAL RESOURCES	\$ 9,140,565	\$ 14,385,106 \$	23,724,675	\$ 17,668,386	\$ 18,651,468	\$ 20,336,695	\$ 20,566,695
REQUIREMENTS							
Bureau Expenses							
Personal Services	1,080,192	1,278,004	1,735,398	1,234,444	1,324,961	1,324,961	1,324,961
External Materials and Services	734,151	1,657,541	1,131,448	1,211,013	1,481,237	1,729,237	1,729,237
Internal Materials and Services							
City Fleet Services Fund	5,878	6,157	6,482	6,741	6,232	6,232	6,232
Communications Services	29,737	31,578	27,509	26,209	0	0	(
Facilities Services	1,255	478	0	1,554	0	0	(
Printing & Distribution	23,685	28,138	26,122	29,173	20,051	20,051	20,051
Technology Services Fund	11,215	972	442	519	31,336	31,336	31,336
BES Internal Services	0	23,918	0	0	0	0	(
Environmental Services	13,287	54,313	50,000	32,572	0	0	(
Neighborhood Involvement	1,168	0	0	0	0	0	(
Office of Management & Finance	9,916	14,164	11,052	11,052	19,062	18,073	18,073
Parking Facilities	3,600	3,600	3,720	3,720	3,960	3,960	3,960
Parks Bureau	569,601	381,137	241,988	152,880	131,836	131,836	131,836
Special Appropriations	209	2,400	1,515	0	0	1,515	1,515
Transportation	316,883	114,783	52,083	31,114	0	0	C
Water Bureau	0	2,488	39,140	0	0	0	C
Same Fund Services	0	0	0	0	(989)	0	y C
	986,434	664,126	460,053	295,534	211,488	213,003	213,003
Capital Outlay	3,475,957	7,218,286	18,003,195	9,609,710	9,776,274	11,213,501	11,443,501
Minor Equipment Transfers Printing & Distribution	0	3,200	0	0	0	0	0
	0	3,200	- 0	0	0	0	C
Total Bureau Expenses	6,276,734	10,821,157	21,330,094	12,350,701	12,793,960	14,480,702	14,710,702
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	1,327,651	0	4,598,096	4,579,194	4,579,194
	0	0	1,327,651	0	4,598,096	4,579,194	4,579,194
General Fund Overhead	111,588	106,059	75,360	73,216	98,979	109,657	109,657
Fund Cash Transfers							
Parks Bond Construction	15,577	0	0	0	0	0	(
Campaign Finance Fund	0	0	0	0	0	6,709	6,709
General Fund	0	0	4,118	4,118	0	0	(
Governmental Bond Redemption	323,379	277,061	936,153	944,989	889,725	889,725	889,725
Pension Debt Redemption Fund	20,371	11,263	51,299	51,299	70,708	70,708	70,708
	359,327	288,324	991,570	1,000,406	960,433	967,142	967,142

	F	Actual Y 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Ending Balance								
Unappropriated Ending Balance		2,392,916	3,169,566	0	4,244,063	0	0	
		2,392,916	3,169,566	0	4,244,063	0	0	
Total Fund Requirements		2,863,831	3,563,949	2,394,581	5,317,685	5,657,508	5,655,993	5,655,99
TOTAL REQUIREMENTS	\$	9,140,565	\$ 14,385,106	\$ 23,724,675	17,668,386	\$ 18,451,468	\$ 20,136,695	20,366,69

The Parks Capital Construction and Maintenance Fund was created in FY 1998-99 as a way to improve and streamline the financial management and accounting for capital improvement plan expenditures for Portland Parks and Recreation. Projects approved through the Capital Review Committee using General Fund resources are included here, as well as projects funded with non-discretionary resources, including the Parks System Development Charge established in the fall of 1998.

The FY 2005-06 Adopted Budget includes one-time General Fund resources for the following projects and maintenance:

- \$163,000 Mt. Scott Pool Replastering (General Fund capital set aside)
- \$200,000 Hillside Community Center repairs (General Fund capital set aside)
- \$248,000 for development of new skateparks
- \$230,000 for initial development of Holly Farm property
- \$1,000,743 to address deferred maintenance needs

Managing Agency

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues				-			
Miscellaneous Revenues							
Interest Earned	580	3,678	2,387	2,700	3,732	3,732	3,732
Private Grants/Donations	0	4,500	0 007	0	0	0	0 700
	580	8,178	2,387	2,700	3,732	3,732	3,732
Total External Revenues	580	8,178	2,387	2,700	3,732	3,732	3,732
Internal Revenues							
Other Cash Transfers Parks Memorial Trust Fund	125,000	0	0	0	0	0	0
Parks Memorial Trust Fund	125,000	0	0	0	0	0	0
Total Internal Revenues	125,000	0	0	0	0	0	0
Beginning Fund Balance	28,804	153,919	161,997	161,997	161,897	161,897	161,897
TOTAL RESOURCES	\$ 154,384	\$ 162,097	\$ 164,384	\$ 164,697	\$ 165,629	\$ 165,629	\$ 165,629
REQUIREMENTS)*				
Bureau Expenses							
External Materials and Services	465	100	1,038	2,300	700	700	700
Internal Materials and Services Communications Services	0	0	0	500	0	0	0
Parks Bureau	0	0	1,200	0	500	500	500
Parks Capital Const & Maint Fund	0	0	2,000	0	0	0	0
	0	0	3,200	500	500	500	500
Total Bureau Expenses	465	100	4,238	2,800	1,200	1,200	1,200
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	242	0	0	0	0
	0	0	242	0	0	0	0
Ending Balance							
Unappropriated Ending Balance	153,919	161,997	159,904	161,897	164,429	164,429	164,429
	153,919	161,997	159,904	161,897	164,429	164,429	164,429
Total Fund Requirements	153,919	161,997	160,146	161,897	164,429	164,429	164,429
TOTAL REQUIREMENTS	\$ 154,384	\$ 162,097	\$ 164,384	\$ 164,697	\$ 165,629	\$ 165,629	\$ 165,629
LINE ITEM DETAIL - AU 453							
Materials and Services							
External Materials and Services							
521000 Professional Services	0	0	0	2,300	0	0	0
524000 Repair & Maintenance Services	0	0	638	0	0	0	0
539000 Other Commodities External	465	100	1,038	2,300	700 700	700 700	700 700
Total External Materials and Services	465	100	1,038	2,300	700	700	700
Internal Materials and Services 554000 Communications Services	0	0	0	500	0	0	0

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
559000 Other Fund Services	0	0	3,200	0	500	500	500
Total Internal Materials and Services	0	0	3,200	500	500	500	500
Total Materials and Services	465	100	4,238	2,800	1,200	1,200	1,200
TOTAL Bureau Expenses	\$ 465	\$ 100	\$ 4,238	\$ 2,800	\$ 1,200	\$ 1,200	\$ 1,200

Summary

The Parks Endowment Fund accounts for gifts, donations, and endowments of a permanent nature, whereby the principal is invested and earnings are available to support Parks and Recreation programs and activities. There are currently four individual endowments in place.

The F.L. Beach Curbside Rose Award Trust was established in 1975 through a gift of stock. The purpose of the donation was to encourage planting and maintaining roses visible to the public through a system of awards in an annual competition. Under the terms and conditions of this donation, after the shares of stock were sold only the income from the investment could be used for prizes and awards. Any income not used for this purpose shall increase the trust reserve.

The Parks Maintenance Endowment was established in FY 2002-03. The intent of this endowment is to build up over a number of years an endowment of sufficient size that its interest earnings can contribute to the cost of maintaining the parks system.

The Washington Park Children's Playground Endowment was established upon completion of this project undertaken by the Portland Rotary Club. In addition to paying for the construction of the project, they also gave \$75,000 as an endowment for ongoing maintenance for this site. Earnings on the \$75,000 are available to contribute toward the maintenance costs incurred by Portland Parks and Recreation.

The Dietz Fountain at Wallace Park Endowment was established in FY 2003-04 upon completion of this project. A gift of \$4,500 was received, with interest earnings available to contribute toward the expected ongoing maintenance of this new feature.

Managing Agency

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes Current Property Taxes	0	8,472,169	8,453,041	9,600,000	8,767,642	8,767,642	9,548,987
Prior Year Property Taxes	0	0	161,418	0	254,603	254,603	254,603
	0	8,472,169	8,614,459	9,600,000	9,022,245	9,022,245	9,803,590
Miscellaneous Revenues Interest Earned	0	44,809	41,797	42,000	40,000	40,000	40,000
	0	44,809	41,797	42,000	40,000	40,000	40,000
Total External Revenues	0	8,516,978	8,656,256	9,642,000	9,062,245	9,062,245	9,843,590
Internal Revenues				-			
Interfund Service Reimbursements Parks Capital Const & Maint Fund	0	0	0	0	200,000	200,000	200,000
	0	0	0	0	200,000	200,000	200,000
Total Internal Revenues	0	0	0	0	200,000	200,000	200,000
Beginning Fund Balance	0	0	2,820,751	2,837,788	5,573,364	5,573,364	5,573,364
TOTAL RESOURCES	\$ 0	\$ 8,516,978 \$			43	14,835,609 \$	15,616,954
Bureau Expenses Internal Materials and Services							
Technology Services Fund	0	0	0	0	6,411	6,411	6,411
Parks Bureau	0	3,807,978	5,028,250	6,852,000	4,620,148	4,620,148	4,620,148
Parks Capital Const & Maint Fund	0	1,871,212	3,595,000	0	6,800,269	6,800,269	6,800,269
	0	5,679,190	8,623,250	6,852,000	11,426,828	11,426,828	11,426,828
Total Bureau Expenses	0	5,679,190	8,623,250	6,852,000	11,426,828	11,426,828	11,426,828
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	2,798,989	0	3,381,413	3,376,991	4,158,336
	0	0	2,798,989	0	3,381,413	3,376,991	4,158,336
General Fund Overhead	0	0	54,768	54,424	27,368	24,676	24,676
Fund Cash Transfers Campaign Finance Fund	0	0	0	0	0	7,114	7,114
F6	0	0	0	0	0	7,114	7,114
Ending Balance Unappropriated Ending Balance	e 4 0	2,837,788	0	5,573,364	0	0	0
Chappropriated Ending Datance	0	2,837,788	0	5,573,364	0	0	0
Total Fund Paguiromente	0	2,837,788	2.853,757	5,627,788	3,408,781	3,408,781	4,190,126
Total Fund Requirements							
TOTAL REQUIREMENTS	\$0	3 8,516,978 \$	11,477,007 \$	12,479,788 \$	14,835,609 \$	14,835,609 \$	15,616,954

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005–06
Line Item Detail - AU 258 Materials and Services							
Internal Materials and Services 555000 Technology Services Fund	0	0	0	0	6,411	6,411	6,411
559000 Other Fund Services	0	5,679,190	8,623,250	6,852,000	11,420,417	11,420,417	11,420,417
Total Internal Materials and Services	0	5,679,190	8,623,250	6,852,000	11,426,828	11,426,828	11,426,828
Total Materials and Services	0	5,679,190	8,623,250	6,852,000	11,426,828	11,426,828	11,426,828
TOTAL Bureau Expenses	\$ 0	\$ 5,679,190	\$ 8,623,250	\$ 6,852,000	\$ 11,426,828	\$ 11,426,828	11,426,828

The Parks Local Option Levy was passed by the voters in November 2002 and is estimated to generate approximately \$9 million in FY 2005-06 and an average of \$9.1 million per year after property tax compression, delinquency, and discounts over the five-year term of the levy. The services and improvements funded through the levy will address major issues outlined in the *Parks 2020 Vision* plan adopted by Council in July 2001, as well as offset reductions taken in the FY 2002-03 Adopted Budget. The funds are allocated to address the following:

- Restore \$2.2 million in FY 2002-03 budget cuts
- Provide access to recreational programs for children, families, and seniors
- Provide safe places to play
- Restore, renovate, and continue to maintain the parks system

Managing Agency

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Concessions	120,308	135,948	125,000	163,000	135,000	135,000	135,000
Rents and Reimbursements	1,282,072	1,311,885	1,392,748	1,402,000	1,372,748	1,372,748	1,372,74
	1,402,380	1,447,833	1,517,748	1,565,000	1,507,748	1,507,748	1,507,74
Miscellaneous Revenues							
Interest Earned	1,628	0	5,000	3,300	2,000	2,000	2,00
Other Miscellaneous	730	0	0	0	0	0	
	2,358	0	5,000	3,300	2,000	2,000	2,00
Total External Revenues	1,404,738	1,447,833	1,522,748	1,568,300	1,509,748	1,509,748	1,509,74
Internal Revenues							
Other Cash Transfers	1.001	0	0	0	0	0	
City Fleet Services Fund	1,921	0	0	0	0	0	
120	1,921	0	0	0	0	0	
Interfund Service Reimbursements							
Police Bureau	0	32,000	0	0	0	0	
	0	32,000	0	0	0	0	
Total Internal Revenues	1,921	32,000	0	0	0	0	
Beginning Fund Balance	109,571	87,485	43,118	48,876	384,134	384,134	384,13
TOTAL RESOURCES	\$ 1,516,230	\$ 1,567,318 \$	1,565,866	\$ 1,617,176	\$ 1,893,882	\$ 1,893,882 \$	1,893,88
REQUIREMENTS							
Bureau Expenses							
Personal Services	507,276	480,171	519,672	486,000	535,538	535,538	535,53
External Materials and Services	453,400	643,662	699,269	430,000	600,499	600,499	600,49
Internal Materials and Services							
City Fleet Services Fund	5,509	5,364	6,467	230,000	5,878	5,878	5,87
Communications Services	8,253	12,147	12,668	0	0	0	
Insurance	35,396	36,134	29,427	0	28,212	28,212	28,21
Printing & Distribution	823	1,447	900	0	1,792	1,792	1,79
Technology Services Fund	2,251	5,729	7,807	0	20,808	20,808	20,80
BES Internal Services	0	0	5,975	0	0	0	
Environmental Services	75,000	64,462	0	0	0	0	
Golf Fund	0	23,375	0	0	0	0	
Neighborhood Involvement	0	0	3,220	0	0	0	
Office of Management & Finance	5,409	6,070	7,736	0	5,316	5,316	5,31
Parks Bureau	134,049	167,158	110,865	0	106,274	106,274	106,27
	266,690	321,886	185,065	230,000	168,280	168,280	168,28
Capital Outlay	0	43,839	67,000	40,000	0	0	
Total Bureau Expenses	1,227,366	1,489,558	1,471,006	1,186,000	1,304,317	1,304,317	1,304,31

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	49,265	0	533,103	536,506	536,506
	0	0	49,265	0	533,103	536,506	536,506
General Fund Overhead	28,172	24,425	26,284	27,731	32,296	27,297	27,297
Fund Cash Transfers Campaign Finance Fund General Fund Governmental Bond Redemption Pension Debt Redemption Fund	0 0 0 0	0 0 0 0	0 1,778 0 0	0 1,778 17,533 0	0 0 0 24,166 24,166	1,596 0 0 24,166 25,762	1,596 0 0 24,166 25,762
Debt Retirement	23,207	4,459	17,533	0	0	0	0
Ending Balance Unappropriated Ending Balance	237,485	48,876 48,876	0	384,134 384,134	0	0	0
Total Fund Requirements	288,864	77,760	94,860	431,176	589,565	589,565	589,565
TOTAL REQUIREMENTS	\$ 1,516,230	\$ 1,567,318	\$ 1,565,866	\$ 1,617,176	\$ 1,893,882	\$ 1,893,882 \$	1,893,882

The Portland International Raceway (PIR) Fund is a separate enterprise fund within Portland Parks and Recreation. It is a self-sustaining operation that manages the world-class road course, motorcross track, open air exhibit areas, and related spectator facilities. The facility attracts over 500,000 spectators to about 135 events annually and is used nearly every day of the year.

Managing Agency

Portland Parks and Recreation

Note: The FY 2003-04 CAFR adjusted Beginning Fund Balance to \$87,845 from \$237,485 FY 2002-03 Ending Fund Balance due to an error.

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Concessions	54,354	5,951	50,000	35,000	50,000	50,000	50,000
Parking Fees	149,439	152,290	144,000	175,000	144,000	144,000	144,000
Parks & Recreation Facilities	912,481	988,499	910,556	880,000	886,408	886,408	886,408
Rents and Reimbursements	436,188	475,729	384,400	480,000	383,900	383,900	383,900
	1,552,462	1,622,469	1,488,956	1,570,000	1,464,308	1,464,308	1,464,308
Miscellaneous Revenues							
Collection of Assessment	1,553	0	0	0	0	0	C
Interest Earned	64,881	36,773	34,129	57,000	39,757	39,757	39,757
Other Miscellaneous	5,505	19,722	5,000	19,000	5,000	5,000	5,000
Private Grants/Donations	193,925	647,185	150,400	350,000	85,400	85,400	85,400
	265,864	703,680	189,529	426,000	130,157	130,157	130,157
Total External Revenues	1,818,326	2,326,149	1,678,485	1,996,000	1,594,465	1,594,465	1,594,465
Internal Revenues							
Interfund Service Reimbursements							
Neighborhood Involvement	0	47,720	17,000	0	0	0	(
Parks Bureau	88,000	146,255	130,191	124,000	62,000	62,000	62,000
Planning Bureau	34,279	0	0	0	0	0	(
Police Bureau	15,000	0	0	0	0	0	C
Transportation	27,718	143,778	61,951	32,800	0	0	0
	164,997	337,753	209,142	156,800	62,000	62,000	62,000
Total Internal Revenues	164,997	337,753	209,142	156,800	62,000	62,000	62,000
Beginning Fund Balance	2,717,580	2,832,882	3,046,080	3,046,080	2,794,837	2,794,837	2,794,837
TOTAL RESOURCES	\$ 4,700,903	\$ 5,496,784 \$	4,933,707	\$ 5,198,880 \$	4,451,302 \$	4,451,302 \$	4,451,302
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	928,782	924,078	1,004,149	1,262,443	1,036,729	1,036,729	1,036,729
Internal Materials and Services		_			•		
City Fleet Services Fund	235	0	0	0	0	0	0
Communications Services	385	10,688	397	0	0	0	0
Printing & Distribution	794	2,889	825	0	3,297	3,297	3,297
Technology Services Fund	0	174	1,150	0	443	443	443
Golf Fund	0	16,860	40,000	0	40,000	40,000	40,000
Neighborhood Involvement	7,800	8,425	8,200	0	8,200	8,200	8,200
Parks Bureau	693,112	643,515	828,341	0	489,670	489,670	489,670
Parks Capital Const & Maint Fund	209,938	839,983	361,632	1,090,000	340,000	340,000	340,000
Transportation	0	217	0	0	0	0	0
	912,264	1,522,751	1,240,545	1,090,000	881,610	881,610	881,610
Capital Outlay	0	2,625	0	0	0	0	0
Equipment Cash Transfers City Fleet Services Fund	0	0	51,600	0	0	0	0

FUND SUMMARY

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005–06	Approved FY 2005–06	Adopted FY 2005-06
Printing & Distribution	0	800	0	0	0	0	(
	0	800	51,600	0	0	0	(
Minor Equipment Transfers							
City Fleet Services Fund	0	0	0	51,600	0	0	(
Printing & Distribution	1,975	450	0	0	0	0	
	1,975	450	0	51,600	0	0	(
Total Bureau Expenses	1,843,021	2,450,704	2,296,294	2,404,043	1,918,339	1,918,339	1,918,33
Fund Requirements							
General Operating Contingency	-						
General Operating Contingency	0	0	2,637,413	0	2,532,963	2,532,963	2,532,96
	0	0	2,637,413	0	2,532,963	2,532,963	2,532,96
Fund Cash Transfers							
Parks Capital Const & Maint Fund	50,000	0	0	0	0	0	
Parks Endowment	125,000	0	0	0	0	0	
	175,000	0	0	0	0	0	
Ending Balance	2,682,882	2.046.080	0	2,794,837	0	0	
Unappropriated Ending Balance	2,682,882	3,046,080	0	2,794,837	0	0	
Total Fund Dequirements	2,857,882					2,532,963	2,532,96
Total Fund Requirements		3,046,080	2,637,413	2,794,837	2,532,963		
TOTAL REQUIREMENTS	\$ 4,700,903	\$ 5,496,784 \$	4,933,707	\$ 5,198,880	\$ 4,451,302 \$	4,451,302 \$	4,451,30
LINE ITEM DETAIL – AU 450							
Materials and Services							
External Materials and Services 521000 Professional Services	4,489	0	5,000	0	5,000	5,000	5,00
522000 Utilities	5,518	5,592	4,250	0	4,300	4,300	4,30
523000 Equipment Rental	4,814	2,847	6,800	0	6,800	6,800	6,80
524000 Repair & Maintenance Services	28,987	67,975	79,574	0	104,278	104,278	104,2
528000 Local Match Payments	168,826	131,873	125,000	0	151,000	151,000	151,00
529000 Miscellaneous Services	169,599	128,754	155,733	0	155,750	155,750	155,7
531000 Office Supplies	11,811	88,059	15,300	0	15,300	15,300	15,3
532000 Operating Supplies	117,215	111,155	183,867	1,262,443	165,676	165,676	165,6
533000 Repair & Maintenance Supplies	13,525	6,687	12,000	0	12,000	12,000	12,0
534000 Minor Equipment & Tools							
334000 MILIOI Edulphient & 10013				0			123,9
	93,521	62,760	123,950	0	123,950	123,950 42,100	
535000 Clothing & Uniforms 539000 Other Commodities External	93,521 43,977	62,760 42,223	123,950 42,100		123,950 42,100	123,950	42,1
535000 Clothing & Uniforms	93,521 43,977 211,389	62,760	123,950 42,100 195,350	0	123,950	123,950 42,100	42,1 195,3
535000 Clothing & Uniforms 539000 Other Commodities External	93,521 43,977	62,760 42,223 207,967	123,950 42,100	0	123,950 42,100 195,350 18,925	123,950 42,100 195,350	42,1 195,3 18,9
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel	93,521 43,977 211,389 16,751 12,630	62,760 42,223 207,967 18,192 17,446	123,950 42,100 195,350 18,925 12,050	0 0 0	123,950 42,100 195,350	123,950 42,100 195,350 18,925	42,1 195,3 18,9 12,0
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel	93,521 43,977 211,389 16,751	62,760 42,223 207,967 18,192	123,950 42,100 195,350 18,925	0 0 0	123,950 42,100 195,350 18,925 12,050	123,950 42,100 195,350 18,925 12,050	42,1 195,3 18,9 12,0 4,0
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel 544000 Space Rental	93,521 43,977 211,389 16,751 12,630 4,459	62,760 42,223 207,967 18,192 17,446 4,255	123,950 42,100 195,350 18,925 12,050 4,000	0 0 0 0	123,950 42,100 195,350 18,925 12,050 4,000	123,950 42,100 195,350 18,925 12,050 4,000	42,1 195,3 18,9 12,0 4,0 20,2
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel 544000 Space Rental 549000 Miscellaneous	93,521 43,977 211,389 16,751 12,630 4,459 21,271	62,760 42,223 207,967 18,192 17,446 4,255 28,293	123,950 42,100 195,350 18,925 12,050 4,000 20,250	0 0 0 0 0	123,950 42,100 195,350 18,925 12,050 4,000 20,250	123,950 42,100 195,350 18,925 12,050 4,000 20,250	123,9: 42,1: 195,3: 18,9: 12,0: 4,0: 20,2: 1,036,7:
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel 544000 Space Rental 549000 Miscellaneous Total External Materials and Services	93,521 43,977 211,389 16,751 12,630 4,459 21,271 928,782	62,760 42,223 207,967 18,192 17,446 4,255 28,293	123,950 42,100 195,350 18,925 12,050 4,000 20,250	0 0 0 0 0 0 0 1,262,443	123,950 42,100 195,350 18,925 12,050 4,000 20,250 1,036,729	123,950 42,100 195,350 18,925 12,050 4,000 20,250 1,036,729	42,1 195,3 18,9 12,0 4,0 20,2 1,036,7
535000 Clothing & Uniforms 539000 Other Commodities External 541000 Education 543000 Out-of-Town Travel 544000 Space Rental 549000 Miscellaneous Total External Materials and Services Internal Materials and Services	93,521 43,977 211,389 16,751 12,630 4,459 21,271 928,782	62,760 42,223 207,967 18,192 17,446 4,255 28,293	123,950 42,100 195,350 18,925 12,050 4,000 20,250 1,004,149	0 0 0 0 0 0 0 1,262,443	123,950 42,100 195,350 18,925 12,050 4,000 20,250 1,036,729	123,950 42,100 195,350 18,925 12,050 4,000 20,250 1,036,729	42,10 195,33 18,93 12,03 4,00 20,2

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	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
555000 Technology Services Fund	0	174	1,150	0	443	443	443
559000 Other Fund Services	910,850	1,509,000	1,238,173	1,090,000	877,870	877,870	877,870
Total Internal Materials and Services	912,264	1,522,751	1,240,545	1,090,000	881,610	881,610	881,610
Total Materials and Services	1,841,046	2,446,829	2,244,694	2,352,443	1,918,339	1,918,339	1,918,339
Capital Outlay							
564000 Capital Equipment	0	2,625	0	0	0	0	0
Total Capital Outlay	0	2,625	0	0	0	0	0
573000 Equipment Cash Transfers	0	800	51,600	0	0	0	0
576000 Minor Equipment Transfers	1,975	450	0	51,600	0	0	0
TOTAL Bureau Expenses	\$ 1,843,021	\$ 2,450,704 \$	2,296,294	2,404,043 \$	1,918,339 \$	1,918,339 \$	1,918,339

The Portland Parks Memorial Trust Fund, consisting of 13 separate subfunds, was established to receive donations from grants, neighborhood associations, foundations, friends organizations, and others who designate funds to be applied to specific parks or projects. In addition, the trust fund receives property income from leases and permits for the non-park use of park property. Within most of the subfunds, trust fund dollars are used for one-time expenditures such as small capital improvements.

Trust fund expenditures are governed by the purpose for which the money was donated or set aside. Usually, these purposes are narrowly focused on a particular site or type of activity. The broadest category is the property income. By bureau policy, after paying for the property management function and taking care of the income-generating properties themselves, property income is used for one-time expenses that fit one of the following four purposes:

- 1. The Sponsorship Grant Program, which provides matching grants (formally limited to \$25,000 each, though typically the grants are \$5,000-\$10,000 each) to community groups raising money to make improvements to the parks system;
- 2. Internal loans for up-front investments that can generate a relatively short payback (three to five years) with cost savings or additional revenue;
- 3. To "close the gap" for selected capital projects;
- 4. To pay for planning expenses needed in order to guide capital funding requests.

FY 2005-06 Budget

The FY 2005-06 Portland Parks Trust Fund's budget includes \$100,000 for the Sponsorship Grant Program, and \$25,000 for equipment replacement for the former Killingsworth Landfill site.

Fund Summary

Activities

The Oaks Pioneer Church Trust includes \$15,571 for landscape maintenance. The Forest Park Trust is budgeted to use \$20,000 for matching funds to leverage funds from outside organizations for land acquisitions to the park. The Willamette Park Trust has \$42,600 budgeted for parking management services. The Portland International Raceway-North Portland Trust Fund has \$59,200 budgeted for grants to improve North Portland neighborhoods, with the funding coming from ticket surcharges at noise-varianced events at Portland International Raceway.

Activities in the other trust funds are at approximately the same level as in FY 2004-05 and include:

\$1,000 - SP 4449 Trust

\$240,000 - Columbia South Shore Trails Trust

\$1,000 - Rose Garden Trust

\$700,354 - Recreation Program Trust, a collection of over 60 accounts specific to particular recreation sites, in which the site managers accumulate revenue generated by candy sales or vending machines, forfeited rental deposits, donations toward events at that site, and similar incidental income.

\$61,178 - Parks Operations Trust

\$3,000 - Portland International Raceway Timing Tower Trust

\$100 - Delta Park Trust

NOTE

The FY 2003-04 CAFR shows an adjusted beginning fund balance of \$2,832,882. This was adjusted from the FY 2002-03 CAFR ending fund balance of \$2,682,882 due to an auditing error.

Managing Agency

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Parking Fees	1,238,048	1,072,431	1,200,000	1,200,000	1,100,000	1,100,000	1,100,000
Rents and Reimbursements	3,938,106	3,289,481	4,371,000	4,000,000	4,180,000	4,180,000	4,180,000
	5,176,154	4,361,912	5,571,000	5,200,000	5,280,000	5,280,000	5,280,000
Local Sources							
Local Cost Sharing	2,193,585	2,155,412	2,117,729	2,117,729	2,075,173	2,075,173	2,075,173
	2,193,585	2,155,412	2,117,729	2,117,729	2,075,173	2,075,173	2,075,173
Miscellaneous Revenues							
Interest Earned	271,326	173,300	170,108	160,000	139,858	139,858	139,858
Other Miscellaneous	71,344	68,151	64,794	64,794	61,242	61,242	61,242
Sale of Capital Assets	0	0	0	25,000	0	0	0
	342,670	241,451	234,902	249,794	201,100	201,100	201,100
Total External Revenues	7,712,409	6,758,775	7,923,631	7,567,523	7,556,273	7,556,273	7,556,273
Internal Revenues							
Beginning Fund Balance	8,164,878	7,652,138	7,069,722	7,069,722	6,349,583	6,349,583	6,349,583
TOTAL RESOURCES	\$ 15,877,287	14,410,913	14,993,353	\$ 14,637,245	\$ 13,905,856	\$ 13,905,856	\$ 13,905,856
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	936,165	585,409	1,631,535	1,200,000	851,700	851,700	851,700
Internal Materials and Services							
Facilities Services	0	215,783	239,578	392,616	246,061	246,061	246,061
Insurance	0	16,320	34,811	0	28,259	28,259	28,259
Printing & Distribution	984	497	3,559	0	544	544	544
Technology Services Fund	0	0	0	0	8,549	8,549	8,549
Office of Management & Finance	318,813	98,823	114,668	0	102,055	102,055	102,055
	319,797	331,423	392,616	392,616	385,468	385,468	385,468
Capital Outlay	134,794	97,456	340,000	300,000	200,000	200,000	200,000
Total Bureau Expenses	1,390,756	1,014,288	2,364,151	1,892,616	1,437,168	1,437,168	1,437,168
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	5,555,286	0	6,008,849	6,017,934	6,017,934
	0	0	5,555,286	0	6,008,849	6,017,934	6,017,934
General Fund Overhead	0	41,491	66,759	152,000	104,486	87,668	87,668
Fund Cash Transfers	-	-	•	_	_		
Campaign Finance Fund	0	0	0	0	0	7,733	7,733
Gas Tax Bond Redemption Fund	265,157	266,181	0	0	0	0	0
General Fund	0	1 929	13,046	0	11,477	11,477	11,477
Pension Debt Redemption Fund Transportation Operating	0	1,828 20,000	130,000	0 143,046	0 130,000	0 130,000	130,000
nansponation Operating	265,157	288,009	143,046	143,046	141,477	149,210	149,210
Debt Retirement							
Dept neurement	6,569,236	5,997,403	6,864,111	6,100,000	6,213,876	6,213,876	6,213,876

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Ending Balance							
Unappropriated Ending Balance	7,652,138	7,069,722	0	6,349,583	0	0	0
	7,652,138	7,069,722	0	6,349,583	0	0	0
Total Fund Requirements	14,486,531	13,396,625	12,629,202	12,744,629	12,468,688	12,468,688	12,468,688
TOTAL REQUIREMENTS	\$ 15,877,287	14,410,913	14,993,353	14,637,245	13,905,856 \$	13,905,856 \$	13,905,856
LINE ITEM DETAIL – AU 203 Materials and Services							
External Materials and Services							
521000 Professional Services	570,932	279,118	600,000	900,000	245,000	245,000	245,000
522000 Utilities	25,840	24,550	31,500	0	41,000	41,000	41,000
524000 Repair & Maintenance Services	31,256	11,030	162,500	0	136,500	136,500	136,500
529000 Miscellaneous Services	279,197	263,606	313,000	0	410,200	410,200	410,200
531000 Office Supplies	0	95	1,000	0	1,000	1,000	1,000
532000 Operating Supplies	5,943	4,879	11,000	0	1,000	1,000	1,000
534000 Minor Equipment & Tools	6,765	0	0	0	0	0	0
535000 Clothing & Uniforms	1,624	0	2,000	0	1,500	1,500	1,500
539000 Other Commodities External	71	0	500	0	500	500	500
549000 Miscellaneous	14,537	2,131	510,035	300,000	15,000	15,000	15,000
Total External Materials and Services	936,165	585,409	1,631,535	1,200,000	851,700	851,700	851,700
Internal Materials and Services							
552000 Printing & Distribution	984	497	3,559	0	544	544	544
553000 Facilities Services	0	215,783	239,578	392,616	246,061	246,061	246,061
555000 Technology Services Fund	0	0	0	0	8,549	8,549	8,549
556000 Insurance	0	16,320	34,811	0	28,259	28,259	28,259
559000 Other Fund Services	318,813	98,823	114,668	0	102,055	102,055	102,055
Total Internal Materials and Services	319,797	331,423	392,616	392,616	385,468	385,468	385,468
Total Materials and Services	1,255,962	916,832	2,024,151	1,592,616	1,237,168	1,237,168	1,237,168
Capital Outlay							
562000 Buildings	132,899	31,546	340,000	300,000	200,000	200,000	200,000
564000 Capital Equipment	1,895	65,910	0	0	0	0	0
Total Capital Outlay	134,794	97,456	340,000	300,000	200,000	200,000	200,000
TOTAL Bureau Expenses	\$ 1,390,756	\$ 1,014,288	\$ 2,364,151	\$ 1,892,616	\$ 1,437,168 \$	1,437,168	1,437,168

Fund Description The Spectator Facilities Operating Fund is an enterprise fund within the Office of Management and Finance established to budget, monitor, and account for resources and requirements for the Rose Quarter facilities and PGE Park programs.

Program Activities

Major program activities include operations and maintenance, capital improvements, financial planning, contract administration, special projects, and liaison activities between the City and other governmental agencies, and private citizen groups.

Managing Agency

Office of Management and Finance, General Services

CHANGES FROM PRIOR YEAR

Oregon Arena Corporation Bankruptcy

In February 2004, Oregon Arena Corporation (OAC) filed bankruptcy and its properties were taken over by OAC's secured creditors effective January 1, 2005. In the bankruptcy process, the obligation of OAC's successor to assume all City agreements, including the Memorial Coliseum Operating Agreement, was upheld. This aspect of the Court order on the bankruptcy is being appealed by the creditor group and final resolution may take two to three years. In the meantime, the creditor group is obligated to operate and maintain the Memorial Coliseum and cover any operating losses during the appeal process.

Memorial Coliseum Re-use

The City has conducted two studies and explored several re-use options in the past two years. At this point, a viable reuse option has not been identified. The Memorial Coliseum continues to be operated by the OAC's successor, and the City has no operating responsibilities or operating liability for the facility. The building is over 40 years old and capital improvements are a City cost. The City has deferred discretionary capital improvements during this study phase and will continue to do so until a long-term decision is made about the property's future.

PGE Park Update

In early 2004, the City terminated the operating agreement with Portland Family Entertainment (PFE) due to nonpayment of fees owed the City under the operating agreement. The City worked closely with the Pacific Coast League to have the league assume control of the teams and PGE Park. In April 2004, the City and the league entered into a one-year agreement for the operation of PGE Park. This agreement was extended in early 2005 for an additional year.

The City has negotiated a draft agreement with league representatives on behalf of a new ownership group. This new group will acquire the teams and business assets of PFE, satisfy PFE creditors, and enter into a new multi-year operating agreement with the City. The terms of the tentative agreement are reflected in the FY 2005-06 Spectator Facilities Fund budget.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Arena Limited Tax Revenue						
Refunding Bonds, 2005 Series A (Federally Taxable)						
03/03/2005 - Due 6/1	10,555,000					
		2005/06	1,200,000	4.35%	409,118	1,609,11
		2006/07	1,340,000	4.35%	356,918	1,696,91
		2007/08	1,590,000	4.35%	298,628	1,888,62
		2008/09	1,755,000	4.35%	229,463	1,984,46
		2009/10	1,930,000	4.35%	153,120	2,083,12
		2010/11 TOTAL	1,590,000 9,405,000	4.35%	69,165 1,516,410	1,659,16 10,921,41
Annual Links of Tan Danson			0,100,000		1,010,410	10,021,41
Arena Limited Tax Revenue Refunding Bonds, 2005 Series B						
03/03/2005 - Due 6/1	17,810,000					
56/56/2555 245 6/	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	2005/06	10 840	5.15%	838,788	838,78
		2006/07	9.50	5.20%	838,788	838,78
5		2007/08	(/ <u>#</u> ;	5.30%	838,788	838,78
		2008/09	1)(1)	5.40%	838,788	838,78
		2009/10		5.50%	838,788	838,78
		2010/11	765,000	5.50%	838,788	1,603,78
		2011/12	2,555,000	5.50%	813,925	3,368,92
		2012/13	2,760,000	5.60%	724,500	3,484,50
		2013/14 2014/15	3,015,000 3,285,000	5.60% 5.70%	586,500 435,750	3,601,50 3,720,75
		2015/16	3,575,000	5.70%	271,500	3,846,50
		2016/17	1,855,000	3.7070	92,750	1,947,75
,		TOTAL	17,810,000		7,957,650	25,767,65
Limited Tax Revenue Bonds, 2001 Series D						
	35,000,000					
		2005/06	1,000,000	6.00%	2,137,405	3,137,40
		2006/07	1,060,000	6.00%	2,077,405	3,137,40
		2007/08	1,125,000	6.50%	2,013,805	3,138,80
			1 200 000		1,940,680	3,140,68
		2008/09	1,200,000	6.50%		
		2009/10	1,275,000	6.50%	1,862,680	3,137,68
		2009/10 2010/11	1,275,000 1,360,000	6.50% 6.38%	1,862,680 1,779,805	3,137,68 3,139,80
		2009/10 2010/11 2011/12	1,275,000 1,360,000 1,445,000	6.50% 6.38% 6.50%	1,862,680 1,779,805 1,693,105	3,137,68 3,139,80 3,138,10
		2009/10 2010/11 2011/12 2012/13	1,275,000 1,360,000 1,445,000 1,540,000	6.50% 6.38% 6.50% 6.60%	1,862,680 1,779,805 1,693,105 1,599,180	3,137,68 3,139,80 3,138,10 3,139,18
		2009/10 2010/11 2011/12 2012/13 2013/14	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000	6.50% 6.38% 6.50% 6.60% 6.70%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000	6.50% 6.38% 6.50% 6.60% 6.70%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66
		2009/10 2010/11 2011/12 2012/13 2013/14	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000	6.50% 6.38% 6.50% 6.60% 6.70%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 1,995,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,59
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 1,995,000 2,130,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.80% 6.80% 6.80% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,59 3,137,75 3,138,50
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 1,995,000 2,130,000 2,275,000 2,435,000 2,605,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,59 3,137,75 3,138,50 3,138,05
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,790,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,59 3,137,75 3,138,50 3,140,70
		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,790,000 2,220,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40
COMPINED DEST OFFICE		2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,790,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700	3,137,68 3,139,80 3,138,10 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40
COMBINED DEBT SERVICE	63 365 000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,790,000 2,220,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915	3,137,68 3,139,80 3,138,10 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915	3,137,68 3,139,80 3,138,10 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000 2,400,000 2,400,000 2,715,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110 3,151,220	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91 5,585,311 5,673,111 5,866,220
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09	1,275,000 1,360,000 1,445,000 1,540,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000 2,400,000 2,715,000 2,955,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110 3,151,220 3,008,930	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91 5,585,31 5,673,11 5,866,22 5,963,93
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL	1,275,000 1,360,000 1,445,000 1,540,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000 2,400,000 2,955,000 3,205,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110 3,151,220 3,008,930 2,854,588	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91 5,585,31 5,673,11 5,866,22 5,963,93 6,059,58
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09 2009/10	1,275,000 1,360,000 1,445,000 1,540,000 1,540,000 1,640,000 1,750,000 1,870,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000 2,400,000 2,715,000 2,955,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110 3,151,220 3,008,930	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,66 3,140,41 3,138,25 3,137,75 3,138,50 3,138,05 3,140,70 2,375,40 55,730,91 5,585,311 5,673,111 5,866,220 5,963,930 6,059,580 6,402,750
COMBINED DEBT SERVICE	63,365,000	2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09 2009/10 2010/11	1,275,000 1,360,000 1,445,000 1,540,000 1,640,000 1,750,000 1,870,000 1,995,000 2,130,000 2,275,000 2,435,000 2,605,000 2,790,000 2,220,000 31,715,000 2,955,000 3,205,000 3,715,000	6.50% 6.38% 6.50% 6.60% 6.70% 6.70% 6.80% 6.80% 7.00% 7.00% 7.00%	1,862,680 1,779,805 1,693,105 1,599,180 1,497,540 1,387,660 1,270,410 1,143,250 1,007,590 862,750 703,500 533,050 350,700 155,400 24,015,915 3,385,310 3,273,110 3,151,220 3,008,930 2,854,588 2,687,758	3,137,68 3,139,80 3,138,10 3,139,18 3,137,54 3,137,56 3,140,41 3,138,25 3,137,75 3,138,50 3,140,70 2,375,40 55,730,91 5,585,310 5,673,110 5,866,220 5,963,930 6,059,588 6,402,758 6,507,030 6,623,680

	Amount					
Bond Description	Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2014/15	5,035,000		1,823,410	6,858,410
		2015/16	5,445,000		1,541,910	6,986,910
		2016/17	3,850,000		1,236,000	5,086,000
		2017/18	2,130,000		1,007,590	3,137,590
		2018/19	2,275,000		862,750	3,137,750
		2019/20	2,435,000		703,500	3,138,500
		2020/21	2,605,000		533,050	3,138,050
		2021/22	2,790,000		350,700	3,140,700
		2022/23	2,220,000		155,400	2,375,400
TOTAL FUND DEBT SERVICE			\$ 58,930,000		\$ 33,489,975	\$ 92,419,975

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Publ	ic Utilities Service Area Funds
	Environmental Remediation Fund
	Hydropower Bond Redemption Fund
	Hydropower Operating Fund
	Hydropower Renewal and Replacement Fund
	Sewer Revolving Loan Fund
	Sewer System Construction Fund
	Sewer System Debt Redemption Fund
	Sewer System Operating Fund
	Sewer System Rate Stabilization Fund
	Sewer System Safety Net Fund
	Solid Waste Management Fund
	Washington County Supply Bond Redemption Fund
	Water Bond Sinking Fund
	Water Construction Fund
	Water Fund 126
	Water Growth Impact Charge Trust Fund



Environmental Remediation Fund – 161

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Service Charges and Fees							
Rents and Reimbursements	633,705	644,363	640,000	614,400	584,337	584,337	584,337
	633,705	644,363	640,000	614,400	584,337	584,337	584,337
Miscellaneous Revenues Interest Earned	15,668	13,838	23,000	11,270	29,522	29,522	29,522
	15,668	13,838	23,000	11,270	29,522	29,522	29,522
Total External Revenues	649,373	658,201	663,000	625,670	613,859	613,859	613,859
Internal Revenues							
Other Cash Transfers Sewer System Operating Fund	0	0	1,280,000	1,280,000	2,837,824	2,811,824	2,611,824
ocwer cystem operating rund	0	0	1,280,000	1,280,000	2,837,824	2,811,824	2,611,824
Total Internal Revenues	- 0	0					
Beginning Fund Balance	588,789	877,105	1,280,000 1,334,268	1,280,000	2,837,824	2,811,824	2,611,824
TOTAL RESOURCES	\$ 1,238,162						2,204,762 5,430,445
	\$ 1,230,102	φ 1,333,300 ¢	3,277,200	9 3,250,023	\$ 5,050,445 ¢	3,030,443 \$	3,430,443
REQUIREMENTS							
Bureau Expenses	45.400	4 007		•	407.040	405 770	405 770
Personal Services External Materials and Services	15,136 4,169	1,237 2,788	0 29,560	0 3,600	487,918 3.566,970	495,779	495,779
	4,109	2,700	29,300	3,000	3,300,970	3,740,970	3,540,970
Internal Materials and Services City Fleet Services Fund	0	0	0	171,835	0	0	0
Facilities Services	326,174	133,242	197,217	0	183,557	183,557	183,557
Technology Services Fund	1,315	0	0	0	744	744	744
BES Internal Services	10,709	8,869	0	0	0	0	0
Environmental Services	0	0	8,799	4,535	8,799	37,045	65,291
Environmental Services	0	0	3,357	1,763	3,357	78,047	152,737
Same Fund Services	0	0	0	0	102,936	102,936	0
	338,198	142,111	209,373	178,133	299,393	402,329	402,329
Capital Outlay	0	0	325,000	0	325,000	325,000	325,000
Total Bureau Expenses	357,503	146,136	563,933	181,733	4,679,281	4,964,078	4,764,078
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	1,809,205	0	972,553	661,409	661,409
	0	0	1,809,205	0	972,553	661,409	661,409
General Fund Overhead	3,003	4,072	3,121	3,121	3,711	3,501	3,501
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	557	557
General Fund	0	0	356	356	0	0	0
Pension Debt Redemption Fund	0	0	0	653	900	900	900
Sewer System Operating Fund	0	0	900,000	900,000	0	0	0
	0	0	900,356	901,009	900	1,457	1,457
Debt Retirement	551	143	653	0	0	0	0

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Ending Balance							
Unappropriated Ending Balance	877,105	1,384,955	0	2,204,762	0	0	0
	877,105	1,384,955	0	2,204,762	0	0	0
Total Fund Requirements	880,659	1,389,170	2,713,335	3,108,892	977,164	666,367	666,367
TOTAL REQUIREMENTS	\$ 1,238,162	\$ 1,535,306 \$	3,277,268	3,290,625	5,656,445	5,630,445 \$	5,430,445
LINE ITEM DETAIL - AU 150							
Personnel Services							
511000 Full-Time Employees	9,134	882	0	0	360,192	360,203	360,203
512000 Part-Time Employees	2,172	0	0	0	15,476	15,476	15,476
517000 Benefits	3,830	355	0	0	112,250	120,100	120,100
Total Personnel Services	15,136	1,237	0	0	487,918	495,779	495,779
Materials and Services							
External Materials and Services							
521000 Professional Services	0	202	29,560	3,600	1,170,000	1,344,000	1,344,000
529000 Miscellaneous Services	1,200	214	0	0	2,380,000	2,380,000	2,180,000
531000 Office Supplies	0	0	0	0	4,000	4,000	4,000
532000 Operating Supplies	0	0	0	0	3,000	3,000	3,000
541000 Education	0	0	0	0	3,600	3,600	3,600
542000 Local Travel	0	0	0	0	500	500	500
543000 Out-of-Town Travel	0	0	0	0	3,870	3,870	3,870
549000 Miscellaneous	2,969	2,372	0	0	2,000	2,000	2,000
Total External Materials and Services	4,169	2,788	29,560	3,600	3,566,970	3,740,970	3,540,970
Internal Materials and Services							
551000 City Fleet Services Fund	0	0	0	171,835	0	0	0
553000 Facilities Services	326,174	133,242	197,217	0	183,557	183,557	183,557
555000 Technology Services Fund	1,315	0	0	0	744	744	744
558000 Same Fund Services	0	0	0	0	102,936	102,936	0
559000 Other Fund Services	10,709	8,869	12,156	6,298	12,156	115,092	218,028
Total Internal Materials and Services	338,198	142,111	209,373	178,133	299,393	402,329	402,329
Total Materials and Services	342,367	144,899	238,933	181,733	3,866,363	4,143,299	3,943,299
Capital Outlay							
567000 Infrastructure	0	0	325,000	0	325,000	325,000	325,000
Total Capital Outlay	0	0	325,000	0	325,000	325,000	325,000
TOTAL Bureau Expenses	\$ 357,503	\$ 146,136 \$	563,933	181,733	4,679,281 \$	4,964,078 \$	4,764,078

The Environmental Remediation Fund (ERF) was established by City Council action in FY 1993-94 to provide funding to remediate former solid waste disposal sites for which the City is liable under law.

Managing Agency

Bureau of Environmental Services (BES)

Fund Summary

CHANGES FROM PRIOR YEAR

Projects

Land Acquisition and Remediation of the Guilds Lake Property

The Guilds Lake property is a former landfill operated by the City from 1910 through the late 1940s. The acquisition and remediation of this site was financed by the Environmental Remediation 1993 Series A Revenue Bonds issued in November 1993. The Guilds Lake remediation was completed in FY 1994-95. The FY 2005-06 Adopted Budget funds property maintenance and management and environmental monitoring of the site as required by the Department of Environmental Quality (DEQ). Property management is provided by the Bureau of General Services under an interagency agreement.

Longview City Laundry & Cleaners Remediation

The remediation of the Longview City Laundry & Cleaners (LCL&C) site was authorized by City Council Ordinance No. 168296, dated November 16, 1994. The project implements a settlement agreement between the City and LCL&C to conduct an environmental remediation of the LCL&C site located at 2737 NW Nela Street, adjacent to the Guilds Lake site.

The LCL&C site has environmental contamination resulting from the City's former incinerator and landfill operations in the Guilds Lake area. The City will reimburse the property owner for remedial investigation expenses already incurred and undertake cleanup and remediation in conformance with a voluntary cleanup agreement with the Oregon DEQ. The remedial action consists of constructing an asphalt cap and installing utilities to manage surface water runoff. The FY 2005-06 Adopted Budget includes funding to complete the LCL&C project, including \$325,000 for capital construction and \$40,000 for project design and management. This project was scheduled for FY 2004-05, but is being carried over to FY 2005-06.

Portland Harbor Remediation

The FY 2004-05 budget included a \$900,000 cash transfer to the Sewer System Operating Fund to assist in the remediation of Portland Harbor, a designated Superfund site.

Beginning in FY 2005-06, funding for the Portland Harbor Superfund project moves to the ERF with resources provided from earnings within the ERF supplemented by cash transfers from the Sewer System Operating Fund. Moving the Portland Harbor Superfund project funding to the ERF is consistent with the purposes of the ERF, and distinguishes the Portland Harbor Superfund project from routine sewer system operations that are budgeted for, and funded within, the Sewer System Operating Fund.

Unencumbered Beginning Fund Balance

The projected unencumbered beginning fund balance for FY 2005-06 totals \$2,204,762 and is available for capital costs and operating expenses.

Funding Sources

Lease income from the current tenants on the City-owned Guilds Lake site supports the Environmental Remediation Fund for operating and capital expenditures. This revenue source, along with the fund's interest earnings and other fund revenues, is used for remediation projects qualified under state law and authorized by the City Council.

Environmental Remediation Fund

Rents and reimbursements revenue of \$584,337 is based on lease income from the five tenants on the Guilds Lake site and includes common area maintenance payments made by the tenants for their prorated share of expenses such as property taxes, property maintenance, and landscaping costs. The budgeted lease income is net of the 4% of gross lease revenue paid to the Bureau of General Services for property management services.

Cash transfers from the Sewer System Operating Fund totaling \$2.6 million will help fund the Portland Harbor Remediation Project.

Hydropower Bond Redemption Fund -

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	F	Actual Y 2002–03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues Interest Earned		64,653	45,613	56,500	80,500	165,100	165,100	165,100
Sales Miscellaneous		3,549,881	3,686,764	3,730,735	3,731,290	3,680,625	3,680,625	3,680,625
		3,614,534	3,732,377	3,787,235	3,811,790	3,845,725	3,845,725	3,845,725
Total External Revenues		3,614,534	3,732,377	3,787,235	3,811,790	3,845,725	3,845,725	3,845,725
Internal Revenues								
Beginning Fund Balance		4,323,409	4,240,561	4,288,506	4,291,119	4,434,979	4,434,979	4,434,979
TOTAL RESOURCES	\$	7,937,943	\$ 7,972,938	\$ 8,075,741	\$ 8,102,909	\$ 8,280,704 \$	8,280,704 \$	8,280,704
REQUIREMENTS								
Bureau Expenses Fund Requirements								
Debt Retirement		3,697,382	3,681,819	3,667,930	3,667,930	3,672,703	3,672,703	3,672,703
Ending Balance Unappropriated Ending Balance		4,240,561	4,291,119	1,521,811	1,548,979	1,737,751	1,737,751	1,737,751
Unexpendable Reserve		0	0	2,886,000	2,886,000	2,870,250	2,870,250	2,870,250
	100	4,240,561	4,291,119	4,407,811	4,434,979	4,608,001	4,608,001	4,608,001
Total Fund Requirements		7,937,943	7,972,938	8,075,741	8,102,909	8,280,704	8,280,704	8,280,704
TOTAL REQUIREMENTS	\$	7,937,943	\$ 7,972,938	\$ 8,075,741	\$ 8,102,909	\$ 8,280,704	\$ 8,280,704 \$	8,280,704

FUND OVERVIEW

Purpose

The Hydropower Bond Redemption Fund pays principal and interest on revenue bonds issued to finance construction of the Portland Hydroelectric Project. This fund is required by the Portland Hydroelectric Project power sales agreement between the City and Portland General Electric Company (PGE) and is administered by the independent trustee for the City's Hydroelectric Power revenue bonds.

Hydropower Revenue Bonds

The original Hydroelectric Power revenue bonds consisted of two bond series: one series was issued in 1979 and a second in 1980. In FY 1993-94, the 1980 Series revenue bond was refinanced with a new 1993 Series revenue bond to take advantage of lower interest rates and restructuring opportunities. Debt service payments from this fund are scheduled to continue through FY 2016-17.

Debt Service Reserve

In accordance with the Trust Indenture for the Hydroelectric Power revenue bonds, this fund currently maintains a debt service reserve of \$2,870,250. This reserve serves to guarantee payment of the next year's debt service payments to the bond holders irrespective of any other fund revenue.

Power Sales Revenue

As partial payment for the sale of electricity that is generated at the Portland Hydroelectric Project, this fund receives payments from PGE to pay for the annual net debt service that is due on the City's Hydroelectric Power revenue bonds.

Cash Transfers

This fund usually receives an annual cash transfer from the Hydropower Renewal and Replacement Fund. That transfer serves to offset a portion of the annual power sale payments that are due from PGE. In FY 2004-05, the interest rates available for reinvestment of fund balances have been very low. Therefore, the FY 2005-06 budget forecasts no excess value in the Hydropower Renewal and Replacement Fund to be transferred to the Hydropower Bond Redemption Fund.

Managing Agency

Bureau of Water Works

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Hydropower Revenue Bonds,						
Series 1979						
06/01/1979 - Due 10/1	38,000,000					
	00,000,000	2005/06	1,325,000	7.00%	1,514,625	2,839,62
		2006/07	1,400,000	7.00%	1,419,250	2,819,2
		2007/08	1,500,000	7.00%	1,317,750	2,817,7
		2008/09	1,600,000	7.00%	1,209,250	2,809,2
		2009/10	1,700,000	7.00%	1,093,750	2,793,7
		2010/11	1,825,000	7.00%	970,375	2,795,3
		2011/12	1,950,000	7.00%	838,250	2,788,2
		2012/13	2,075,000	7.00%	697,375	2,772,3
		2013/14	2,225,000	7.00%	546,875	2,771,8
		2014/15	2,375,000	7.00%	385,875	2,760,8
		2015/16	2,525,000	7.00%	214,375	2,739,3
		2016/17	1,800,000	7.00%	63,000	1,863,0
		TOTAL	22,300,000	7.0070	10,270,750	32,570,7
Hydropower Revenue Bonds, Series 1993						
08/01/1993 - Due 10/1	7,980,000					
		2005/06	790,000	6.40%	78,905	868,9
		2006/07	825,000	6.50%	26,813	851,8°
		TOTAL	1,615,000		105,718	1,720,7
COMBINED DEBT SERVICE						
	45,980,000					
		2005/06	2,115,000		1,593,530	3,708,5
		2006/07	2,225,000		1,446,063	3,671,06
		2007/08	1,500,000		1,317,750	2,817,75
		2008/09	1,600,000		1,209,250	2,809,25
		2009/10	1,700,000		1,093,750	2,793,75
		2010/11	1,825,000		970,375	2,795,37
		2011/12	1,950,000		838,250	2,788,25
		2012/13	2,075,000		697,375	2,772,37
		2013/14	2,225,000		546,875	2,771,87
		2014/15	2,375,000		385,875	2,760,87
		2015/16	2,525,000		214,375	2,739,37
		2016/17	1,800,000		63,000	1,863,00
TAL FUND DEBT SERVICE			\$ 23,915,000		\$ 10,376,468	\$ 34,291,46
				FY 2004-05		Total P+I
Adjustment			Principal	Adjustment	Interest	Budgeted

Adjustment		Principal	FY 2004–05 Adjustment	Interest	Total P+I Budgeted
2004-05 Interest Accrual Adjustment	-	2.115.000	(35,828)	1.593.530	3.672.703

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	7,515	4,619	4,000	5,700	8,500	8,500	8,50
Other Miscellaneous	0	0	1,000	500	1,000	1,000	1,00
Sales Miscellaneous	666,543	584,336	644,282	620,120	589,600	589,600	589,60
	674,058	588,955	649,282	626,320	599,100	599,100	599,10
Total External Revenues	674,058	588,955	649,282	626,320	599,100	599,100	599,10
Internal Revenues							
Other Cash Transfers							
City Fleet Services Fund	961	0	65,000	65,000	0	0	
Hydropower Renewal & Replacement	224,569	139,352	180,000	120,000	50,000	50,000	50,00
	225,530	139,352	245,000	185,000	50,000	50,000	50,00
Interfund Service Reimbursements							
Water Bureau	29,677	34,015	40,500	40,500	40,000	40,000	40,00
	29,677	34,015	40,500	40,500	40,000	40,000	40,00
Total Internal Revenues	255,207	173,367	285,500	225,500	90,000	90,000	90,00
Beginning Fund Balance	292,588	360,753	303,091	346,339	291,140	291,140	291,14
TOTAL RESOURCES	\$ 1,221,853 \$	1,123,075 \$	1,237,873 \$	1,198,159 \$	980,240 \$	980,240 \$	980,24
REQUIREMENTS							
Bureau Expenses							
Personal Services	203,867	200,423	253,131	208,000	266,222	266,222	266,22
External Materials and Services	242,664	163,512	249,200	171,150	129,200	129,200	129,20
Internal Materials and Services					lar and		
City Fleet Services Fund	3,057	3,291	3,101	3,000	2,847	2,847	2,84
Communications Services	5,704	5,368	5,461	4,700	0	0	
Insurance	60,429	61,672	57,061	57,061	48,221	48,221	48,22
Printing & Distribution	2,729	2,818	2,865	2,865	2,947	2,947	2,94
Technology Services Fund	2,695	2,520	2,696	2,696	12,610	12,610	12,61
Office of Management & Finance	14,590	25,491	26,671	26,671	27,077	27,077	27,07
Parking Facilities	1,800	1,800	1,860	1,860 0	1,980 0	1,980	1,98
Special Appropriations Water Bureau	26 60,172	349 52,618	189 72,776	65,000	74,911	189 74,911	18 74,91
Water Bareau	151,202	155,927	172,680	163,853	170,593	170,782	170,78
Total Bureau Expenses	597,733	519,862	675,011	543,003	566,015	566,204	566,20
Fund Requirements	397,733	319,002	675,011	343,003	366,013	366,204	300,20
General Operating Contingency General Operating Contingency	0	0	192,746	0	136,774	129,737	129,73
Compensation Adjustment	0	0	6,100	0	7,500	7,500	7,50
2 2portoation / rajaounion	0	0	198,846	0	144,274	137,237	137,23
General Fund Overhead	52,836	54.426	50,423	50,423	54,587	58.026	58,02
	02,000	5 1,120	55,720	55,725	04,007	50,020	50,02
Fund Cash Transfers Campaign Finance Fund	0	0	0	0	0	3,409	3,4

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005–06
General Fund	200,000	200,000	302,446	302,446	200,000	200,000	200,000
Pension Debt Redemption Fund	0	0	0	11,147	15,364	15,364	15,364
	200,000	200,000	302,446	313,593	215,364	218,773	218,773
Debt Retirement	10,531	2,448	11,147	0	0	0	0
Ending Balance Unappropriated Ending Balance	360,753	346,339	0	291,140	0	0	0
	360,753	346,339	0	291,140	0	0	C
Total Fund Requirements	624,120	603,213	562,862	655,156	414,225	414,036	414,036
OTAL REQUIREMENTS	\$ 1,221,853	\$ 1,123,075	1,237,873	\$ 1,198,159	\$ 980,240	\$ 980,240	\$ 980,240

Purpose

The Hydropower Operating Fund supports the administration and monitoring of the Portland Hydroelectric Project (PHP) through the Bureau of Water Works' Hydroelectric Power Division.

Power Sales Revenue

The primary resource of the Hydropower Operating Fund is revenue paid to the City by Portland General Electric (PGE) for electricity sales from the City's Portland Hydroelectric Project. The total power sales revenue received by the fund is based on two types of payments:

Administration and Project Monitoring Payment

PGE pays the City an annually adjusted amount that is specifically designated to reimburse the City's expenses associated with administration and water quality monitoring related to the operation of the Portland Hydroelectric Project. In FY 2005-06, this amount is projected to be \$559,200.

Profit Payment for Power Produced

PGE pays the City a second amount that serves as a profit payment tied to the actual amount of power generated annually by the Portland Hydroelectric Project. In an average year, this amount comes to about \$283,000, less an annual reduction of \$197,745 in credit to PGE for debt service on a sum of Hydroelectric Power Revenue Bond money previously used by the City for non-project related purposes. The extremely dry conditions experienced from November 2004 - March 2005 resulted in less power being produced, so the gross profit will be only about 80% of an average year - some \$228,000. This reduces the projected net profit to \$30,400 for FY 2005-06.

Cash Transfers

Hydropower Renewal and Replacement Fund

The FY 2005-06 budget includes a cash transfer of up to \$50,000 from the Hydropower Renewal and Replacement Fund for various repairs and replacements of equipment and facilities at the Portland Hydroelectric Project. These transfers are made on a reimbursement basis to offset actual renewal and replacement expenditures made from this fund.

Hydropower Operating Fund

General Fund

The FY 2005-06 budget proposes to transfer \$200,000 from the Hydropower Operating Fund to the General Fund for other City needs.

Managing Agency

Bureau of Water Works

CHANGES FROM PRIOR YEAR

In FY 2004-05 Hydropower had one budget adjustment approved for a total increase of \$130,000. That adjustment authorized the funding for specific repairs and replacement of equipment at the Portland Hydroelectric Project. The FY 2005-06 budget has not identified any more major repair projects that will require additional funding authorization.

Hydropower Renewal and Replacement Fund –

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Miscellaneous Revenues Interest Earned	126,782	95.670	111,800	177,000	311,100	311,100	311,100
Sales Miscellaneous	303,183	256,860	77,400	187,899	185,900	185,900	185,900
	429,965	352,530	189,200	364,899	497,000	497,000	497,000
Total External Revenues	429,965	352,530	189,200	364,899	497,000	497,000	497,000
Internal Revenues				Λ			
Beginning Fund Balance	8,076,402	8,281,798	8,494,358	8,494,976	8,739,875	8,739,875	8,739,875
TOTAL RESOURCES	\$ 8,506,367	\$ 8,634,328 \$	8,683,558	\$ 8,859,875 \$	9,236,875	9,236,875 \$	9,236,875
REQUIREMENTS Bureau Expenses Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	8,503,558	0	9,186,875	9,186,875	9,186,875
	0	0	8,503,558	0	9,186,875	9,186,875	9,186,875
Fund Cash Transfers Hydropower Operating Fund	224,569	139,352	180,000	120,000	50,000	50,000	50,000
ryaloponor operaning rand	224,569	139,352	180,000	120,000	50,000	50,000	50,000
Ending Balance Unappropriated Ending Balance	8,281,798	8,494,976	0	8,739,875	0	0	0
	8,281,798	8,494,976	0	8,739,875	0	0	0
Total Fund Requirements	8,506,367	8,634,328	8,683,558	8,859,875	9,236,875	9,236,875	9,236,875
TOTAL REQUIREMENTS	\$ 8,506,367	\$ 8,634,328 \$	8,683,558	\$ 8,859,875	9,236,875	9,236,875 \$	9,236,875

FUND OVERVIEW

Purpose

The Hydropower Renewal and Replacement Fund is a sinking fund for the Portland Hydroelectric Project (PHP), providing resources for the repair and replacement of major equipment and facilities that become damaged or worn out. This fund is required by the Portland Hydroelectric Project power sales agreement between the City and Portland General Electric Company (PGE) and is administered by the independent trustee for the City's Hydroelectric Power revenue bonds.

Resources

The resources in this fund consist of payments of power sales revenue from PGE and a portion of the original proceeds from the 1979 and 1980 Hydroelectric Power revenue bond issues.

Power Sales Revenue

The total value of the assets in the fund is currently less than the adjusted reserve requirement called for in PHP's Power Sales Agreement with PGE. Therefore additional power sale payments will be required from PGE during FY 2005-06.

Cash Transfers

Hydropower Operating Fund

The FY 2005-06 budget for this fund includes a cash transfer of up to \$50,000 to the Hydropower Operating Fund that is intended to enable the City to reimburse PGE for miscellaneous repairs or replacement of equipment at the Portland Hydroelectric Project.

Hydropower Bond Redemption Fund

Current interest rates on investments have been running lower than the rate of projected annual increase in this fund's maximum cap value. In FY 2005-06, this will result in no excess fund value being available to be transferred from this fund to the Hydropower Bond Redemption Fund. This annual cash transfer serves to maintain an adjusted upper limit on the total value of assets held in this fund as directed by the power sales agreement.

Managing Agency

Bureau of Water Works

CHANGES FROM PRIOR YEAR

In FY 2004-05 Hydropower had one budget adjustment approved for a total increase of \$130,000. That adjustment authorized the funding for specific repairs and replacements of equipment at the Portland Hydroelectric Project. The FY 2005-06 budget has not identified any more major repair projects that will require additional funding authorization.

Sewer Revolving Loan Fund - 636

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Service Charges and Fees Public Works/Utility Charge	31,319	880	250,000	32.000	250.000	250.000	250.000
Table Works Stilly Stialge	31,319	880	250,000	32,000	250,000	250,000	250,000
Miscellaneous Revenues			,	,		,	,
Interest Earned	28,401	11,116	25,000	7,407	15,000	15,000	15,000
Loan Repayments	15,713	15,222	25,000	11,365	15,000	15,000	15,000
	44,114	26,338	50,000	18,772	30,000	30,000	30,000
Total External Revenues	75,433	27,218	300,000	50,772	280,000	280,000	280,000
Internal Revenues							
Beginning Fund Balance	1,619,249	1,668,873	524,241	490,251	508,383	508,383	508,383
TOTAL RESOURCES	\$ 1,694,682 \$	1,696,091	824,241	\$ 541,023	\$ 788,383 \$	788,383 \$	788,383
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	25,809	840	253,500	32,640	253,500	253,500	253,500
Total Bureau Expenses	25,809	840	253,500	32,640	253,500	253,500	253,500
Fund Requirements		6					
General Operating Contingency							
General Operating Contingency	0	0	570,741	0	534,883	534,883	534,883
	0	0	570,741	0	534,883	534,883	534,883
Fund Cash Transfers Sewer System Safety Net	0	1,205,000	0	0	0	0	(
as 1	0	1,205,000	0	0	0	0	(
Ending Balance							
Unappropriated Ending Balance	1,668,873	490,251	0	508,383	0	0	(
	1,668,873	490,251	0	508,383	0	0	(
Total Fund Requirements	1,668,873	1,695,251	570,741	508,383	534,883	534,883	534,883
TOTAL REQUIREMENTS	\$ 1,694,682 \$	1,696,091	\$ 824,241	\$ 541,023	\$ 788,383 \$	788,383	788,383
LINE ITEM DETAIL - AU 225							
Materials and Services							
External Materials and Services 549000 Miscellaneous	25,809	840	253,500	32,640	253,500	253,500	253,500
Total External Materials and Services	25,809	840	253,500	32,640	253,500	253,500	253,500
Total Materials and Services	25,809	840	253,500	32,640	253,500	253,500	253,500

This fund was established in FY 1992-93 to administer the Private Plumbing Loan program. This program was part of the Mid-County Financial Assistance program adopted by City Council in March 1992.

The loans are used to assist eligible property owners in financing the private plumbing costs associated with their required connection to the City sewer system. The interest rate charged on the loans reflects the bureau's cost of obtaining funds, including an allowance for delinquencies and administrative costs, resulting in no ratepayer subsidy. Loans are five to ten years in term.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

Private plumbing loan activity is expected to increase from the current year in that the majority of properties left to connect have deferrals that expire before 2005 and will not be renewed. These properties must meet low-income requirements to qualify for a deferral and are expected to take advantage of BES's Private Plumbing Loan program to help pay for the onsite cost of connecting to the City sewer.

As of February 2005, just under 121 of the original 43,000 Mid-County properties remain to be connected. All properties are required to connect before December 31, 2005.

Resources

Revenues for FY 2005-06 include \$250,000 in liens receivable for new private plumbing loans, \$15,000 for repayment of private plumbing loans made in prior years, and \$15,000 in interest on investments.

Requirements

Expenditures include \$253,500 for new private plumbing loans under the Mid-County Financial Assistance program.

Sewer System Construction Fund - 552

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Public Works/Utility Charge	1,034,982	1,392,847	580,181	1,095,967	588,563	588,563	588,563
	1,034,982	1,392,847	580,181	1,095,967	588,563	588,563	588,563
Miscellaneous Revenues							
Bond and Note Sales	202,936,961	0	175,714,981	175,714,981	215,000,000	215,000,000	215,000,000
Interest Earned	895,090	1,502,869	2,769,489	1,907,199	2,008,620	2,008,620	2,008,620
Refunds	157,812	1 500 000	170 404 470	200,000		0	017,000,000
	203,989,863	1,502,869	178,484,470	177,822,180	217,008,620	217,008,620	217,008,620
Total External Revenues	205,024,845	2,895,716	179,064,651	178,918,147	217,597,183	217,597,183	217,597,183
Internal Revenues							
Other Cash Transfers	4 04 4 777		•		0.000.000	0.000.000	0.000.000
LID Construction Fund Sewer System Operating Fund	1,314,777 25,000,000	0 25,000,000	0 27,100,000	0 27,500,000	2,000,000 27,945,616	2,000,000 27,945,616	2,000,000 27,945,616
Sewer System Operating Fund	26,314,777	25,000,000	27,100,000	27,500,000	29,945,616	29,945,616	29,945,616
Fadaval Ossala Tura (fasa							
Federal Grants Transfers	35,473	580,467	2,929,407	755,428	2,695,000	2,695,000	2,695,000
Total Internal Revenues	26,350,250	25,580,467	30,029,407	28,255,428	32,640,616	32,640,616	32,640,616
Beginning Fund Balance	56,868,926	168,371,012	60,130,862	45,822,208	91,861,161	91,861,161	91,861,161
TOTAL RESOURCES	\$ 288,244,021	\$ 196,847,195	\$ 269,224,920	\$ 252,995,783	\$ 342,098,960	\$ 342,098,960	\$ 342,098,960
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	2,949,364	47,386	2,054,400	2,051,912	3,500,000	3,500,000	3,400,000
Internal Materials and Services		_			_	_	_
Printing & Distribution	7,700	0	10,000	3,552	0	0	100.000
Office of Management & Finance	0	0	0	0	0	100,000	100,000
	7,700	0	10,000	3,552		100,000	100,000
Total Bureau Expenses	2,957,064	47,386	2,064,400	2,055,464	3,500,000	3,600,000	3,500,000
Fund Requirements							
General Operating Contingency	_	_		_			
General Operating Contingency	0	0	117,347,577	0	201,435,930	20,043,593	20,143,593
	0	0	117,347,577	0	201,435,930	20,043,593	20,143,593
Fund Cash Transfers							
LID Construction Fund	11,609	5,538	1,021	1,021	0	0	0
Sewer System Operating Fund	116,904,336	150,972,063	149,811,922	159,078,137	137,163,030	137,163,030	137,163,030
	116,915,945	150,977,601	149,812,943	159,079,158	137,163,030	137,163,030	137,163,030
Ending Balance		45.000.000	i:	64.664.55	_	101 000 00=	101 000 000
Unappropriated Ending Balance	168,371,012	45,822,208	0	91,861,161	0	181,292,337	181,292,337
	168,371,012	45,822,208	0	91,861,161	0	181,292,337	181,292,337
Total Fund Requirements	285,286,957	196,799,809	267,160,520	250,940,319	338,598,960	338,498,960	338,598,960
TOTAL REQUIREMENTS	\$ 288,244,021	\$ 196,847,195	\$ 269,224,920	\$ 252,995,783	\$ 342,098,960	\$ 342,098,960	\$ 342,098,960

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
LINE ITEM DETAIL – AU 172 Materials and Services							
External Materials and Services 521000 Professional Services	121,800	0	4,400	3,840	0	0	0
529000 Miscellaneous Services 549000 Miscellaneous	987 2,826,577	0 47,386	0 2,050,000	395 2,047,677	0 3,500,000	0 3,500,000	0 3,400,000
Total External Materials and Services	2,949,364	47,386	2,054,400	2,051,912	3,500,000	3,500,000	3,400,000
Internal Materials and Services 552000 Printing & Distribution 559000 Other Fund Services	7,700 0	0	10,000	3,552 0	0	0 100,000	0 100,000
Total Internal Materials and Services	7,700	0	10,000	3,552	0	100,000	100,000
Total Materials and Services	2,957,064	47,386	2,064,400	2,055,464	3,500,000	3,600,000	3,500,000
TOTAL Bureau Expenses	\$ 2,957,064	\$ 47,386 \$	2,064,400	\$ 2,055,464 \$	3,500,000	3,600,000	3,500,000

The Sewer System Construction Fund receives revenues to fund sewer system capital projects. Since FY 1990-91, direct expenditures for capital projects have been budgeted within the Sewer System Operating Fund and reimbursed by the Sewer System Construction Fund. The primary resources for the capital program are proceeds from the sale of sewer system revenue bonds, transfers from the Sewer System Operating Fund for cash financing of capital improvements, and line and branch charges from new sewer systems.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

Resources

The Sewer System Construction Fund relies on a variety of resources to fund capital requirements. For FY 2005-06 the major resources include the following:

- The beginning fund balance of \$91.9 million, which consists primarily of the proceeds from the Series 2004 revenue bonds and cash from non-bond sources.
- Bond sale proceeds of \$215 million to fund capital improvements.
- Transfers of \$27.9 million from the Sewer System Operating Fund, representing cash funding of capital improvements from sewer and stormwater rates and other available revenues.
- Service charges and fees for FY 2005-06, including line and branch charges of about \$345,000 and approximately \$244,000 for engineering permit fees.
- A \$2.7 million transfer from the Federal Grants Fund for estimated receipt of state loans for sewer extension projects.
- Interest on investments, budgeted at \$2.0 million. This reflects an estimated beginning balance of \$91.9 million and an estimated interest earnings rate of 2.5%.

Transfers of \$2.0 million from the Local Improvement District (LID) Construction Fund, which are proceeds from the sale of special assessment bonds for financed connection and line and branch charges.

Requirements

External Materials and Services

The appropriation of \$3.4 million will be used to pay insurance costs of sewer revenue bonds, including underwriters' fees, bond insurance, ratings agency reviews, and bond counsel. Additionally, the budget reflects an interagency with the Debt section of the Office of Management & Finance to reflect the management of the bond sale process.

Cash Transfers

Transfers to the Sewer System Operating Fund to support CIP spending total \$137.2 million. Fund cash transfers to the Sewer System Operating Fund are reimbursements for direct Capital Improvement Plan (CIP) expenditures and indirect overhead expenses incurred by the capital program. These transfers are anticipated to be \$137.2 million in FY 2005-06.

Contingency

The general operating contingency of \$20.1 million represents bond proceeds and other fund balances that are not required in FY 2005-06, but will be used in the following fiscal year to fund capital improvements.

Unappropriated Fund Balance

The unappropriated fund balance of \$181.3 million reflects the sale of revenue bonds that fund the capital program. These reserves will be used in future years.

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues Bond and Note Sales	41,586,784	0	0	101.141.959	0	0	(
Interest Earned	12,067	7,443	328	4,339	4,000	4,000	4,000
	41,598,851	7,443	328	101,146,298	4,000	4,000	4,000
Total External Revenues	41,598,851	7,443	328	101,146,298	4,000	4,000	4,000
Internal Revenues							
Other Cash Transfers Sewer System Operating Fund	61,441,948	66,725,899	72,856,524	69,666,686	84,028,661	84,028,661	84,028,66
	61,441,948	66,725,899	72,856,524	69,666,686	84,028,661	84,028,661	84,028,66
Total Internal Revenues	61,441,948	66,725,899	72,856,524	69,666,686	84,028,661	84,028,661	84,028,66
Beginning Fund Balance	2,825,416	2,840,172	2,836,550	2,839,064	2,836,268	2,836,268	2,836,26
TOTAL RESOURCES	\$ 105,866,215	69,573,514 \$	75,693,402	\$ 173,652,048	\$ 86,868,929	\$ 86,868,929	\$ 86,868,92
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	103,026,043	66,734,450	72,856,852	170,815,780	84,029,047	84,029,047	84,029,04
Ending Balance Unappropriated Ending Balance	2,840,172	2,839,064	2,836,550	2,836,268	2,839,882	2,839,882	2,839,88
	2,840,172	2,839,064	2,836,550	2,836,268	2,839,882	2,839,882	2,839,882
Total Fund Requirements	105,866,215	69,573,514	75,693,402	173,652,048	86,868,929	86,868,929	86,868,92
TOTAL REQUIREMENTS	\$ 105,866,215	69,573,514 \$	75,693,402	\$ 173,652,048	\$ 86.868,929	\$ 86,868,929	\$ 86,868,92

This fund pays the principal and interest on revenue bonds, notes, and state loans issued to finance sewer system improvements.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

Revenue Source

Debt service is paid from sewer and stormwater user charges and other revenues of the Sewer System Operating Fund, with cash transfers from the operating fund totaling \$84.0 million in FY 2005-06.

Debt Balance

The total amount of sewer system debt outstanding for FY 2005-06 is estimated to be \$779.0 million for senior lien (bonded) debt, and \$244.8 million for junior lien debt.

Expenditures

Debt service expenditures will increase to \$84.0 million in the FY 2005-06 Adopted Budget compared to \$72.9 million in the FY 2004-05 Revised Budget as a result of increases in payments for the Series 2004 revenue bonds sold in FY 2004-05.

The fund is managed on a cash basis, with cash transfers from the Sewer System Operating Fund set to maintain a \$10,000 unrestricted ending cash balance, plus any restricted cash balances as required by bond and loan covenants (although no restricted balances are included in this budget). Beginning and ending fund balances are higher than cash balances due to changes made in accounting practices several years ago.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Sewer System Revenue Bonds, 1996 Series A (Non-refunded Por-						
ion)						
11/01/1996 - Due 6/1	110,000,000					
,		2005/06 TOTAL	1,655,000 1,655,000	5.13%	84,819 84,819	1,739,81 1,739,81
		TOTAL	1,033,000		04,019	1,739,61
Sewer System Revenue Refund- ng Bonds, 1997 Series A						
08/15/1997 - Due 6/1	262,500,000					
00/13/1997 - Due 0/1	202,300,000	2005/06	14,720,000	6.00%	12,184,200	26,904,20
		2005/00	15,600,000	6.00%	11,301,000	26,901,00
		2007/08	17,215,000	5.00%	10,365,000	27,580,00
		2008/09	18,080,000	5.00%	9,504,250	27,584,25
		2009/10	18,980,000	5.00%	8,600,250	27,580,25
		2010/11	27,695,000	5.00%	7,651,250	35,346,25
		2011/12	29,080,000	5.00%	6,266,500	35,346,50
		2012/13	30,530,000	5.00%	4,812,500	35,342,50
		2013/14	32,055,000	5.00%	3,286,000	35,341,00
		2014/15	33,665,000	5.00%	1,683,250	35,348,2
₩		TOTAL	237,620,000		75,654,200	313,274,20
ewer System Revenue Bonds, 998 Series A						
09/15/1998 - Due 6/1	160 000 000					
09/15/1996 - Due 6/1	160,000,000	0005/00	E 000 000	4.050/	0.407.050	11 007 0
		2005/06	5,200,000	4.25%	6,197,650	11,397,6
		2006/07	5,420,000	4.00%	5,976,650	11,396,65
		2007/08	5,640,000	5.25%	5,759,850	11,399,8
		2008/09	5,940,000	5.13%	5,463,750	11,403,7
		2009/10	6,240,000	5.13%	5,159,325	11,399,32
		2010/11	6,560,000	5.13%	4,839,525	11,399,52
		2011/12	6,890,000	5.13%	4,503,325	11,393,32
		2012/13	7,250,000	5.13%	4,150,213	11,400,2
		2013/14	7,620,000	4.50%	3,778,650	11,398,6
		2014/15	7,960,000	4.50%	3,435,750	11,395,7
		2015/16	8,320,000	4.50%	3,077,550	11,397,5
		2016/17	8,690,000	4.50%	2,703,150	11,393,1
		2017/18	51,380,000	4.50%	2,312,100	53,692,10
		TOTAL	133,110,000		57,357,488	190,467,48
ewer System Revenue Bonds, 000 Series A						
09/01/2000 - Due 8/1	146,000,000					
5075 172555 Bub 67 1	1 10,000,000	2005/06	2		8,370,145	8,370,14
		2006/07	2		8,370,145	8,370,14
		2007/08	<u> </u>		8,370,145	8,370,14
		2008/09	10 20		8,370,145	8,370,14
		2009/10	_		8,370,145	8,370,1
		2009/10	₹ 25		8,370,145	8,370,14
			7.			
		2011/12	*		8,370,145	8,370,14
		2012/13	7.5		8,370,145	8,370,14
		2013/14	¥		8,370,145	8,370,14
		2014/15	*		8,370,145	8,370,14
	- 17	2015/16	8		8,370,145	8,370,14
		2016/17	皇		8,370,145	8,370,14
		2017/18	5		8,370,145	8,370,14
		2018/19	45,900,000	5.74%	7,052,298	52,952,29
		2019/20	48,620,000	5.74%	4,339,775	52,959,77
		2020/21	51,480,000	5.72%	1,472,550	52,952,5
		TOTAL	146,000,000		121,676,508	267,676,50

First Lien Sewer System Revenue Bonds, 2004 Series A

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+
11/30/2004 - Due 10/1	163,500,000					
11/30/2004 - Due 10/1	163,500,000	2005/06	5,010,000	3.00%	7,778,075	12,788,0
		2006/07	5,180,000	4.00%	7,599,325	12,779,3
		2007/08	5,420,000	5.00%	7,360,225	12,780,2
		2008/09	5,700,000	5.00%	7,082,225	12,782,2
		2009/10	5,990,000	5.00%	6,789,975	12,779,9
		2010/11	6,300,000	5.00%	6,482,725	12,7782,7
		2011/12	6,630,000	5.00%	6,159,475	12,789,4
		2012/13	6,970,000	5.00%	5,819,475	12,789,4
		2013/14	7,320,000	5.00%	5,462,225	12,782,2
						12,786,7
		2014/15 2015/16	7,700,000 8,090,000	5.00% 5.00%	5,086,725	12,780,7
					4,691,975	
		2016/17	8,510,000	5.00%	4,276,975	12,786,9
		2017/18	8,900,000	4.00%	3,886,225	12,786,2
		2018/19	9,310,000	5.00%	3,475,475	12,785,4
		2019/20	9,790,000	5.00%	2,997,975	12,787,9
		2020/21	10,290,000	5.00%	2,495,975	12,785,9
		2021/22	10,770,000	4.25%	2,009,863	12,779,8
		2022/23	11,290,000	5.00%	1,498,750	12,788,7
		2023/24	11,860,000	5.00%	920,000	12,780,0
		2024/25	12,470,000	5.00%	311,750	12,781,7
		TOTAL	163,500,000		92,185,413	255,685,4
irst Lien Sewer System Revenue lefunding Bonds, 2004 Series B						
11/30/2004 - Due 6/1	160,000,000					
		2005/06	(*)		4,575,250	4,575,2
		2006/07	1,510,000		4,575,250	6,085,2
		2007/08	1,555,000		4,529,950	6,084,9
		2008/09	1,615,000		4,467,750	6,082,7
		2009/10	1,685,000		4,403,150	6,088,1
		2010/11	1,750,000		4,335,750	6,085,7
		2011/12	1,835,000		4,248,250	6,083,2
		2012/13	1,930,000		4,156,500	6,086,5
		2013/14	2,020,000		4,060,000	6,080,0
		2014/15	2,125,000		3,959,000	6,084,0
		2015/16	37,575,000		3,852,750	41,427,7
		2016/17	39,480,000		1,974,000	41,454,0
		TOTAL	93,080,000		49,137,600	142,217,6
OTAL - First Lien Sewer Bonds	1 000 000 000					
	1,002,000,000	2005/06	26 585 000		39,190,139	65 775 1
		2006/07	26,585,000 27,710,000		37,822,370	65,775,1 65,532,3
			29,830,000			
		2007/08			36,385,170	66,215,1 66,223,1
		2008/09	31,335,000		34,888,120	
		2009/10	32,895,000		33,322,845	66,217,8
		2010/11	42,305,000		31,679,395	73,984,3
		2011/12	44,435,000		29,547,695	73,982,6
		2012/13	46,680,000		27,308,833	73,988,8
		2013/14	49,015,000		24,957,020	73,972,0
		2014/15	51,450,000		22,534,870	73,984,8
		2015/16	53,985,000		19,992,420	73,977,4
		2016/17	56,680,000		17,324,270	74,004,2
		2017/18	60,280,000		14,568,470	74,848,4
		2018/19	55,210,000		10,527,773	65,737,7
		2019/20	58,410,000		7,337,750	65,747,7
		2020/21	61,770,000		3,968,525	65,738,5
		2021/22	10,770,000		2,009,863	12,779,8
		2022/23	11,290,000		1,498,750	12,788,7
		2023/24	11,860,000		920,000	12,780,0

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
TOTAL FIRST LIEN SEWER REVE-			774,965,000		396,096,027	1,171,061,02
NUE BONDS						
Second Lien Sewer System Reve- nue Refunding Bonds, 2003 Series A						
04/03/2003 - Due 6/1	88,370,000					
	77	2005/06	7,435,000	5.000%	3,871,138	11,306,13
		2006/07	7,815,000	5.000%	3,499,388	11,314,38
		2007/08	8,200,000	4.000%	3,108,638	11,308,63
		2008/09	8,530,000	5.000%	2,780,638	11,310,63
		2009/10	8,955,000	5.000%	2,354,138	11,309,13
		2010/11	2,110,000	5.250%	1,906,388	4,016,38
		2011/12 2012/13	2,225,000 2,305,000	3.700% 5.250%	1,795,613 1,713,288	4,020,61 4,018,28
		2013/14	2,425,000	5.250%	1,592,275	4,010,20
		2014/15	2,555,000	5.250%	1,464,963	4,019,96
		2015/16	2,690,000	5.250%	1,330,825	4,020,82
		2016/17	2,830,000	5.250%	1,189,600	4,019,60
		2017/18	2,975,000	5.250%	1,041,025	4,016,02
		2018/19	3,135,000	5.250%	884,838	4,019,83
		2019/20	3,300,000	5.250%	720,250	4,020,25
		2020/21	3,470,000	5.000%	547,000	4,017,00
		2021/22	3,645,000	5.000%	373,500	4,018,50
		2022/23	3,825,000	5.000%	191,250	4,016,25
		TOTAL	78,425,000		30,364,750	108,789,75
(projec ted) 06/19/2003 - Due 6/1	150,000,000					
		2005/06		variable	6,891,800	6,891,80
		2006/07		variable	7,656,390	7,656,39
		2007/08		variable	7,656,390	7,656,39
		2008/09 2009/10		variable	7,291,800	7,291,80 8,020,98
		2010/11		variable variable	8,020,980 7,291,800	7,291,80
		2010/11		variable	8,020,980	8,020,98
		2012/13		variable	7,291,800	7,291,80
		2013/14		variable	7,656,390	7,656,39
		2014/15		variable	7,656,390	7,656,39
		2015/16		variable	7,656,390	7,656,39
		2016/17		variable	7,656,390	7,656,39
		2017/18		variable	7,291,800	7,291,80
						45 507 00
		2018/19	7,600,000	variable	7,997,230	
		2019/20	7,800,000	variable	6,915,307	14,715,30
		2019/20 2020/21	7,800,000 8,200,000	variable variable	6,915,307 6,860,084	14,715,30 15,060,08
		2019/20 2020/21 2021/22	7,800,000 8,200,000 61,600,000	variable variable variable	6,915,307 6,860,084 6,353,391	14,715,30 15,060,08 67,953,39
,		2019/20 2020/21 2021/22 2022/23	7,800,000 8,200,000	variable variable	6,915,307 6,860,084 6,353,391 3,181,557	14,715,30 15,060,08 67,953,39 67,981,55
TOTAL - Second Lian Source		2019/20 2020/21 2021/22	7,800,000 8,200,000 61,600,000 64,800,000	variable variable variable	6,915,307 6,860,084 6,353,391	14,715,30 15,060,08 67,953,39 67,981,55
		2019/20 2020/21 2021/22 2022/23	7,800,000 8,200,000 61,600,000 64,800,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557	14,715,30 15,060,08 67,953,39 67,981,55
	238,370,000	2019/20 2020/21 2021/22 2022/23	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000 8,200,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778 10,765,028	15,597,23 14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77 18,965,02
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000 8,200,000 8,530,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778 10,765,028 10,072,438	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77 18,965,02 18,602,43
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09 2009/10	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000 8,200,000 8,530,000 8,955,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778 10,765,028 10,072,438 10,375,118	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77 18,965,02 18,602,43 19,330,11
TOTAL - Second Lien Sewer Bonds	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09 2009/10 2010/11	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000 8,200,000 8,530,000 8,955,000 2,110,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778 10,765,028 10,072,438 10,375,118 9,198,188	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77 18,965,02 18,602,43 19,330,11 11,308,18
	238,370,000	2019/20 2020/21 2021/22 2022/23 TOTAL 2005/06 2006/07 2007/08 2008/09 2009/10	7,800,000 8,200,000 61,600,000 64,800,000 150,000,000 7,435,000 7,815,000 8,200,000 8,530,000 8,955,000	variable variable variable	6,915,307 6,860,084 6,353,391 3,181,557 129,346,869 10,762,938 11,155,778 10,765,028 10,072,438 10,375,118	14,715,30 15,060,08 67,953,39 67,981,55 279,346,86 18,197,93 18,970,77 18,965,02 18,602,43 19,330,11

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		0040/44	0.405.000		0.040.005	11 070 00
		2013/14	2,425,000		9,248,665	11,673,66
		2014/15	2,555,000		9,121,353	11,676,35
		2015/16	2,690,000		8,987,215	11,677,21
		2016/17	2,830,000		8,845,990	11,675,99
		2017/18	2,975,000		8,332,825	11,307,82
		2018/19	10,735,000		8,882,068	19,617,06
		2019/20	11,100,000		7,635,557	18,735,55
		2020/21	11,670,000		7,407,084	19,077,08
		2021/22	65,245,000		6,726,891	71,971,89
TOTAL 0500ND 15N 05W5D		2022/23	68,625,000		3,372,807	71,997,80
TOTAL SECOND LIEN SEWER REVENUE BONDS			228,425,000	-	159,711,619	388,136,61
Wastewater Financing - Economic Development Loan	;					
10/08/1997 - Due 12/1	700,000					
	,	2005/06	30,124	4.909%	25,847	55,97
		2006/07	30,355	4.909%	24,492	54,84
		2007/08	30,598	4.909%	23,111	53,70
		2008/09	35,858	4.909%	21,688	57,54
		2009/10	36,136	4.909%	19,985	56,12
		2010/11	36,442	4.909%	18,179	54,62
		2011/12	41,764	4.909%	16,357	58,12
		2012/13	42,103	4.909%	14,269	56,37
		2013/14	42,457	4.909%	12,163	54,62
		2014/15	47,831	4.909%	10,041	57,87
		2015/16	48,223	4.909%	7,649	55,87
		2016/17	48,634	4.909%	5,237	53,87
		2017/18	54,073	4.909%	2,757	56,83
	-	TOTAL	524,598	1.00070	201,775	726,37
COMBINED DEBT SERVICE	1,241,070,000					
	1,241,070,000	0005/00	04.050.404		40.070.004	04.000.04
		2005/06	34,050,124		49,978,924	84,029,04
		2006/07	35,555,355		49,002,640	
		2007/08	38,060,598		47,173,309	85,233,90
		2007/08 2008/09	38,060,598 39,900,858		47,173,309 44,982,246	85,233,90 84,883,10
		2007/08	38,060,598		47,173,309	85,233,90 84,883,10
		2007/08 2008/09	38,060,598 39,900,858		47,173,309 44,982,246 43,717,948 40,895,762	85,233,90 84,883,10 85,604,08 85,347,20
		2007/08 2008/09 2009/10 2010/11 2011/12	38,060,598 39,900,858 41,886,136		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	38,060,598 39,900,858 41,886,136 44,451,442		47,173,309 44,982,246 43,717,948 40,895,762	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,28
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,28 85,700,30
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,20 85,700,30
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,28 85,700,30 85,719,08
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,719,09
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,719,09 85,710,50
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,710,50 85,734,13 86,213,12
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052	85,233,9(84,883,10) 85,604,08 85,347,20) 86,082,40 85,355,28 85,700,30 85,710,50 85,734,13 86,213,12 85,354,84
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073 65,945,000		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052 19,409,840	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,710,50 85,734,13 86,213,12 85,354,84 84,483,30
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073 65,945,000 69,510,000 73,440,000		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052 19,409,840 14,973,307 11,375,609	84,557,98 85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,28 85,700,30 85,710,50 85,734,13 86,213,12 85,354,84 84,483,30 84,815,60 84,751,75
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073 65,945,000 69,510,000 73,440,000 76,015,000		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052 19,409,840 14,973,307 11,375,609 8,736,754	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,710,50 85,734,13 86,213,12 85,354,84 84,483,30 84,815,60 84,751,75
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22 2022/23	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073 65,945,000 69,510,000 73,440,000 76,015,000 79,915,000		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052 19,409,840 14,973,307 11,375,609 8,736,754 4,871,557	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,710,50 85,710,50 85,734,12 86,213,12 85,354,84 84,483,30 84,815,60 84,751,75 84,786,55
		2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 2020/21 2021/22	38,060,598 39,900,858 41,886,136 44,451,442 46,701,764 49,027,103 51,482,457 54,052,831 56,723,223 59,558,634 63,309,073 65,945,000 69,510,000 73,440,000 76,015,000		47,173,309 44,982,246 43,717,948 40,895,762 39,380,645 36,328,189 34,217,848 31,666,264 28,987,284 26,175,497 22,904,052 19,409,840 14,973,307 11,375,609 8,736,754	85,233,90 84,883,10 85,604,08 85,347,20 86,082,40 85,355,29 85,700,30 85,710,50 85,734,13 86,213,12 85,354,84 84,483,30 84,815,60 84,751,75

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Licenses and Permits							
Construction Permits	112,136	125,897	110,604	112,620	114,079	114,079	114,079
Other Permits	391,199	493,789	519,580	502,685	535,903	535,903	535,903
	503,335	619,686	630,184	615,305	649,982	649,982	649,982
Service Charges and Fees							
Miscellaneous	127,191	102,688	29,837	81,990	29,837	29,837	29,837
Public Works/Utility Charge	157,542,933	173,900,431	184,873,685	182,416,211	192,135,818	191,764,127	191,764,127
Rents and Reimbursements	108,180	77,278	135,169	56,004	139,416	139,416	139,416
	157,778,304	174,080,397	185,038,691	182,554,205	192,305,071	191,933,380	191,933,380
State Sources							
State Cost Sharing	76,787	426,420	0	110,009	0	0	(
	76,787	426,420	0	110,009	0	0	(
Local Sources							
Local Cost Sharing	127,368	157,488	504,562	77,469	262,542	262,542	262,542
	127,368	157,488	504,562	77,469	262,542	262,542	262,542
Miscellaneous Revenues							
Interest Earned	621,954	953,945	905,649	765,644	626,554	626,554	626,554
Other Miscellaneous	45,755	456,226	1,713,501	1,721,317	55,182	55,182	55,182
Private Grants/Donations	100,328	56,981	667,426	75,615	690,597	690,597	690,597
Refunds	3,744,328	77,565	74,908	74,135	77,261	77,261	77,26
Sale of Capital Assets	37,049	67,300	1,600,000	1,672,676	0	0	(
Sales Miscellaneous	139,871	114,524	158,297	100,592	163,270	163,270	163,270
	4,689,285	1,726,541	5,119,781	4,409,979	1,612,864	1,612,864	1,612,864
Total External Revenues	163,175,079	177,010,532	191,293,218	187,766,967	194,830,459	194,458,768	194,458,768
Internal Revenues							
Other Cash Transfers							
Environmental Remediation Fund	0	0	900,000	900,000	0	0	(
General Fund	50,000	0	362,056	362,056	362,056	352,056	352,056
Housing & Community Devel Fund	0	0	9,264	9,264	0	0	(
Sewer System Construction Fund	116,904,336	150,972,063	149,811,922	159,078,137	137,163,030	137,163,030	137,163,030
Sewer System Rate Stabilization	0	362,215	0	0	5,275,000	5,275,000	5,275,000
	116,954,336	151,334,278	151,083,242	160,349,457	142,800,086	142,790,086	142,790,086
Federal Grants Transfers	891,809	271,488	2,137,178	925,961	988,920	1,091,845	1,091,845
Interfund Service Reimbursements				· · · · · · · · · · · · · · · · · · ·			
Development Services	0	0	20,000	20,000	20,000	20,000	20,000
Environmental Remediation	10,709	8,869	12,156	6,298	115,092	115,092	218,028
Facilities Services Fund	12,295	50,203	50,000	0	0	0	(
Fire Bureau	136	109,922	25,000	0	25,000	25,000	25,000
Golf Fund	60,834	1,997	0	0	0	0	(
Housing & Community Devel Fund	0	0	40,000	40,000	0	0	(
Housing & Community Development	40,011	6,595	0	0	0	0	105.00
Parks Bureau	97,391	92,474	115,000	100,000	125,000	125,000	125,000
Parks Capital Const & Maint Fund	13,286	78,231	50,000	31,152	0	0	C

FUND SUMMARY

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Portland International Raceway	75,000	64,462	5,975	5,975	0	0	0
Solid Waste Management Fund	9,063	15,037	10,433	12,352	11,910	11,910	11,910
Technology Services Fund	0	0	14,326	14,326	21,000	21,000	21,000
Transportation	424,105	543,382	1,250,524	453,531	1,045,907	1,045,907	1,045,907
Water Bureau	160,570	311,490	338,500	171,531	280,000	280,000	280,000
	903,400	1,282,662	1,931,914	855,165	1,643,909	1,643,909	1,746,845
Intra-Fund Service Reimbursement	0	2,701,795	4,230,043	3,955,343	3,549,846	3,656,358	3,553,422
Total Internal Revenues	118,749,545	155,590,223	159,382,377	166,085,926	148,982,761	149,182,198	149,182,198
Beginning Fund Balance	50,852,966	40,468,073	33,322,680	33,907,593	28,073,568	28,073,568	28,073,568
TOTAL RESOURCES	\$ 332,777,590	\$ 373,068,828	\$ 383,998,275	\$ 387,760,486	\$ 371,886,788	\$ 371,714,534	\$ 371,714,534
REQUIREMENTS							
Bureau Expenses							-
Personal Services	35,716,563	36,029,388	40,105,474	37,678,052	39,405,855	39,651,374	39,629,510
External Materials and Services	30,049,642	33,648,292	42,415,904	36,406,590	32,088,904	31,782,829	31,762,829
Internal Materials and Services							
City Fleet Services Fund	389,262	384,391	400,578	373,147	403,465	403,465	403,465
Communications Services	753,439	1,297,467	1,716,810	1,591,051	0	0	0
Facilities Services	1,397,626	1,938,005	1,735,260	1,488,277	1,684,851	1,684,851	1,684,851
Insurance	751,365	862,312	967,796	967,796	903,270	903,270	903,270
Printing & Distribution	493,549	481,174	547,741	484,158	503,864	503,864	503,864
Technology Services Fund	1,557,254	1,730,565	1,630,379	1,682,278	3,037,507	3,037,507	3,037,507
City Attorney	189,217	196,481	205,469	205,469	213,071	213,071	213,071
City Auditor	200	0	1,000	1,000	1,000	1,000	1,000
Commissioner of Public Affairs	26,389	28,869	38,649		0	0	0
Development Services	43,407	43,377	73,536		47,333	47,333	47,333
Fire Bureau	5,000	0	10,000	0	10,000	10,000	10,000
Government Relations	14,700	14,700	17,755		18,643	18,643	18,643
Mayor	0	0	4,519		0	0	0
Neighborhood Involvement	464,272	391,193	425,878	326,557	382,943	416,943	416,943
Office of Management & Finance	917,936	987,269	827,942		778,197	678,197	678,197
Parking Facilities	61,777	26,123	16,080		28,920	28,920	28,920
Parks Bureau	697,693	522,606	799,481	598,574		547,993	547,993
Parks Capital Const & Maint Fund	103,070	59,954	52,554		85,000	85,000	85,000
Planning Bureau	412,867	440,000	0	_	•	,	16,000
Police Bureau	2,129	0	8,000		_		0
Special Appropriations	4,485	57,221	35,228			,	35,228
Sustainable Development	36,000	52,100	252,500				247,500
Technology Services Fund	610,549	0	0	•	•	ŭ	0
Transportation	14,363,358	14,535,780	16,176,128				16,144,306
Utility Billing System	0	754,582	2,326,707		2,461,579	2,461,579	2,461,579
Utility Customer Svcs	0	0	2,700,097		-,,	6,483,922	6,496,387
Water Bureau	8,959,421	7,337,389	5,203,844				1,004,365
Same Fund Services	0	2,701,796	4,230,043				3,553,422
	32,254,965	34,843,354	40,403,974				
Capital Outlay	86,446,041	119,870,196	121,355,531	125,183,996	111,729,199	111,729,199	111,729,199

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Equipment Cash Transfers							
Printing & Distribution	41,000	0	25,700	11,400	25,000	0	25,000
	41,000	0	25,700	11,400	25,000	0	25,000
Minor Equipment Transfers							
Communications Services	7,598	0	0	0	0	0	C
Printing & Distribution	0	1,000	0	0	0	0	(
	7,598	1,000	0	0	0	0	C
Total Bureau Expenses	184,515,809	224,392,230	244,306,583	237,562,724	221,925,091	221,689,781	221,685,382
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	14,089,814	0	7,900,539	7,811,055	8,015,454
Compensation Adjustment	0	0	610,357	0	558,350	558,350	558,350
	0	0	14,700,171	0	8,458,889	8,369,405	8,573,804
General Fund Overhead	2,499,076	2,155,115	2,610,483	2,610,483	2,784,873	2,687,815	2,687,815
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	275,598	275,598
Environmental Remediation Fund	0	0	1,280,000	1,280,000	2,837,824	2,811,824	2,611,824
General Fund	11,885,708	11,538,268	13,054,608	12,529,042	12,809,321	12,809,321	12,809,32
LID Construction Fund	35,024	41,095	45,612	45,612	46,633	46,633	46,633
Parks Capital Const & Maint Fund	0	0	400,000	0	0	0	(
Pension Debt Redemption Fund	0	0	0	1,454,294	2,004,536	2,004,536	2,004,536
Sewage Disposal Debt Redemption	61,441,948	66,725,899	72,856,524	69,666,686	84,028,661	84,028,661	84,028,661
Sewer System Construction Fund	25,000,000	25,000,000	27,100,000	27,500,000	27,945,616	27,945,616	27,945,616
Sewer System Rate Stabilization	5,175,000	9,187,215	6,100,000	5,550,000	8,825,341	8,825,341	8,825,341
	103,537,680	112,492,477	120,836,744	118,025,634	138,497,932	138,747,530	138,547,530
Debt Retirement	1,756,952	121,413	1,544,294	1,488,077	220,003	220,003	220,003
Ending Balance							
Unappropriated Ending Balance	40,468,073	33,907,593	0	28,073,568	0	0	(
	40,468,073	33,907,593	0	28,073,568	0	0	(
Total Fund Requirements	148,261,781	148,676,598	139,691,692	150,197,762	149,961,697	150,024,753	150,029,152
OTAL REQUIREMENTS	\$ 332,777,590	\$ 373,068,828	\$ 383,998,275	\$ 387,760,486	\$ 371,886,788	\$ 371,714,534	\$ 371,714,534

The purpose of the Sewer System Operating Fund is to account for revenues and expenses associated with the development, maintenance, and operation of the City's sanitary sewer and storm drainage system.

The Bureau of Environmental Services' (BES) activities are supported through sewer and drainage charges, wholesale contract revenues from other governmental jurisdictions, reimbursements for services provided to other bureaus, and reimbursements from the Sewer System Construction Fund for capital expenses incurred directly by the Sewer System Operating Fund.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

Resources

The beginning fund balance for the FY 2005-06 Adopted Budget is projected to be \$28.1 million.

Rates, Charges, and Interest

Sewer rate revenues of \$182.3 million are the largest source of revenue.

Public Works utility charges, which include sewer rate revenues, connection charges, wholesale contract revenues, and other miscellaneous charges, are forecast to increase to about \$191.8 million for FY 2005-06. Sewer rate revenues, budgeted at approximately \$182.3 million, are based on the following assumptions: an average single family residential bill increase of 5.9%, an increase of 0.5% in the number of customer accounts, and a 1.5-2.0% decrease in forecast usage per customer. Connection charge receipts are projected to be \$5.6 million in FY 2005-06. Interest on investments is projected to be \$626,554 for the Adopted Budget.

Interfund Cash Transfers and Service Reimbursements

Interfund (interbureau) cash transfers are forecast at approximately \$142.8 million for FY 2005-06. Interfund service reimbursements are budgeted at more than \$1.7 million.

Internal Revenues: Major changes compared to the FY 2004-05 Revised Budget include:

- Transfers from the Sewer System Construction Fund are \$21.9 million lower than such transfers in the current year's revised budget. This reflects a decrease in the bureau's infrastructure expenditures for Westside Combined Sewer Overflow (CSO) Tunnel construction in FY 2005-06.
- Transfers from the Federal Grants Fund are \$1.1 million versus a \$2.1 million revised appropriation for the current year. The current year's funds provide resources from a \$1.25 million Environmental Protection Agency (EPA) grant for Innovative Wet Weather projects. FY 2005-06 reflects the continuation of these stormwater abatement activities.
- Transfers from the General Fund of \$352,056 contribute funding for the City's Endangered Species Act (ESA) program. The program transferred to BES from the Bureau of Planning in FY 2004-05 to facilitate coordination and enhance operational efficiencies between the ESA and BES's watershed programs. Other City bureaus Water, Transportation, and Development Services and the Portland Development Commission contribute another \$354,000 to support the program.

Requirements

Personal Services

Personal services are budgeted to decrease 1.2% over the current year's Revised Budget. The decrease is due to the reduction of 9.5 operating FTEs and the transfer of five positions to the Environmental Remediation Fund.

Seven technical positions were eliminated, one management and one clerical positions were cut, and one position was reduced to half-time. Two FTEs were added, one for operational support for the Swan Island Pump Station and another (a limited term position) was extended to administer the Innovative Wet Weather Grant. Another two FTEs were restored from Current Appropriation Level (CAL) reductions in the Approved Budget, both in the Watershed Management program.

Materials and Services

The external materials and services budget has decreased because of CIP shifts from planning and design to construction activities.

External materials and services are budgeted at \$31.8 million for FY 2005-06, compared to the FY 2004-05 revised appropriation of \$42.4 million. Some of the changes include:

- Capital Improvement Program (CIP) expenditures are \$928,000 lower due to the shift of spending from design to capital infrastructure for the Eastside Tunnel and Westside Tunnel and Pump Station projects.
- The operating budget reflects the shift of the Portland Harbor Superfund Program to the Environmental Remediation Fund. This shift is responsible for \$3.5 million of the reduction. Other operating reductions are across program lines.

Internal materials and services expenditures are budgeted to decrease \$1.9 million or 4.6%.

For FY 2005-06, cost increases for services from other bureaus are due to the restructuring of the Water Bureau Customer Services activities into the Office of Management and Finance.

Capital Outlay

Capital outlay is budgeted at \$111.7 million in FY 2005-06 versus about \$121.4 million of FY 2004-05 revised appropriations. This change reflects the bureau's continued infrastructure expenditures associated with the Westside CSO Tunnel and Pump Station project and the Eastside Tunnel project starting construction activities. Another \$1.3 million reduction is attributable to lower capital equipment requirements in FY 2005-06 related to Bureau of Maintenance equipment and vehicle replacement.

Cash Transfers

Cash transfers to other funds are budgeted at \$138.5 million for FY 2005-06. Reasons for the change from FY 2004-05 revised appropriations of \$120.8 million include:

- Transfers to the Sewer System Construction Fund are budgeted at \$27.9 million in the FY 2005-06 Adopted Budget, a \$845,616 increase from the current year revised budget.
- Transfers to the Sewer System Debt Redemption Fund are budgeted in FY 2005-06 at \$84.0 million, a \$11.2 million increase due to the revenue bond sale in November 2004.
- Transfers to the General Fund for utility license fees are forecast to be \$12.8 million for FY 2005-06, versus \$13.1 million in the revised appropriation for the current year. The fee is based on a charge of 7.5% of eligible sewer rate revenues and is capped.

- Transfers to the Pension Debt Redemption Fund are budgeted at \$2.0 million, an increase of \$0.5 million over current levels, representing BES's contribution to additional requirements for employee pension retirement obligations. The current appropriation of \$1,454,294 is included in debt retirement, a budget adjustment implemented this spring.
- Transfers to the Sewer System Rate Stabilization Fund are budgeted at \$8.8 million for FY 2005-06, compared to \$6.1 million in the FY 2004-05 Revised Budget. After submitting its initial Requested Budget, BES was informed that a permanent upward revision to the healthcare component of personal services costs would be necessary beginning in FY 2006-07, when the City's healthcare reserve will be depleted. BES made permanent reductions of over \$825,000 to the Proposed Budget to offset these higher costs without having to increase sewer and stormwater user charges. These reductions will be taken a year in advance of the cost increase, with the cost reduction offset in FY 2005-06 by additional transfers from the Sewer System Operating Fund to the Sewer System Rate Stabilization Fund. The transfer will then be reversed in subsequent years, along with the continuing reduction, to offset the rate impacts of the increase in healthcare expenditures.

Contingency

General operating contingency is budgeted at \$8.0 million, while the compensation adjustment contingency is budgeted at \$558,350.

	F	Actual Y 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues								
Bond and Note Sales		0	0	0	0	0	3,200,000	3,200,000
Interest Earned	_	113,109	109,622	630,528	323,538	971,927	1,025,927	1,025,927
		113,109	109,622	630,528	323,538	971,927	4,225,927	4,225,927
Total External Revenues		113,109	109,622	630,528	323,538	971,927	4,225,927	4,225,927
Internal Revenues								
Other Cash Transfers Sewer System Operating Fund		5,175,000	9,187,215	6,100,000	5,550,000	8,825,341	8,825,341	8,825,341
	- 5	5,175,000	9,187,215	6,100,000	5,550,000	8,825,341	8,825,341	8,825,341
Total Internal Revenues	_	5,175,000	9,187,215	6,100,000	5,550,000	8,825,341	8,825,341	8,825,341
Beginning Fund Balance		3,028,123	8,316,232	14,768,355	17,250,854	23,124,392	23,124,392	19,924,392
TOTAL RESOURCES	\$	8,316,232 \$	17,613,069 \$	21,498,883	\$ 23,124,392 \$	32,921,660	36,175,660 \$	32,975,660
REQUIREMENTS Bureau Expenses External Materials and Services		0	0	3,200,000	3,200,000	0	0	0
Total Bureau Expenses		0	0	3,200,000	3,200,000	0	0	0
Fund Requirements				, , , , , , , , , , , , , , , , , , , ,	.,,			
General Operating Contingency General Operating Contingency		0	0	18,298,883	0	27,646,660	30,900,660	27,700,660
3		0	0	18,298,883	0	27,646,660	30,900,660	27,700,660
Fund Cash Transfers		0	200 015	0	0	5.075.000		, ,
Sewer System Operating Fund	-	0	362,215			5,275,000	5,275,000	5,275,000
		0	362,215	0	0	5,275,000	5,275,000	5,275,000
Ending Balance Unappropriated Ending Balance		8,316,232	17,250,854	0	19,924,392	0	0	0
		8,316,232	17,250,854	0	19,924,392	0	0	0
Total Fund Requirements		8,316,232	17,613,069	18,298,883	19,924,392	32,921,660	36,175,660	32,975,660
TOTAL REQUIREMENTS	\$	8,316.232 \$	17,613,069 \$	21,498,883	\$ 23,124,392 \$	32,921,660 \$	36,175,660	32,975,660

The Sewer System Rate Stabilization Fund was created in 1987 to enable the Bureau of Environmental Services to smooth forecast rate increases by managing fluctuations in sewer system revenues over several years.

To calculate debt service coverage ratios, the bureau's master bond ordinance allows Sewer System Operating Fund transfers to this fund to be treated as operating revenues; similarly, transfers to the Sewer System Operating Fund from this fund are treated as operating expenditures.

Fund balances were built up through FY 1996-97 and drawn down through FY 2001-02 for purposes of smoothing annual rate increases. Since then and through FY 2009-10, transfers in from the Sewer System Operating Fund will build the fund balance in order to offset future rate increases associated with construction of the Eastside Combined Sewer Overflow (CSO) tunnel.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

Resources

The beginning fund balance for the FY 2005-06 Adopted Budget is estimated to be \$19.9 million. Cash transfers from the Sewer System Operating Fund are budgeted at \$8.8 million, representing a period of rebuilding fund balances. Interest on investment of \$1.0 million is predicted to increase from prior years as the fund balance is replenished and interest rates rise to the 2.5% assumed for FY 2005-06.

In FY 2004-05, the Sewer System Rate Stabilization Fund loaned the Portland Department of Transportation (PDOT) \$3.2 million for the purchase of three street cars. This \$3.2 million loan is a bridge financing to be repaid July, 2005. TriMet will provide the funds to PDOT for repayment. This financing was arranged to hedge against the dollar losing value to the Euro. Based on the exchange rates between the dollar and the Euro, it was financially advantageous to finance the purchase of the streetcar in advance. The streetcars are being manufactured in the Czech Republic.

After submitting its initial Requested Budget, BES was informed that a permanent upward revision to the healthcare component of personal services costs would be necessary beginning in FY 2006-07, when the City's healthcare reserve will be depleted.

The bureau made over \$825,000 of permanent reductions to the Requested Budget to offset these higher costs without having to increase sewer and stormwater user charges.

These reductions are taken a year in advance of the cost increase, with the cost reduction offset in FY 2005-06 by additional transfers from the Sewer System Operating Fund to the Sewer System Rate Stabilization Fund. The transfer will then be reversed in subsequent years, along with the continuing reduction, to offset the rate impacts of the increase in health care expenditures.

Requirements

The estimated ending fund balance (shown as contingency) will reach over \$27.7 million, up from a low of \$3 million in FY 2001-02, but down from a high of \$29.3 million in FY 1995-96.

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	F	Actual Y 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues								
Collection of Assessment Interest Earned		3,524 592	0	0	0	0	0	0
Loan Repayments		592 61,749	2,774 58,394	4,000 155,000	1,020 0	2,000 0	2,000	2,000
Loan Hepayments	_	65,865	61,168	159,000	1,020	2,000	2,000	2,000
Total External Revenues	-	65,865	61,168	159,000	1,020	2,000	2,000	2,000
Internal Revenues		00,000	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	.,020			
Other Cash Transfers								
Sewer Revolving Loan	-	0	1,205,000	0	0	0	0	0
		0	1,205,000	0	0	0	0	0
Total Internal Revenues	_	0	1,205,000	0	0	0	0	0
Beginning Fund Balance		1,055,867	1,121,732	927,258	988,426	989,446	989,446	989,446
TOTAL RESOURCES	\$	1,121,732 \$	2,387,900	1,086,258	\$ 989,446	\$ 991,446	991,446	991,446
REQUIREMENTS								
Bureau Expenses								
External Materials and Services		0	1,399,474	0	0	0	0	0
Total Bureau Expenses		0	1,399,474	0	0	0	0	0
Fund Requirements					- V			
General Operating Contingency General Operating Contingency		0	0	1,086,258	0	991,446	991,446	991,446
		0	0	1,086,258	0	991,446	991,446	991,446
Ending Balance								
Unappropriated Ending Balance		1,121,732	988,426	0	989,446	0	0	0
		1,121,732	988,426	0	989,446	0	0	0
Total Fund Requirements		1,121,732	988,426	1,086,258	989,446	991,446	991,446	991,446
TOTAL REQUIREMENTS	\$	1,121,732 \$	2,387,900	1,086,258	\$ 989,446	\$ 991,446 \$	991,446	991,446
LINE ITEM DETAIL - AU 221 Materials and Services								
External Materials and Services								
545000 Interest		0	322,389	0	0	0	0	0
549000 Miscellaneous		0	1,077,085	0	0	0	0	0
Total External Materials and Services	_	0	1,399,474	0	0	0	0	0
Total Materials and Services		0	1,399,474	0	0	0	0	0
TOTAL Bureau Expenses	\$	0 \$	1,399,474	0	\$ 0	\$ 0 5	0 \$	0

FUND OVERVIEW

This fund was established in 1987 for the deposit of monies from the State Assessment Deferral Loan Fund, managed by the Oregon Department of Environmental Quality (DEQ). Monies in the fund were used to make loans to low-income homeowners within the boundaries of the Mid-County Sewer project who qualified for participation in the Safety Net program. Repayment of safety net assessment loans are deferred until the property ownership changes or the property owner no longer qualifies.

No loans from the State Assessment Deferral Loan Fund have been made since July 1996 because the volume of loan applications was not sufficient to justify the administrative costs associated with the DEQ loan agreements. The beginning fund balance represents outstanding loan receivables due to DEQ when collected. The budgeted requirements of the fund are payments to DEQ based upon estimated loan repayment collections.

Managing Agency

Bureau of Environmental Services (BES)

CHANGES FROM PRIOR YEAR

The bureau discontinued use of the DEQ loans in FY 1992-93 due to the high costs of administration and reporting. Since then, BES has financed new assessment deferral loans internally.

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Licenses and Permits							
Other Permits	3,600	3,660	3,600	3,600	3,600	3,600	3,600
Public Utility Licenses	1,680,902	1,697,402	1,675,061	1,661,785	1,691,619	1,691,619	1,691,619
	1,684,502	1,701,062	1,678,661	1,665,385	1,695,219	1,695,219	1,695,219
Service Charges and Fees							
Miscellaneous	1,393	1,400	0	0	0	0	0
Public Works/Utility Charge	1,048,388	1,221,236	1,013,065	1,087,772	1,038,135	1,038,135	1,038,135
Rents and Reimbursements	0	7,122	7,239	7,239	7,239	7,239	7,239
	1,049,781	1,229,758	1,020,304	1,095,011	1,045,374	1,045,374	1,045,374
Local Sources							
Local Cost Sharing	394,653	327,078	402,924	376,294	323,750	323,750	323,750
	394,653	327,078	402,924	376,294	323,750	323,750	323,750
Miscellaneous Revenues							
Interest Earned	72,729	41,399	45,411	45,411	62,476	62,476	62,476
Other Miscellaneous	4,096	12,619	4,500	9,500	7,400	7,400	7,400
	76,825	54,018	49,911	54,911	69,876	69,876	69,876
Total External Revenues	3,205,761	3,311,916	3,151,800	3,191,601	3,134,219	3,134,219	3,134,219
Internal Revenues							
Other Cash Transfers							
City Fleet Services Fund	0	11,010	0	0	0	0	0
•	0	11,010	0	0	0	0	0
Federal Grants Transfers	18,000	22,000	24,470	19,000	0	0	(
Interfund Service Reimbursements	10,000	22,000	24,470	10,000	Ü	Ü	
Sustainable Development	0	0	48.073	48.073	51.877	51.877	51.877
Water Bureau	0	0	10,000	10,000	10,000	10,000	10,000
	0	0	58,073	58,073	61,877	61,877	61,877
Total Internal Revenues	18.000	33,010	82,543	77,073	61,877	61,877	61,877
Beginning Fund Balance	3,280,433	3,022,550	2,555,889	3,132,785	2,749,355	2,749,355	2,749,355
TOTAL RESOURCES	\$ 6,504,194		5,790,232			5,945,451 \$	
	Ψ 0,304,134	Ψ 0,507,470 Ψ	3,730,232	Ψ 0, 1 01,100 Ψ	J,545,451 W	J,545,451 W	3,343,431
REQUIREMENTS							
Bureau Expenses							
Personal Services	718,977	714,477	898,361	862,418	922,107	922,107	922,107
External Materials and Services	1,286,152	1,163,882	1,416,700	1,225,457	950,220	950,220	950,220
Internal Materials and Services	5.400	0.050	0.045	0.045	0.004	0.004	0.004
City Fleet Services Fund	5,100	2,656	2,245 19,033	2,245	2,031 0	2,031	2,031 0
Communications Services	16,368	18,038	19,033	17,533 0	0	0	(
Facilities Services	117	1 707			U	U	(
Facilities Services	117 15 918	1,794 16,257	•	•	13 346	•	13 3/6
Insurance	15,918	16,257	13,366	13,366	13,346 170,532	13,346	
			•	•	13,346 170,532 53,172	•	13,346 170,532 53,172

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Development Services	50,000	0	0	0	0	0	0
Environmental Services	9,063	15,037	10,433	0	11,910	11,910	11,910
Neighborhood Involvement	29,770	71,492	89,992	0	84,992	84,992	84,992
Office of Management & Finance	10,818	11,552	13,540	0	12,421	12,421	12,421
Special Appropriations	52	504	189	0	0	189	189
Sustainable Development	231,586	192,510	223,279	331,444	266,849	266,849	266,849
Transportation	3,832	7,114	3,500	0	3,500	3,500	3,500
	530,375	489,899	568,670	528,918	619,953	620,142	620,142
Equipment Cash Transfers							
Printing & Distribution	0	3,080	0	0	0	0	0
	0	3,080	0	0	0	0	0
Total Bureau Expenses	2,535,504	2,371,338	2,883,731	2,616,793	2,492,280	2,492,469	2,492,469
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	1,822,473	0	2,566,281	2,609,356	2,609,356
Compensation Adjustment	0	0	17,624	0	18,433	18,433	18,433
	0	0	1,840,097	0	2,584,714	2,627,789	2,627,789
General Fund Overhead	153,869	159,957	38,230	127,140	130,073	82,599	82,599
Fund Cash Transfers		_		_			
Campaign Finance Fund	0	0	0	0	0	4,210	4,210
Development Services Fund	143,562	0	0	0	0	0	0
General Fund	620,741	697,187	999,892	879,889	699,402	699,402	699,402
Pension Debt Redemption Fund	0	0	0	28,282	38,982	38,982	38,982
	764,303	697,187	999,892	908,171	738,384	742,594	742,594
Debt Retirement	27,968	6,209	28,282	0	0	0	0
Ending Balance Unappropriated Ending Balance	3,022,550	3,132,785	0	2,749,355	0	0	0
	3,022,550	3,132,785	0	2,749,355	0	0	0
Total Fund Requirements	3,968,690	3,996,138	2,906,501	3,784,666	3,453,171	3,452,982	3,452,982
TOTAL REQUIREMENTS	\$ 6,504,194	\$ 6,367,476	\$ 5,790,232	\$ 6,401,459	\$ 5,945,451	\$ 5,945,451	5,945,451

The Solid Waste Management Fund accounts for expenses and revenues associated with the City's oversight of solid waste collection activities in Portland, and the City's efforts to reduce the amount of solid waste through recycling and waste reduction.

The fund supports the two Office of Sustainable Development (OSD) programs of Solid Waste and Recycling and Training, Education and Outreach. The fund also supports the City's Public Trash Can program and the Office of Neighborhood Involvement's Nuisance Abatement program.

Revenue sources for the Solid Waste Management Fund include residential franchise fees, commercial tonnage and permit fees, and grants.

- Residential franchise fees are set at 5% of total revenues.
- Commercial tonnage fees are set at \$3.80/ton for garbage disposal.

Managing Agency

Office of Sustainable Development

CHANGES FROM PRIOR YEAR

Beginning Fund Balance

The beginning fund balance for the FY 2005-06 Adopted Budget is \$2,749,355, which is \$156,000 more than anticipated in the fund's five-year plan. The increase is primarily due to delays in implementation of projects funded by the Green Incentive Fund within OSD's Technical and Financial Services program.

Requirements

Food Composting Program

The Solid Waste and Recycling Operations program includes an additional \$120,000 in the Adopted Budget for the food composting program. OSD will target large producers of food waste such as large grocers, hospitals, cafeterias, produce wholesalers, food manufacturers, and restaurants. OSD will provide training to employees in these organizations, as well as provide flyers, stickers, and recycling roll carts for the compostables.

Public Trash Cans

OSD has reduced the cost to support the Public Trash Can program from \$230,000 to \$172,000 in the Adopted Budget. This action is a result of a comprehensive review of the program and its costs during 2004.

Washington County Supply Bond Redemption Fund -

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	F	Actual Y 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Service Charges and Fees Public Works/Utility Charge		1,706,593	1,778,587	155,182	152,596	0	0	0
		1,706,593	1,778,587	155,182	152,596	0	0	0
Local Sources								
Local Cost Sharing		163,078	84,008	0	0	0	0	0
		163,078	84,008	0	0	0	0	0
Miscellaneous Revenues								
Interest Earned		1,870	764	0	1,065	0	0	0
		1,870	764	0	1,065	0	0	0
Total External Revenues		1,871,541	1,863,359	155,182	153,661	0	0	0
Internal Revenues								
Other Cash Transfers Water Fund		203,419	195,935	202,455	200,305	0	0	0
		203,419	195,935	202,455	200,305	0	0	0
Total Internal Revenues	-	203,419	195,935	202,455	200,305	0	0	0
Beginning Fund Balance		1,602,365	1,643,140	1,666,913	1,670,584	0	0	0
TOTAL RESOURCES	\$	3,677,325 \$	3,702,434 \$	2,024,550	\$ 2,024,550	\$ 0	\$ 0	\$ 0
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		2,034,185	2,031,850	2,024,550	2,024,550	0	0	0
Ending Balance Unappropriated Ending Balance		1,643,140	1,670,584	0	0	0	0	0
	-	1,643,140	1,670,584	0	0	0	0	0
Total Fund Requirements	-	3,677,325	3,702,434	2,024,550	2,024,550	0	0	0
TOTAL REQUIREMENTS	\$	3,677,325 \$	3,702,434 \$	2,024,550	\$ 2,024,550	\$ 0	\$ 0	\$ 0

FUND OVERVIEW

The Washington County Supply Bond Redemption Fund was established to pay the debt service for a special bond issue that financed the Washington County Gravity Supply Line. Under the terms of the contract, two wholesale water distributors are responsible for 90% of the debt service on that issue, while the City of Portland pays the remaining 10%. Debt service terminated in August 2004, and the fund was closed effective June 30, 2005.

Managing Agency

Bureau of Water Works

V	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Bond and Note Sales	0	64,262,663	0	0	0	0	
Interest Earned	5,742	2,158	0	3,320	0	0	
	5,742	64,264,821	0	3,320	0	0	C
Total External Revenues	5,742	64,264,821	0	3,320	0	0	C
Internal Revenues							
Other Cash Transfers							
Water Construction Fund	256,585	466,012	443,161	318,161	1,082,539	1,087,615	1,090,621
Water Fund	26,037,673	8,349,844	13,402,120	13,021,643	13,156,118	13,161,618	13,163,854
	26,294,258	8,815,856	13,845,281	13,339,804	14,238,657	14,249,233	14,254,475
Total Internal Revenues	26,294,258	8,815,856	13,845,281	13,339,804	14,238,657	14,249,233	14,254,475
Beginning Fund Balance	3,705	9,449	0	11,608	0	0	0
TOTAL RESOURCES	\$ 26,303,705	\$ 73,090,126 \$	13,845,281	13,354,732	14,238,657	14,249,233	14,254,475
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	26,294,256	73,078,518	13,845,281	13,354,732	14,238,657	14,249,233	14,254,475
Ending Balance							
Unappropriated Ending Balance	9,449	11,608	0	0	0	0	0
	9,449	11,608	0	0	0	0	0
Total Fund Requirements	26,303,705	73,090,126	13,845,281	13,354,732	14,238,657	14,249,233	14,254,475
TOTAL REQUIREMENTS	\$ 26,303,705	\$ 73,090,126 \$	13,845,281	13,354,732	14,238,657	14,249,233	14,254,475

The Water Bond Sinking Fund provides for repayment of bonded debt and interest on debt. The primary resource to this fund in FY 2005-06 is a transfer from the Water Fund of \$13.2 million. The Water Construction Fund also provides a \$1.1 million transfer of interest earnings on bond proceeds in FY 2005-06.

Managing Agency Bureau of Water Works

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+
General Obligation Water Refund-						
ing Bonds, 2004 Series C						
06/09/2004 - Due 10/1	7,640,000					
		2005/06	55,000	3.00%	234,825	289,8
		2006/07	1,405,000	3.00%	212,925	1,617,9
		2007/08	1,450,000	3.00%	170,100	1,620,1
		2008/09	1,495,000	3.00%	125,925	1,620,9
		2009/10	1,545,000	3.20%	78,780	1,623,7
		2010/11	1,590,000	3.40%	27,030	1,617,0
		TOTAL	7,540,000		849,585	8,389,5
Water System Revenue Bonds, 1997 Series A						
11/15/1997 - Due 08/01	30,000,000					
		2005/06	950,000	4.75%	1,195,563	2,145,
		2006/07	1,000,000	4.75%	1,149,250	2,149,2
		2007/08	1,050,000	5.00%	1,099,250	2,149,2
		2008/09	1,100,000	5.00%	1,045,500	2,145,
		2009/10	1,160,000	5.00%	989,000	2,149,0
		2010/11	1,220,000	5.00%	929,500	2,149,
		2011/12	1,280,000	5.00%	867,000	2,147,0
	£:	2012/13	1,350,000	5.00%	801,250	2,151,2
		2013/14	1,410,000	5.00%	732,250	2,142,2
		2014/15	1,490,000	5.00%	659,750	2,149,7
		2015/16	1,560,000	5.00%	583,500	2,143,5
		2016/17	5,310,000	5.00%	411,750	5,721,7
		2017/18 TOTAL	5,580,000 24,460,000	5.00%	139,500 10,603,063	5,719,5 35,063,0
Water System Revenue Bonds, 2000 Series A						
03/15/2000 - Due 08/01	35,000,000					
		2005/06	590,000	5.00%	1,745,868	2,335,8
		2006/07	620,000	5.00%	1,715,618	2,335,6
		2007/08	650,000	5.00%	1,683,868	2,333,8
		2008/09	690,000	5.00%	1,650,368	2,340,3
		2009/10	720,000	5.00%	1,615,118	2,335,1
		2010/11	760,000	5.00%	1,578,118	2,338,1
		2011/12	800,000	5.00%	1,539,118	2,339,1
		2012/13	840,000	5.13%	1,497,593	2,337,5
		2013/14	890,000 930,000	5.20%	1,452,928	2,342,9
		2014/15		5.25%	1,405,375	2,335,3
		2015/16 2016/17	990,000 1,040,000	5.25% 5.25%	1,354,975 1,301,688	2,344,9 2,341,6
		2017/18	1,090,000	5.25%	1,245,775	2,341,0
		2017/18	7,030,000	5.38%	1,028,231	8,058,2
		2019/20	7,420,000	5.50%	635,250	8,055,2
		2020/21	7,840,000	5.50%	215,600	8,055,6
		TOTAL	32,900,000		21,665,486	54,565,4
Vater System Revenue Refund- ng Bonds, 2004 Series A						
05/06/04 - Due 10/1	29,900,000					
23. 23. 31 233 10/1	20,000,000	2005/06	2,025,000	3.00%	1,294,700	3,319,7
		2006/07	2,100,000	5.00%	1,211,825	3,311,8
		2007/08	2,215,000	5.00%	1,103,950	3,318,9
		2008/09	2,330,000	5.00%	990,325	3,320,3
		2009/10	2,445,000	5.00%	870,950	3,315,9
		2010/11	2,570,000	5.00%	745,575	3,315,5
		2011/12	2,705,000	5.00%	613,700	3,318,7
		2012/13	2,830,000	4.50%	482,400	3,312,4
		2013/14	2,965,000	4.50%	352,013	3,317,0
		2013/14	2,000,000	4.0070	002,010	0,017,0

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2015/16	3,240,000	4.50%	72,900	3,312,90
		TOTAL	28,525,000	4.50 /6	7,953,888	36,478,88
Matau Carta na Barrana Barrata		101112	20,020,000		7,000,000	55, 5,55
Water System Revenue Bonds, 2004 Series B						
05/06/04 - Due 10/1	61 000 000			G		
05/06/04 - Due 10/1	61,900,000	2005/06	1,940,000	5.00%	2,792,800	4,732,80
		2006/07	2,040,000	5.00%	2,693,300	4,733,30
		2007/08	2,150,000	5.00%	2,588,550	4,738,5
		2008/09	2,260,000	5.00%	2,478,300	4,738,30
	t	2009/10	2,380,000	5.00%	2,362,300	4,742,30
		2010/11	2,500,000	5.00%	2,240,300	4,740,30
		2011/12	2,630,000	5.00%	2,112,050	4,742,0
		2012/13	2,760,000	5.00%	1,977,300	4,737,3
		2013/14	2,900,000	5.00%	1,835,800	4,735,8
		2014/15	3,040,000	4.00%	1,702,500	4,742,5
		2015/16	3,160,000	4.00%	1,578,500	4,738,50
		2016/17	3,310,000	5.00%	1,432,550	4,742,5
		2017/18 2018/19	3,480,000 3,650,000	5.00% 4.75%	1,262,800	4,742,8
		2019/20	3,830,000	4.75%	1,089,113 911,463	4,739,1 4,741,4
		2020/21	4,010,000	4.50%	730,275	4,740,2
16		2021/22	4,190,000	4.50%	545,775	4,735,7
		2022/23	4,400,000	5.00%	341,500	4,741,50
		2023/24	4,630,000	5.00%	115,750	4,745,7
		TOTAL	59,260,000		30,790,925	90,050,92
Projected - 2005 Water System Revenue Bonds						
N/A	N/A					
		2005/06			1,428,515	1,428,5
		TOTAL	2		1,428,515	1,428,5
TOTAL - Water System Revenue Bonds						
Johns	156 900 000					
	156,800,000	2005/06	5,505,000		8,457,445	13,962,4
		2006/07	5,760,000		6,769,993	12,529,9
		2007/08	6,065,000		6,475,618	12,540,6
		2008/09	6,380,000		6,164,493	12,544,4
		2009/10	6,705,000		5,837,368	12,542,3
		2010/11	7,050,000		5,493,493	12,543,4
		2011/12	7,415,000		5,131,868	12,546,8
		2012/13	7,780,000		4,758,543	12,538,5
		2013/14	8,165,000		4,372,990	12,537,9
		2014/15	8,560,000		3,983,175	12,543,1
		2015/16	8,950,000		3,589,875	12,539,8
		2016/17	9,660,000		3,145,988	12,805,9
		2017/18	10,150,000		2,648,075	12,798,0
		2018/19	10,680,000		2,117,344	12,797,3
		2019/20	11,250,000		1,546,713	12,796,7
		2020/21	11,850,000		945,875	12,795,8
		2021/22 2022/23	4,190,000		545,775	4,735,7
			4,400,000 4,630,000	36	341,500 115,750	4,741,50
		2023/24	145,145,000		72,441,876	4,745,75 217,586,8
			170,170,000		72,771,070	217,000,0
Annexed Water Bonds						
		2005/06	2,155	Various	51	2,2
		TOTAL	2,155		51	2,2

COMBINED DEBT SERVICE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
			+-			
	164,440,000					
		2005/06	5,562,155		8,692,321	14,254,470
		2006/07	7,165,000		6,982,918	14,147,91
		2007/08	7,515,000		6,645,718	14,160,71
		2008/09	7,875,000		6,290,418	14,165,41
		2009/10	8,250,000		5,916,148	14,166,14
		2010/11	8,640,000		5,520,523	14,160,52
		2011/12	7,415,000		5,131,868	12,546,86
		2012/13	7,780,000		4,758,543	12,538,54
		2013/14	8,165,000		4,372,990	12,537,99
		2014/15	8,560,000		3,983,175	12,543,17
		2015/16	8,950,000		3,589,875	12,539,87
		2016/17	9,660,000		3,145,988	12,805,98
		2017/18	10,150,000		2,648,075	12,798,07
		2018/19	10,680,000		2,117,344	12,797,34
		2019/20	11,250,000		1,546,713	12,796,71
		2020/21	11,850,000		945,875	12,795,87
		2021/22	4,190,000		545,775	4,735,77
		2022/23	4,400,000		341,500	4,741,50
		2023/24	4,630,000		115,750	4,745,75
TAL FUND DEBT SERVICE			\$ 152,687,155		\$ 73,291,512	\$ 225,978,66

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees			0.074.540				
Public Works/Utility Charge	2,331,285	3,133,299	2,074,516 2,074,516	2,500,000	2,700,000	2,700,000	2,700,000
	2,001,200	0,100,200	2,074,010	2,500,000	2,700,000	2,700,000	2,700,000
Miscellaneous Revenues Bond and Note Sales	18,643,946	40,022,477	16,503,300	0	47,510,000	47,859,000	48,032,000
Interest Earned	261,174	216,579	503,161	378,161	1,237,539	1,242,615	1,245,621
interest Lamed	18,905,120	40,239,056	17,006,461	378,161	48,747,539	49,101,615	49,277,621
Total External Revenues	21,236,405	43,372,355	19,080,977	2,878,161	51,447,539	51,801,615	51,977,621
Internal Revenues		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	_,,,	,,	.,,	.,,
Other Cash Transfers							
Water Fund	15,009,535	14,007,155	18,435,720	16,813,570	20,193,675	19,998,675	19,933,675
	15,009,535	14,007,155	18,435,720	16,813,570	20,193,675	19,998,675	19,933,675
Total Internal Revenues	15,009,535	14,007,155	18,435,720	16,813,570	20,193,675	19,998,675	19,933,675
Beginning Fund Balance	6,814,508	15,939,155	38,142,229	37,974,485	16,441,867	16,441,867	16,441,867
TOTAL RESOURCES	\$ 43,060,448 \$	73,318,665 \$	75,658,926 \$	57,666,216 \$	88,083,081 \$	88,242,157 \$	88,353,163
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	0	44,381	0	0	0	0	0
Total Bureau Expenses	0	44,381	0	0	0	0	0
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	6,952,402	0	7,937,190	7,938,109	7,938,637
	0	0	6,952,402	0	7,937,190	7,938,109	7,938,637
Fund Cash Transfers							
Water Bond Sinking	256,585	466,012	443,161	318,161	1,082,539	1,087,615	1,090,621
Water Fund	26,864,708	34,833,787	45,906,188	40,906,188	51,832,062	51,833,109	51,833,628
	27,121,293	35,299,799	46,349,349	41,224,349	52,914,601	52,920,724	52,924,249
Ending Balance	15 000 155	07.074.405	00 057 175	10 441 007	07.004.000	07.000.004	07.400.077
Unappropriated Ending Balance	15,939,155	37,974,485	22,357,175	16,441,867	27,231,290	27,383,324	27,490,277
	15,939,155	37,974,485	22,357,175	16,441,867	27,231,290	27,383,324	27,490,277
Total Fund Requirements	43,060,448	73,274,284	75,658,926	57,666,216	88,083,081	88,242,157	88,353,163
TOTAL REQUIREMENTS	\$ 43,060,448 \$	73,318,665 \$	75,658,926 \$	57,666,216 \$	88,083,081 \$	88,242,157 \$	88,353,163

The Water Construction Fund is the capital fund of the Water Bureau. This fund pays for capital expenditures for the water system including ongoing capital repair and replacement, enhancements, and large and non-recurring additions to the system.

Resources

Resources, which total \$88.4 million, include the following:

- \$16.4 million of forecasted beginning fund balance
- \$20.0 million transfer from the Water Fund
- \$48.0 million from bond sales
- \$2.7 million in system development charges
- \$1.2 million in interest earnings

Requirements

Requirements, which total \$88.4 million, include the following:

- \$51.8 million transfer to the Water Operating Fund for capital costs
- \$35.4 million in contingency and ending fund balance
- \$1.1 million transfer to the Water Bond Sinking Fund to cover interest earnings on unspent bond proceeds

Managing Agency

Bureau of Water Works

CHANGES FROM PRIOR YEAR

The Water Bureau plans a bond sale for capital improvements in FY 2005-06, consistent with its program of issuing bonds every other year. Proceeds of the bond sale will provide funds for an increase of \$5.9 million in the transfer to the Water Fund to cover capital costs, an increase of \$1 million in contingency, and an increase of \$5.1 million in ending fund balance.

*	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	119,508	163,087	75,000	200,000	75,000	75,000	75,000
Public Works/Utility Charge	63,725,871	75,407,539	76,176,718	74,526,718	83,387,599	81,685,342	81,622,058
Rents and Reimbursements	317,378	380,700	302,670	302,670	313,263	313,263	313,263
*	64,162,757	75,951,326	76,554,388	75,029,388	83,775,862	82,073,605	82,010,321
Local Sources							
Local Cost Sharing	203,712	1,314,511	10,998	10,998	7,871	8,255	8,255
	203,712	1,314,511	10,998	10,998	7,871	8,255	8,255
Miscellaneous Revenues							
Interest Earned	578,867	293,966	193,481	193,481	466,373	466,373	466,373
Other Miscellaneous	10,213,123	450,515	0	0	455,559	2,255,559	2,255,559
Refunds	41,459	81,637	82,080	82,080	84,953	84,953	84,953
Sale of Capital Assets	157,983	93,725	75,600	126,150	0	0	0
Sales Miscellaneous	92,953	130,635	563,274	563,274	127,429	127,429	127,429
	11,084,385	1,050,478	914,435	964,985	1,134,314	2,934,314	2,934,314
Total External Revenues	75,450,854	78,316,315	77,479,821	76,005,371	84,918,047	85,016,174	84,952,890
Internal Revenues							
Other Cash Transfers			.=				
Water Construction Fund	26,864,708	34,833,787	45,906,188	40,906,188	51,832,062	51,833,109	51,833,628
	26,864,708	34,833,787	45,906,188	40,906,188	51,832,062	51,833,109	51,833,628
Federal Grants Transfers	774,965	2,849,568	3,460,464	617,119	3,924,114	3,924,114	3,924,114
Interfund Service Reimbursements	05.754	00.700	0		0		
City Fleet Services Fund	85,751	88,768	0	0	0	0	1 00 1 00
Environmental Services	8,959,422	7,337,389	5,203,844	8,080,587	1,004,365	1,004,365	1,004,365
Facilities Services Fund	39,861	0	0	0	0	0	C
Fire Bureau	1,859	426	2,000	2,000	0	0	C
Housing & Community Devel Fund	910	0	70.776	70.776	_	_	74.011
Hydropower Operating Fund	60,172	52,618	72,776	72,776 0	74,911	74,911 0	74,911 0
Parks Capital Const & Maint Fund Police Bureau	0 14,305	2,488 6,155	39,140 18,000	18,000	0	0	0
Technology Services Fund	14,303	0,133	8,397	18,000	32,076	32,076	32,076
Transportation	224,420	396,365	369,095	206,000	519,675	519,675	519,675
Utility Billing System	0	0	8,100	200,000	0	13,600	13,600
Utility Customer Svcs	0	0	131,612	0	364,283	364,283	371,700
Starty Subtomor Svos	9,386,700	7,884,209	5,852,964	8,379,363	1,995,310	2,008,910	2,016,327
Total Internal Revenues	37,026,373	45,567,564	55,219,616	49,902,670	57,751,486	57,766,133	57,774,069
Beginning Fund Balance	13,746,520	13,685,588	22,337,543	30,388,433	23,710,358	23,710,358	23,710,358
TOTAL RESOURCES						\$ 166,492,665	
		, ,			, , ,		, , , , ,
REQUIREMENTS Bureau Expenses							
Personal Services	35,274,928	35,184,415	37,283,830	37,032,471	34,970,784	34,970,784	34,970,784
External Materials and Services	12,466,787	18,520,379	29,634,566	28,645,340	26,304,806	26,418,365	26,418,365
External materials and Services	12,400,707	10,020,078	20,004,000	20,040,040	20,004,000	20,410,303	20,710,000

FUND SUMMARY

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Internal Materials and Services							
City Fleet Services Fund	1,635,705	1,730,400	1,954,563	1,606,700	1,728,451	1,728,451	1,728,45
Communications Services	1,287,793	1,388,717	1,462,225	0	0	0	
Facilities Services	1,769,866	1,734,318	1,816,189	1,725,633	1,558,725	1,558,725	1,541,21
Insurance	1,130,158	1,131,804	1,023,318	1,105,165	879,704	879,704	879,70
Printing & Distribution	815,023	920,721	700,677	949,207	302,406	302,406	302,40
Technology Services Fund	1,679,319	1,904,051	1,877,275	3,210,109	3,840,514	3,840,514	3,840,5
City Attorney	209,910	215,501	222,563	222,563	230,798	230,798	230,79
BES Internal Services	1,793	17,969	0	0	0	0	
Commissioner of Public Affairs	0	21,910	17,961	17,961	0	0	
Development Services	5,232	5,224	14,210	14,210	4,705	4,705	4,70
Environmental Services	158,777	293,521	338,500	238,500	280,000	280,000	280,0
Fire Bureau	0	75,000	82,000	77,250	79,568	79,568	79,50
Government Relations	14,700	14,700	17,755	17,755	18,643	18,643	18,64
Housing & Community Development	376,895	297,490	0	0	0	0	, .
Hydropower Operating Fund	29,677	34,015	40,500	40,500	40,000	40,000	40,0
Mayor	0	0 1,0 10	4,519	0	0	0	40,0
Office of Management & Finance	851,900	887,223	637,555	682,372	466,686	466.686	466,6
Parking Facilities	61,892	60,092	61,380	61,380	67,320	67,320	67,3
Parks Bureau	80,901	57,430	97,963	55,803	90,660	90,660	90,6
Parks Capital Const & Maint Fund	88,222	375,037	66,526	6,676	50,000	50,000	50,0
Planning Bureau	125,000	75,000	00,520	0,070	0	16,000	16,0
Police Bureau	125,000	73,000	0	0	6,000	6,000	6,0
Solid Waste Management Fund	0	0	10,000	10,000	10,000	10,000	10,0
Special Appropriations	_	21,951	14,205	0,000	10,000		
Sustainable Development	1,773 53,500	40,000	105,000	105,000	105,000	14,205 105,000	14,2
Technology Services Fund		40,000	105,000	05,000	105,000	105,000	105,0
	585,546			_	_	_	1 170 4
Transportation	1,224,654	1,544,719	1,571,112	1,254,675	1,179,410	1,179,410	1,179,4
Utility Billing System	0	754,582	2,326,708	2,326,708	2,461,578	2,461,578	2,461,5
Utility Customer Svcs	0	0	2,695,403	0	6,594,883	6,481,324	6,493,7
	12,188,236	13,601,375	17,158,107	13,728,167	19,995,051	19,911,697	19,906,6
Capital Outlay	5,323,787	10,605,409	18,329,725	14,582,227	23,847,320	23,847,320	23,847,3
Equipment Cash Transfers	_	_		_	_		
Communications Services	0	0	7,100	0	0	0	
Printing & Distribution	11,700	9,200	16,500	0	0	0	
	11,700	9,200	23,600	0	0	0	
Minor Equipment Transfers							
Communications Services	34,938	0	21,964	0	0	0	
Printing & Distribution	0	0	6,200	0	0	0	
	34,938	0	28,164	0	0	0	
otal Bureau Expenses	65,300,376	77,920,778	102,457,992	93,988,205	105,117,961	105,148,166	105,143,1
und Requirements	00,000,070	77,020,770	102,407,002	30,300,203	103,117,301	103,140,100	100,140,1
General Operating Contingency							
General Operating Contingency	0	0	11,677,085	0	18,986,576	19,152,529	19,162,3
	0	0	11,677,085	0	18,986,576	19,152,529	19,162,3
General Fund Overhead	952,013	1,885,396	2,457,471	2,060,780	2,108,322	2,208,678	2,208,6
actional and officer	552,010	1,000,000	2,707,771	2,000,700	2,100,022	2,200,070	2,200,0

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	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005–06
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	122,108	122,10
General Fund	3,753,739	4,134,491	4,402,729	4,606,994	4,184,153	4,184,153	4,184,15
Pension Debt Redemption Fund	0	0	0	1,510,441	1,817,243	1,817,243	1,817,243
Washington County Supply	203,419	195,935	202,455	200,305	0	0	
Water Bond Sinking	26,037,673	8,349,844	13,402,120	13,021,643	13,156,118	13,161,618	13,163,854
Water Construction Fund	15,009,535	14,007,155	18,435,720	16,813,570	20,193,675	19,998,675	19,933,67
	45,004,366	26,687,425	36,443,024	36,152,953	39,351,189	39,283,797	39,221,03
Inventory Increases	0	0	0	40,000	40,000	40,000	40,00
Debt Retirement	1,281,404	687,435	2,001,408	344,178	775,843	659,495	662,11
Ending Balance Unappropriated Ending Balance	13,685,588	30,388,433	0	23,710,358	0	0	
3	13,685,588	30,388,433	i = i 0	23,710,358	0	0	
Total Fund Requirements	60,923,371	59,648,689	52,578,988	62,308,269	61,261,930	61,344,499	61,294,19
OTAL REQUIREMENTS	\$ 126,223,747	\$ 137,569,467	\$ 155,036,980	\$ 156,296,474	\$ 166,379,891	\$ 166,492,665	\$ 166,437,31

Description

The Water Fund is the operating fund of the water utility. With the exception of debt service, all expenditures are made from this fund for operation, maintenance, and capital assets. Receipts from the sale of water are the primary revenue source for the Water Fund. The cash flow of this fund determines the need for rate increases.

Resources

Fund resources of \$166.4 million are from the following sources:

- \$82.0 million in water sales and other charges
- \$51.8 million in cash transfers from the Water Construction Fund for capital costs
- \$23.7 million in beginning fund balance
- \$2.0 million from City service reimbursements, primarily from the Bureau of Environmental Services
- \$3.9 million in federal grants
- \$2.9 million in miscellaneous revenues

Requirements

Fund requirements of \$166.4 million are for the following expenditures:

- \$105.1 million for bureau expenses:
 - * \$52.8 million for the operating budget to maintain, operate, support, and manage the water system
 - \$52.3 million for the Capital Improvement Plan budget for capital maintenance, improvements, security improvements, and expansions to the water system
- \$61.3 million for fund level requirements:

- \$20.0 million for cash transfers to the Water Construction Fund for cash financed capital and capital project reimbursements
- \$19.2 million in operating contingency
- * \$13.2 million for cash transfers to the Water Bond Sinking Fund to pay debt service
- \$4.2 million transfer to the General Fund for Utility License Fee
- \$2.2 million for General Fund overhead
- ♦ \$1.8 million for PERS pension debt redemption
- \$0.7 million for accrued interest on bonded debt

Managing Agency

Bureau of Water Works

CHANGES FROM PRIOR YEAR

The Water Fund increases by \$11.4 million over the FY 2004-05 revised budget. Most of this change is in the capital budget, which increases \$9.8 million to address maintenance of aging infrastructure, water quality regulations, vulnerability and security needs, management of the Bull Run Watershed, and provisions of the Endangered Species Act. The operating budget decreases by \$7.1 million, primarily resulting from a one-time \$6.85 million expenditure in FY 2004-05 to defease Powell Valley Road Water District debt; there were also staff reductions and savings in interagency services from the Office of Management & Finance (OMF). This year also marks the first full year of Customer Services and Information Technology operations managed by OMF following their transfer in 2004-05. Fund requirements (such as contingency and interfund transfers) increase \$8.7 million, largely due to the use of contingency in 2004-05 to cover the Powell Valley defeasance costs. There is also a \$1.5 million increase in the transfer to the Water Construction Fund for capital costs, and an accounting change that places \$1.8 million for pension bonds as a fund transfer. These costs were formerly paid out of the operating budget.

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	F	Actual Y 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues Interest Earned		32,831	20,106	19,974	19,974	33,697	33,697	33,697
		32,831	20,106	19,974	19,974	33,697	33,697	33,697
Total External Revenues		32,831	20,106	19,974	19,974	33,697	33,697	33,697
Internal Revenues								
Beginning Fund Balance		1,611,931	1,644,762	1,664,522	1,664,868	1,684,842	1,684,842	1,684,842
TOTAL RESOURCES	\$	1,644,762	1,664,868	\$ 1,684,496	\$ 1,684,842	\$ 1,718,539	\$ 1,718,539 \$	1,718,539
REQUIREMENTS Bureau Expenses Fund Requirements								
Ending Balance Unappropriated Ending Balance		1,644,762	1,664,868	1,684,496	1,684,842	1,718,539	1,718,539	1,718,539
		1,644,762	1,664,868	1,684,496	1,684,842	1,718,539	1,718,539	1,718,539
Total Fund Requirements		1,644,762	1,664,868	1,684,496	1,684,842	1,718,539	1,718,539	1,718,539
TOTAL REQUIREMENTS	\$	1,644,762	1,664,868	\$ 1,684,496	\$ 1,684,842	\$ 1,718,539	\$ 1,718,539 \$	1,718,539

The Water Growth Impact Charge Trust Fund was established to collect and keep contributions from wholesale customers to help pay for expanded facilities required by growth in their demand for water. The fund was established so those water districts that were experiencing growth would contribute a proportionate share of money toward the next major supply increment, and establishment of this fund ensured that those contributions would be kept separate from other bureau revenues. In 1995, wholesale contributions were suspended with the deletion of the growth section in the wholesale agreements, so the only revenue in this fund is interest earned on the fund balance.

Managing Agency

Bureau of Water Works

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V

Airport Way Debt Service Fund -

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes							
Current Property Taxes	6,890,556	6,376,326	6,086,560	6,104,103	5,578,434	5,578,434	5,578,434
Prior Year Property Taxes	180,494	185,384	130,000	130,000	190,000	190,000	190,000
	7,071,050	6,561,710	6,216,560	6,234,103	5,768,434	5,768,434	5,768,434
Miscellaneous Revenues							
Bond and Note Sales	13,755,100	0	0	0	0	0	0
Interest Earned	74,297	48,500	30,772	40,772	115,809	115,809	115,809
	13,829,397	48,500	30,772	40,772	115,809	115,809	115,809
Total External Revenues	20,900,447	6,610,210	6,247,332	6,274,875	5,884,243	5,884,243	5,884,243
Internal Revenues							
Other Cash Transfers							
Special Revenue and Finance	12,487	0	0	0	0	0	0
	12,487	0	0	0	0	_ 0	0
Total Internal Revenues	12,487	0	0	0	0	0	0
Beginning Fund Balance	625,891	1,620,689	1,350,000	2,046,434	2,669,891	2,669,891	2,669,891
TOTAL RESOURCES	\$ 21,538,825	8,230,899 \$	7,597,332	\$ 8,321,309 \$	8,554,134 \$	8,554,134	8,554,134
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	19,918,136	6,184,465	6,247,332	5,651,418	5,638,043	5,638,043	5,638,043
Ending Balance							
Unappropriated Ending Balance	1,620,689	2,046,434	0	0	0	0	0
Unexpendable Reserve	0	0	1,350,000	2,669,891	2,916,091	2,916,091	2,916,091
	1,620,689	2,046,434	1,350,000	2,669,891	2,916,091	2,916,091	2,916,091
Total Fund Requirements	21,538,825	8,230,899	7,597,332	8,321,309	8,554,134	8,554,134	8,554,134
TOTAL REQUIREMENTS	\$ 21,538,825	\$ 8,230,899 \$	7,597,332	\$ 8,321,309 \$	8,554,134 \$	8,554,134	8,554,134

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Airport Way Urban Renewal District. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing and refinancing of improvements in this district. The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Urban Renewal & Redevelopment Bonds, 2000 Series A						
06/01/2000 - Due 6/15	51,000,000					
		2005/06	880,000	5.00%	2,768,043	3,648,043
		2006/07	925,000	5.10%	2,724,043	3,649,043
		2007/08	965,000	5.50%	2,676,868	3,641,868
		2008/09	1,015,000	5.37%	2,623,793	3,638,793
		2009/10	1,070,000	5.30%	2,569,255	3,639,255
		2010/11	3,320,000	5.30%	2,512,545	5,832,545
		2011/12	3,495,000	5.93%	2,336,585	5,831,585
		2012/13	3,700,000	5.92%	2,129,225	5,829,225
		2013/14	3,920,000	5.96%	1,910,175	5,830,175
		2014/15	4,155,000	5.92%	1,676,375	5,831,375
		2015/16	4,400,000	6.00%	1,430,355	5,830,355
		2016/17	4,665,000	5.70%	1,166,355	5,831,355
		2017/18	4,930,000	5.75%	900,450	5,830,450
		2018/19	5,215,000	5.75%	616,975	5,831,975
		2019/20	5,515,000	5.75%	317,113	5,832,113
•	-	TOTAL	48,170,000		28,358,153	76,528,153
Urban Renewal & Redevelopment Bonds, 2002 Series A						
10/01/2002 - Due 6/15	13,500,000					
		2005/06	1,620,000	5.00%	370,000	1,990,000
		2006/07	1,700,000	3.00%	289,000	1,989,000
		2007/08	1,755,000	3.50%	238,000	1,993,000
		2008/09	1,815,000	3.50%	176,575	1,991,575
		2009/10	3,230,000	3.50%	113,050	3,343,050
		TOTAL	10,120,000		1,186,625	11,306,625
COMBINED DEBT SERVICE						
	64,500,000					
		2005/06	2,500,000		3,138,043	5,638,043
		2006/07	2,625,000		3,013,043	5,638,043
		2007/08	2,720,000		2,914,868	5,634,868
		2008/09	2,830,000		2,800,368	5,630,368
		2009/10	4,300,000		2,682,305	6,982,305
		2010/11	3,320,000		2,512,545	5,832,545
		2011/12	3,495,000		2,336,585	5,831,585
		2012/13	3,700,000		2,129,225	5,829,225
		2013/14	3,920,000		1,910,175	5,830,175
		2014/15	4,155,000		1,676,375	5,831,375
		2015/16	4,400,000		1,430,355	5,830,355
		2016/17	4,665,000		1,166,355	5,831,355
		2017/18	4,930,000		900,450	5,830,450
		2018/19	5,215,000		616,975	5,831,975
		2019/20	5,515,000		317,113	5,832,113
OTAL FUND DEBT SERVICE			\$ 58,290,000		\$ 29,544,778	\$ 87,834,778

Assessment Collection Fund - 114

		Actual 2002-03	Actual FY 2003-04		Revised Y 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES									
External Revenues									
Miscellaneous Revenues									
Collection of Assessment		226	45	0	500	141	500	500	500
Interest Earned		1,994	1,71	8	1,750	1,081	1,100	1,100	1,100
		2,220	2,16	8	2,250	1,222	1,600	1,600	1,600
Total External Revenues	-	2,220	2,16	8	2,250	1,222	1,600	1,600	1,600
Internal Revenues									
Beginning Fund Balance		58,081	60,09	1	61,829	61,927	62,879	62,879	62,879
TOTAL RESOURCES	\$	60,301	\$ 62,25	9 \$	64,079	\$ 63,149	\$ 64,479	\$ 64,479	\$ 64,479
REQUIREMENTS									
Bureau Expenses									
Internal Materials and Services									
Technology Services Fund		0		0	0	0	268	268	268
		0		0	0	0	268	268	268
Total Bureau Expenses	-	0		0	0	0	268	268	268
Fund Requirements									
General Operating Contingency									
General Operating Contingency		0		0	63,809	0	63,931	64,002	64,002
		0		0	63,809	0	63,931	64,002	64,002
General Fund Overhead		210	33	2	270	270	280	209	209
Ending Balance									
Unappropriated Ending Balance		60,091	61,92	7	0	62,879	0	0	0
		60,091	61,92	7	0	62,879	0	0	0
Total Fund Requirements	_	60,301	62,25	9	64,079	63,149	64,211	64,211	64,211
TOTAL REQUIREMENTS	\$	60,301	\$ 62,25	9 \$	64,079	\$ 63,149	\$ 64,479	\$ 64,479	\$ 64,479

FUND OVERVIEW

The Assessment Collection Fund (ACF) is relatively inactive, with a minimal number of accounts and accounting transactions being posted to the fund. The City Charter allows for the replenishment of this fund by selling up to \$1.5 million in bonds. Those resources would then be used to pay off delinquent accounts in other funds. Collection activity on the delinquent liens, up to and including foreclosure, would then be handled by the ACF.

The status of this fund needs to be determined in the context of a comprehensive strategy for managing the City's inventory of delinquent liens receivable.

Managing Agency

Office of the City Auditor

City of Portland, Oregon - FY 2005-06 Adopted Budget

Bancroft Bond Fund - 311

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
	11 2002 03	112003 01	11 2001 03	11 2004 03	11 2003 00	112003 00	F1 2005=00
RESOURCES External Revenues							
Miscellaneous Revenues							
Collection of Assessment	4,850,306	5,971,296	3,106,546	2,898,924	2,781,189	2,781,189	2,781,189
Interest Earned	1,968,290	2,244,777	2,661,374	1,874,509	2,284,203	2,284,203	2,284,203
	6,818,596	8,216,073	5,767,920	4,773,433	5,065,392	5,065,392	5,065,392
Total External Revenues	6,818,596	8,216,073	5,767,920	4,773,433	5,065,392	5,065,392	5,065,392
Internal Revenues							
Beginning Fund Balance	7,579,734	10,553,093	10,104,701	11,698,811	11,585,307	11,585,307	11,585,307
TOTAL RESOURCES	\$ 14,398,330 \$	18,769,166 \$	15,872,621	16,472,244 \$	16,650,699	\$ 16,650,699 \$	16,650,699
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	3,845,237	7,070,355	4,624,992	4,886,937	3,861,179	3,861,179	3,861,179
Ending Balance			4			v ·	
Unappropriated Ending Balance	10,553,093	11,698,811	11,247,629	11,585,307	12,789,520	12,789,520	12,789,520
	10,553,093	11,698,811	11,247,629	11,585,307	12,789,520	12,789,520	12,789,520
Total Fund Requirements	14,398,330	18,769,166	15,872,621	16,472,244	16,650,699	16,650,699	16,650,699
TOTAL REQUIREMENTS	\$ 14,398,330 \$	18,769,166 \$	15,872,621	16,472,244 \$	16,650,699	\$ 16,650,699 \$	16,650,699

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public infrastructure improvements requested by property owners. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on outstanding indebtedness related to financing these improvements.

Managing Agency

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Improvement Bonds,						
Innited Tax Improvement Bonds, 1996 Series A						
06/01/1996 - Due 6/1	7,525,000					
00/01/1000 Edc 0/1	7,323,000	2005/06			55,223	55,22
		2006/07			55,223	55,22
		2007/08			55,223	55,22
		2008/09			55,223	55,22
		2009/10			55,223	55,22
		2010/11			55,223	55,22
		2011/12			55,223	55,22
		2012/13			55,223	55,22
		2013/14			55,223	55,22
		2014/15			55,223	55,22
		2015/16	995,000	5.55%	55,223	1,050,22
		TOTAL	995,000		607,453	1,602,4
imited Tax Improvement Bonds, 998 Series A						
03/01/1998 - Due 6/1	8,460,000					
	.,,	2005/06			31,444	31,4
		2006/07			31,444	31,4
12		2007/08			31,444	31,4
		2008/09			31,444	31,4
		2009/10			31,444	31,4
		2010/11			31,444	31,44
		2011/12			31,444	31,4
		2012/13			31,444	31,44
		2013/14			31,444	31,44
		2014/15			31,444	31,44
		2015/16			31,444	31,44
		2016/17	0.45,000	4.000/	31,444	31,44
		2017/18 TOTAL	645,000 645,000	4.88%	31,444 408,772	676,44 1,053,77
imited Tax Improvement Bonds,			,			,
999 Series A	0.005.000					
04/01/1999 - Due 6/1	8,685,000	0005/00			110.010	110.01
		2005/06			118,219	118,21
		2006/07			118,219	118,21
		2007/08 2008/09			118,219 118,219	118,2
		2009/10			118,219	118,2° 118,2°
		2010/11			118,219	118,2
		2011/12			118,219	118,2
		2012/13			118,219	118,2
		2013/14			118,219	118,2
		2014/15			118,219	118,21
		2015/16			118,219	118,21
		2016/17			118,219	118,21
		2017/18			118,219	118,21
		2018/19	2,425,000	4.88%	118,219	2,543,21
		TOTAL	2,425,000		1,655,066	4,080,06
imited Tax Improvement Bonds, 103 Series A						
05/22/2003 - Due 6/1	21,430,000					
	2	2005/06	1,070,000	3.00%	609,143	1,679,14
		2006/07	1,100,000	3.00%	577,043	1,677,04
		2007/08	1,065,000	3.25%	544,043	1,609,04
		2008/09			509,430	509,43
		2009/10			509,430	509,43
		2010/11			509,430	509,43
		2011/12			509,430	509,43

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2012/13	2,700,000	3.40%	509,430	3,209,430
		2013/14			455,880	455,880
		2014/15			455,880	455,88
		2015/16			455,880	455,88
		2016/17			455,880	455,88
		2017/18			455,880	455,88
		2018/19			455,880	455,88
		2019/20			455,880	455,88
		2020/21			455,880	455,88
		2021/22			455,880	455,88
		2022/23	10,480,000	4.35%	455,880	10,935,88
		TOTAL	16,415,000		8,836,179	25,251,17
Projected - Improvement Bond, 2005 Series		jā				
2005	6,210,000					
2003	6,210,000	2005/06	285,000		417,150	702,15
		TOTAL	285,000		417,150	702,15
		TOTAL	200,000		417,100	702,10
Proposed Calls						
		2005/06	1,275,000		×	1,275,00
		TOTAL	1,275,000			1,275,00
COMBINED DEBT SERVICE						
OOMBINED DED! OEHVIOL	52,310,000					
		2005/06	2,630,000		1,231,179	3,861,17
		2006/07	1,100,000		781,929	1,881,92
		2007/08	1,065,000		748,929	1,813,92
		2008/09			714,316	714,31
		2009/10	*		714,316	714,31
		2010/11	-		714,316	714,31
		2011/12	1		714,316	714,31
		2012/13	2,700,000		714,316	3,414,31
		2013/14	2,700,000		660,766	660,76
		2014/15			660,766	660,76
		2015/16	995,000		660,766	1,655,76
		2016/17	200,000		605,543	605,54
		2017/18	645,000		605,543	1,250,54
		2018/19	2,425,000		574,099	2,999,09
		2019/20	2,720,000		455,880	455,88
		2020/21			455,880	455,88
		2021/22			455,880	455,88
	4	2022/23	10,480,000		455,880	10,935,88
OTAL FUND DEBT SERVICE		LULLILU	\$ 22,040,000		\$ 11,924,620	\$ 33,964,62

Cable Fund - 120

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Licenses and Permits							
Public Utility Licenses	887,987	922,602	973,510	968,898	969,863	969,863	969,863
	887,987	922,602	973,510	968,898	969,863	969,863	969,863
Miscellaneous Revenues							
Interest Earned	61,958	27,960	26,000	28,000	34,000	34,000	34,000
Other Miscellaneous	1,835,649	1,836,497	1,965,070	1,955,245	1,938,982	1,938,982	1,938,982
	1,897,607	1,864,457	1,991,070	1,983,245	1,972,982	1,972,982	1,972,982
Total External Revenues	2,785,594	2,787,059	2,964,580	2,952,143	2,942,845	2,942,845	2,942,845
Internal Revenues							
Interfund Service Reimbursements							
Cable Communications	219,005	226,460	258,292	248,292	258,114	258,114	258,114
	219,005	226,460	258,292	248,292	258,114	258,114	258,114
Total Internal Revenues	219,005	226,460	258,292	248,292	258,114	258,114	258,114
Beginning Fund Balance	2,965,146	2,357,680	2,528,274	2,240,271	1,633,898	1,633,898	1,633,898
TOTAL RESOURCES	\$ 5,969,745	\$ 5,371,199 \$	5,751,146	\$ 5,440,706	4,834,857 \$	4,834,857 \$	4,834,857
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	2,855,667	2,587,436	2,822,717	3,407,764	2,743,384	2,743,384	2,743,384
Internal Materials and Services							
City Fleet Services Fund	277	0	312	312	104	104	104
Communications Services	3,647	3,311	3,909	0	0	0	00.000
Facilities Services	22,550	22,307	21,957	25,866	23,008	23,008	23,008
Insurance Printing & Distribution	14,322 7,561	14,624 6,227	9,140 9,649	9,140 9,649	9,830 7,137	9,830 7,137	9,830 7,137
Technology Services Fund	11,631	12,063	26,254	6,254	14,791	14,791	14,791
City Attorney	4,509	7,500	9,200	9,200	9,476	9,476	9,476
Cable Communications	298,558	309,592	323,383	314,579	333,212	333,212	333,212
Office of Management & Finance	0	0	0	0	0	0	000,212
Same Fund Services	0	0	0	0	0	0	0
	363,055	375,624	403,804	375,000	397,558	397,558	397,558
Total Bureau Expenses	3,218,722	2,963,060	3,226,521	3,782,764	3,140,942	3,140,942	3,140,942
Fund Requirements						-	
General Operating Contingency							
General Operating Contingency	0	0	522,681	0	748,908	746,142	746,142
	0	0	522,681	0	748,908	746,142	746,142
General Fund Overhead	7,645	14,772	11,307	13,504	13,815	14,521	14,521
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	2,060	2,060
Communication Services	219,948	153,096	67,396	0	0	0	(
General Fund	165,750	0	1,340	10,540	0	0	
	385,698	153,096	68,736	10,540	0	2,060	2,060

		Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Ending I		0.057.000	0.040.074	1 001 001	1 000 000	004 400	004 400	004 400
Unappro	priated Ending Balance	2,357,680	2,240,271	1,921,901	1,633,898	931,192	931,192	931,192
		2,357,680	2,240,271	1,921,901	1,633,898	931,192	931,192	931,192
Total Fund	d Requirements	2,751,023	2,408,139	2,524,625	1,657,942	1,693,915	1,693,915	1,693,915
TOTAL REQ	UIREMENTS	\$ 5,969,745 \$	5,371,199 \$	5,751,146	\$ 5,440,706 \$	4,834,857 \$	4,834,857 \$	4,834,857
LINE ITEM	DETAIL – AU 304							
Materials a	and Services							
External	Materials and Services							
521000	Professional Services	1,985,117	1,755,108	71,801	87,801	1,914,480	1,914,480	1,914,480
524000	Repair & Maintenance Services	241	92	0	0	0	0	0
529000	Miscellaneous Services	852,428	801,651	2,723,159	3,295,906	813,475	813,475	813,475
531000	Office Supplies	852	742	900	900	800	800	800
532000	Operating Supplies	2,479	3,753	3,800	3,800	2,514	2,514	2,514
541000	Education	2,425	1,565	1,800	1,800	1,200	1,200	1,200
542000	Local Travel	0	0	300	300	300	300	300
543000	Out-of-Town Travel	2,871	8,315	5,100	3,900	3,950	3,950	3,950
549000	Miscellaneous	9,254	16,210	15,857	13,357	6,665	6,665	6,665
Total Ex	ternal Materials and Services	2,855,667	2,587,436	2,822,717	3,407,764	2,743,384	2,743,384	2,743,384
Internal	Materials and Services							
551000	City Fleet Services Fund	277	0	312	312	104	104	104
552000	Printing & Distribution	7,561	6,227	9,649	9,649	7,137	7,137	7,137
553000	Facilities Services	22,550	22,307	21,957	25,866	23,008	23,008	23,008
554000	Communications Services	3,647	3,311	3,909	0	0	0	C
555000	Technology Services Fund	11,631	12,063	26,254	6,254	14,791	14,791	14,791
556000	Insurance	14,322	14,624	9,140	9,140	9,830	9,830	9,830
558000	Same Fund Services	0	0	0	0	0	0	0
559000	Other Fund Services	303,067	317,092	332,583	323,779	342,688	342,688	342,688
Total Int	ernal Materials and Services	363,055	375,624	403,804	375,000	397,558	397,558	397,558
Total Mate	rials and Services	3,218,722	2,963,060	3,226,521	3,782,764	3,140,942	3,140,942	3,140,942
TOTAL Bure	eau Expenses	\$ 3,218,722 \$	2,963,060 \$	3,226,521	\$ 3,782,764 \$	3,140,942 \$	3,140,942 \$	3,140,942

The Cable Fund supports the Mt. Hood Cable Regulatory Commission (MHCRC). The MHCRC administers cable franchises and public, educational, and governmental (PEG) programs on behalf of Portland, Fairview, Gresham, Multnomah County, Troutdale, and Wood Village. These jurisdictions provide funding for the commission's administrative budget.

Resources

The primary sources of revenue are a beginning balance of \$1.6 million, including \$1.4 million carried over and reserved for grants awarded in prior years; an interagency agreement with the Cable Office for \$258,114 representing the City of Portland's 67% share of the MHCRC operating budget; and cable franchise fees of \$1.0 million. In addition, \$1.9 million in PEG revenues will support the PEG capital grant program.

Fund Summary

Expenditures

The PEG capital grants are budgeted at \$1.8 million in the Adopted Budget and represent the majority of Cable Fund expenditures. These grants consist of \$850,000 in Community Access Capital grants and \$1.0 million in Access Corporation Capital grants to public cable access organizations, Portland Community Media, and Multnomah County TV.

The MHCRC operating budget is \$399,684. Personal services expenses for the MHCRC are budgeted within the Office of Cable Communications and Franchise Management. Funds to support staff positions are transferred from the Cable Fund to the Cable Office (a General Fund bureau) on a quarterly basis.

Managing Agency

Office of Cable Communications and Franchise Management

CHANGES FROM PRIOR YEAR

Cable franchise fees and PEG revenues in the Adopted Budget are 1.5% higher than the fiscal year 2004-05 revised revenue projection. On the expenditure side, the bureau estimates a higher number of PEG grant disbursements in FY 2005-06.

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	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES External Revenues							
Property Taxes Current Property Taxes	3,875,596	3,848,244	3,921,516	3,921,516	4,111,314	4,111,314	4,111,314
Prior Year Property Taxes	97.818	101.670	65,000	65,000	105,000	105,000	105,000
Thor real Property Taxos	3,973,414	3,949,914	3,986,516	3,986,516	4,216,314	4,216,314	4,216,314
Miscellaneous Revenues							
Interest Earned	37,300	25,343	10,554	10,554	55,503	55,503	55,503
	37,300	25,343	10,554	10,554	55,503	55,503	55,503
Total External Revenues	4,010,714	3,975,257	3,997,070	3,997,070	4,271,817	4,271,817	4,271,817
Internal Revenues							
Beginning Fund Balance	99,995	158,778	266,951	266,951	0	0	0
TOTAL RESOURCES	\$ 4,110,709	\$ 4,134,035 \$	4,264,021	\$ 4,264,021	4,271,817 \$	4,271,817 \$	4,271,817
REQUIREMENTS	,						
Bureau Expenses							
Fund Requirements							
Debt Retirement	3,951,931	3,867,084	4,264,021	4,264,021	4,271,817	4,271,817	4,271,817
Ending Balance							
Unappropriated Ending Balance	158,778	266,951	0	0	0	0	0
	158,778	266,951	0	0	0	0	0
Total Fund Requirements	4,110,709	4,134,035	4,264,021	4,264,021	4,271,817	4,271,817	4,271,817
TOTAL REQUIREMENTS	\$ 4,110,709	\$ 4,134,035 \$	4,264,021	\$ 4,264,021 \$	4,271,817 \$	4,271,817 \$	4,271,817

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Central Eastside Urban Renewal District. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Central Eastside Industrial District Debt Service Fund - 310

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	_	Total P+I
Estimated - Du Jour and Line of Credit							
	4,035,817						
		2005/06	4,035,817	variable	236,000		4,271,81
OTAL FUND DEBT SERVICE			\$ 4,035,817		\$ 236,000	S	4,271,81

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes Current Property Taxes	0	8,751,362	8,725,335	8,881,839	8,725,335	8,725,335	9,572,335
Prior Year Property Taxes	0	0	166,737	166,737	166,737	166,737	166,737
	0	8,751,362	8,892,072	9,048,576	8,892,072	8,892,072	9,739,072
Miscellaneous Revenues Interest Earned	0	54,059	18,277	18,277	18,277	18,277	18,277
	0	54,059	18,277	18,277	18,277	18,277	18,277
Total External Revenues	0	8,805,421	8,910,349	9,066,853	8,910,349	8,910,349	9,757,349
Internal Revenues							
Other Cash Transfers General Fund	10,000	0	0	0	0	0	C
Housing Investment Fund	0	1,045,000	0	0	0	0	(
-	10,000	1,045,000	0	0	0	0	(
Total Internal Revenues	10,000	1,045,000	0	0	0	0	(
Beginning Fund Balance	0	3,622	6,454,690	6,298,186	177,724	177,724	177,72
TOTAL RESOURCES	\$ 10,000	\$ 9,854,043 \$	15,365,039	\$ 15,365,039 \$	9,088,073	9,088,073 \$	9,935,073
REQUIREMENTS							
Bureau Expenses							
Personal Services	0	0	255,996	255,996	290,046	290,046	290,046
External Materials and Services	0	2,248,089	14,375,966	14,866,319	8,172,826	8,172,826	8,172,826
Internal Materials and Services							
Communications Services	0	0	3,360	0	0	0	(
Printing & Distribution	0	0	500	0	0	0	(
Technology Services Fund	0	0	4,795	0	12,113	12,113	12,113
Commissioner of Public Affairs	6,378	211,969	0	0	0	0	(
Housing & Community Development	0	50,799	40,000	0	0	0	4.53
Office of Management & Finance Same Fund Services	0	0	0	-	4,574 0	4,574 0	4,57
Same Fund Services	6,378	262,768	48,655	40,000	16,687	16,687	16,687
Total Burners Francisco							
Total Bureau Expenses	6,378	2,510,857	14,680,617	15,162,315	8,479,559	8,479,559	8,479,559
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	659,422	0	583,514	583,514	1,430,514
	0	0	659,422	0	583,514	583,514	1,430,514
General Fund Overhead	0	0	659,422 25,000	0 25,000	583,514 25,000	583,514 25,000	1,430,514 25,000
General Fund Overhead Fund Cash Transfers Housing Investment Fund	_	-		•		-	

	Actual 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Ending Balance Unappropriated Ending Balance	3,622	6,298,186	0	177,724	0	0	0
	3,622	6,298,186	0	177,724	0	0	(
Total Fund Requirements	3,622	7,343,186	684,422	202,724	608,514	608,514	1,455,514
TOTAL REQUIREMENTS	\$ 10,000	\$ 9,854,043	\$ 15,365,039	\$ 15,365,039	\$ 9,088,073	\$ 9,088,073	9,935,073

The Children's Investment Fund was established in the City of Portland's financial system in FY 2002-03 to account for the revenues and expenditures related to the Children's Levy, approved by Portland-area voters in November 2002. Decisions on expenditures within the Children's Investment Fund are made by a five-person committee and approved by City Council. All allocations must be made in a way that keeps faith with the levy as approved by voters.

Managing Agency

Office of the Commissioner of Public Affairs

1	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Lodging Taxes	2,138,002	2,220,804	2,466,160	2,357,868	2,253,606	2,253,606	2,253,606
Miscellaneous Revenues Interest Earned	5,922	3,518	5,000	4,609	4,000	5,000	5,000
	5,922	3,518	5,000	4,609	4,000	5,000	5,000
Total External Revenues	2,143,924	2,224,322	2,471,160	2,362,477	2,257,606	2,258,606	2,258,606
Internal Revenues							
Beginning Fund Balance	147,352	143,824	170,897	147,342	0	163,554	163,554
TOTAL RESOURCES	\$ 2,291,276 \$	2,368,146 \$	2,642,057	2,509,819 \$	2,257,606 \$	2,422,160 \$	2,422,160
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	2,072,887	2,153,968	2,409,534	2,277,394	2,179,820	2,177,201	2,177,20
Internal Materials and Services	•	0		0	4 405	4 405	4 400
Technology Services Fund Business Licenses	0 68.499	0 60,254	0 61,700	0 61,700	1,435 68,272	1,435 68,272	1,435 68,272
Dusilless Licelises	68,499	60,254	61,700	61,700	69,707	69,707	69,70
Total Bureau Expenses	2,141,386	2,214,222	2,471,234	2,339,094	2,249,527	2,246,908	2,246,908
Fund Requirements	2,141,000	2,217,222	2,471,204	2,000,004	2,240,027	2,240,000	2,240,000
General Operating Contingency							
General Operating Contingency	0	0	98	0	1,012	165,566	165,566
	0	0	98	0	1,012	165,566	165,560
General Fund Overhead	6,066	6,582	6,257	6,257	7,067	8,163	8,163
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	1,523	1,520
General Fund	0	0	914 914	914	0	1,523	1,52
	U	U	914	914	U	1,523	1,52
Ending Balance Unappropriated Ending Balance	143,824	147,342	163,554	163,554	0	0	
onappropriated Ending Balance	143,824	147,342	163,554	163,554	0	0	(
Total Fund Requirements	149,890	153,924	170,823	170,725	8,079	175,252	175,252
TOTAL REQUIREMENTS	\$ 2,291,276 \$						
LINE ITEM DETAIL – AU 255	V 2,201,210 V	_,,	_,_,_,			2,122,100 \$	2,122,10
Materials and Services							
External Materials and Services 549000 Miscellaneous	2,072,887	2,153,968	2,409,534	2,277,394	2,179,820	2,177,201	2,177,20
Total External Materials and Services	2,072,887	2,153,968	2,409,534	2,277,394	2,179,820	2,177,201	2,177,20
Internal Materials and Services 555000 Technology Services Fund	0	0	.0	0	1,435	1,435	1,435

Fund Summary

559000 Other Fund Services	68,499	60,254	61,700	61,700	68,272	68,272	68,272
Total Internal Materials and Services	68,499	60,254	61,700	61,700	69,707	69,707	69,707
Total Materials and Services	2,141,386	2,214,222	2,471,234	2,339,094	2,249,527	2,246,908	2,246,908
TOTAL Bureau Expenses	\$ 2,141,386 \$	2,214,222 \$	2,471,234 \$	2,339,094 \$	2,249,527 \$	2,246,908 \$	2,246,908

FUND OVERVIEW

The Convention and Tourism Fund is funded by a 1% transient lodgings tax from hotels and motels. Expenditures from this fund are authorized for the promotion and procurement of convention business and tourism as established by City Charter. The City currently contracts with the Portland Oregon Visitors Association (POVA) for this service.

The Bureau of Licenses manages the Convention and Tourism Fund, administers the collection of the taxes, and charges the fund an administrative fee.

Managing Agency

Bureau of Licenses

TOTAL REQUIREMENTS	\$	9,749,034 \$	6,785,104 \$	6,784,598	\$ 6,784,598	6,783,607	6,783,607	6,783,607
Total Fund Requirements		9,749,034	6,785,104	6,784,598	6,784,598	6,783,607	6,783,607	6,783,607
		245,234	196,510	0	0	0	0	0
Ending Balance Unappropriated Ending Balance	-	245,234	196,510	0	0	0	0	0
Fund Requirements Debt Retirement		9,503,800	6,588,594	6,784,598	6,784,598	6,783,607	6,783,607	6,783,607
Bureau Expenses								
REQUIREMENTS								
TOTAL RESOURCES	\$	9,749,034 \$	6,785,104 \$	6,784,598	\$ 6,784,598	6,783,607	6,783,607	6,783,607
Internal Revenues Beginning Fund Balance		3,174,472	245,234	196,510	196,510	0	0	0
Total External Revenues		6,574,562	6,539,870	6,588,088	6,588,088	6,783,607	6,783,607	6,783,607
		109,462	32,930	21,965	21,965	88,094	88,094	88,094
Miscellaneous Revenues Interest Earned		109,462	32,930	21,965	21,965	88,094	88,094	88,094
	-	6,465,100	6,506,940	6,566,123	6,566,123	6,695,513	6,695,513	6,695,513
Current Property Taxes Prior Year Property Taxes		6,307,262 157,838	6,340,842 166,098	6,462,757 103,366	6,462,757 103,366	6,525,513 170,000	6,525,513 170,000	6,525,513 170,000
Property Taxes								
RESOURCES External Revenues								
	F	Actual TY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Convention Center Urban Renewal District. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Urban Renewal & Redevelopment						
Bonds, 2000 Series A						
08/01/2000 - Due 6/15	32,900,000					
		2005/06	2	0.00%	1,852,083	1,852,083
		2006/07	*	0.00%	1,852,083	1,852,083
		2007/08	₩.	0.00%	1,852,083	1,852,083
		2008/09		0.00%	1,852,083	1,852,083
		2009/10	*	0.00%	1,852,083	1,852,083
		2010/11	-	0.00%	1,852,083	1,852,083
		2011/12		0.00%	1,852,083	1,852,083
		2012/13	0.000.000	0.00%	1,852,083	1,852,083
		2013/14	3,630,000	5.65% 5.70%	1,852,083	5,482,083
		2014/15	4,230,000		1,647,008	5,877,008
		2015/16 2016/17	4,470,000	5.73%	1,405,718	5,875,718
		2017/18	4,725,000 4,995,000	5.70% 5.71%	1,149,705 880,555	5,874,705 5,875,555
		2017/18	5,280,000	5.47%	595,250	5,875,250
		2019/20	5,570,000	5.50%	306,350	5,876,350
		TOTAL	32,900,000	3.30 /6	22,653,328	55,553,328
Urban Renewal & Redevelopment			,,		,,	22,222,22
Bonds, 2000 Series B						
08/01/2000 - Due 6/15	16,480,000					
		2005/06	(15)		1,251,318	1,251,318
		2006/07	S#1		1,251,318	1,251,318
		2007/08	1991		1,251,318	1,251,318
		2008/09	2,775,000	7.45%	1,251,318	4,026,318
		2009/10	2,980,000	7.50%	1,044,580	4,024,580
		2010/11	3,205,000	7.60%	821,080	4,026,080
		2011/12	3,445,000	7.65%	577,500	4,022,500
		2012/13	3,710,000	7.70%	313,958	4,023,958
•		2013/14 TOTAL	365,000 16,480,000	7.75%	28,288 7,790,675	393,288 24,270,675
Estimated - Du Jour and Line of Credit			10,100,000		1,100,010	21,270,070
Orean	0.040.400					
	3,349,100					
	3,349,100	2005/06	3,043,206	variable	637,000	3,680,206
OTAL FUND DEBT SERVICE	3,349,100	2005/06	3,043,206 \$ 3,043,206		637,000 637,000	3,680,206 \$ 3,680,206
OTAL FUND DEBT SERVICE COMBINED DEBT SERVICE		2005/06				
	52,729,100		\$ 3,043,206		\$ 637,000	\$ 3,680,206
		2005/06			\$ 637,000 3,740,400	\$ 3,680,206 6,783,606
		2005/06 2006/07	\$ 3,043,206		\$ 637,000 3,740,400 3,103,400	\$ 3,680,206 6,783,606 3,103,400
		2005/06 2006/07 2007/08	3,043,206		\$ 637,000 3,740,400 3,103,400 3,103,400	\$ 3,680,206 6,783,606 3,103,400 3,103,400
		2005/06 2006/07 2007/08 2008/09	\$ 3,043,206 3,043,206 2,775,000		\$ 637,000 3,740,400 3,103,400 3,103,400 3,103,400	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400
		2005/06 2006/07 2007/08 2008/09 2009/10	\$ 3,043,206 3,043,206 2,775,000 2,980,000		\$ 637,000 3,740,400 3,103,400 3,103,400 3,103,400 2,896,663	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,878,163
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000		3,740,400 3,103,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 3,995,000		3,740,400 3,103,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 3,995,000 4,230,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370 1,647,008	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370 5,877,008
COMBINED DEBT SERVICE		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 3,995,000 4,230,000 4,470,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370 1,647,008 1,405,718	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370 5,877,008 5,875,718
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 4,230,000 4,470,000 4,725,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370 1,647,008 1,405,718 1,149,705	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370 5,877,008 5,875,718 5,874,705
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 4,230,000 4,470,000 4,725,000 4,995,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370 1,647,008 1,405,718 1,149,705 880,555	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370 5,877,008 5,875,718 5,874,705 5,875,555
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	\$ 3,043,206 3,043,206 2,775,000 2,980,000 3,205,000 3,445,000 3,710,000 4,230,000 4,470,000 4,725,000		\$ 637,000 3,740,400 3,103,400 3,103,400 2,896,663 2,673,163 2,429,583 2,166,040 1,880,370 1,647,008 1,405,718 1,149,705	\$ 3,680,206 6,783,606 3,103,400 3,103,400 5,878,400 5,876,663 5,874,583 5,876,040 5,875,370 5,877,008 5,875,718

	Actual	Actual	Revised	YrEnd Est.	Proposed	Approved	Adopted
	FY 2002-03	FY 2003-04	FY 2004-05	FY 2004-05	FY 2005-06	FY 2005-06	FY 2005-06
RESOURCES External Revenues							
Licenses and Permits							
Construction Permits	18,994,833	20,204,258	21,342,000	21,097,000	20,950,000	20,950,000	20,950,000
Other Permits	309,925	378,700	337,000	354,000	366,000	366,000	366,000
	19,304,758	20,582,958	21,679,000	21,451,000	21,316,000	21,316,000	21,316,000
Service Charges and Fees							
Inspection Fees	1,388,026	1,702,519	1,635,000	1,669,000	1,750,000	1,750,000	1,750,000
Miscellaneous	3,954,010	3,951,607	5,058,032	4,519,000	6,313,000	6,322,931	6,313,000
	5,342,036	5,654,126	6,693,032	6,188,000	8,063,000	8,072,931	8,063,000
Miscellaneous Revenues							
Collection of Assessment	1,900,738	412,201	547,000	375,000	382,000	382,000	382,000
Interest Earned	447,111	147,993	117,000	131,000	133,000	133,000	133,000
	2,347,849	560,194	664,000	506,000	515,000	515,000	515,000
Total External Revenues	26,994,643	26,797,278	29,036,032	28,145,000	29,894,000	29,903,931	29,894,000
Internal Revenues							
Other Cash Transfers							
City Fleet Services Fund	82,200	0	0	0	0	0	0
General Fund	2,129,886	1,193,072	1,153,361	1,153,361	1,280,572	1,311,141	1,314,837
General Reserve Fund	454,000	0	0	0	0	0	0
Housing & Community Devel Fund	34,484	0	0	0	0	0	0
Solid Waste Management Fund	143,562	0	0	0	0	0	0
Transportation Operating Fund	0	50,000	0	0	0	0	0
	2,844,132	1,243,072	1,153,361	1,153,361	1,280,572	1,311,141	1,314,837
Interfund Service Reimbursements							
Environmental Services	43,407	43,377	73,536	73,536	47,333	47,333	47,333
Fire Bureau	20,926	20,898	31,741	31,741	19,595	19,595	19,595
Housing & Community Devel Fund	127,105	0	0	0	0	0	0
Neighborhood Involvement	0	20,940	14,161	14,161	0	0	0
Parks Bureau	6,232	6,224	5,770	5,770	5,997	5,997	5,997
Planning Bureau	6,000	0	0	0	0	0	0
Solid Waste Management Fund	50,000	0	0	0	0	0	0
Transportation	46,807	41,795	69,283	69,283	49,966	49,966	49,966
Water Bureau	5,232	5,224	14,210	14,210	4,705	4,705	4,705
	305,709	138,458	208,701	208,701	127,596	127,596	127,596
Total Internal Revenues	3,149,841	1,381,530	1,362,062	1,362,062	1,408,168	1,438,737	1,442,433
Beginning Fund Balance	4,043,065	5,042,870	5,135,261	4,820,624	4,995,184	4,995,184	4,995,184
TOTAL RESOURCES	\$ 34,187,549 \$	33,221,678 \$	35,533,355	34,327,686 \$	36,297,352 \$	36,337,852 \$	36,331,617
REQUIREMENTS							
Bureau Expenses							
Personal Services	20,906,303	19,612,684	22,062,765	21,154,048	23,808,412	23,939,667	23,904,250
External Materials and Services	1,568,026	1,330,556	1,851,517	1,330,957	1,155,459	1,126,509	1,175,054
Internal Materials and Services City Fleet Services Fund	280,619	284,683	313,778	298,188	313,658	313,658	313,658

Fund Summary

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Communications Services	392,409	385,921	402,934	0	0	0	0
Facilities Services	2,223,988	2,122,864	2,138,992	2,079,100	2,221,448	2,221,448	2,221,448
Insurance	524,200	490,308	597,541	597,541	626,235	626,235	626,235
Printing & Distribution	487,250	450,144	495,418	481,546	497,114	497,114	477,751
Technology Services Fund	597,925	955,003	964,207	1,231,661	1,761,878	1,761,878	1,761,878
City Auditor	110,067	59,066	22,626	22,626	31,425	31,425	31,425
Environmental Services	0	0	20,000	0	20,000	20,000	20,000
Mayor	0	0	4,519	0	0	0	0
Office of Management & Finance	281,011	289,136	304,547	296,625	309,463	309,463	309,463
Planning Bureau	25,000	27,500	70,370	63,893	87,576	103,576	103,576
Special Appropriations	2,321	30,044	17,992	0	0	17,992	17,992
Technology Services Fund	215,711	0	0	0	0	0	0
Transportation	293,628	288,689	299,912	299,912	308,909	308,909	308,909
	5,434,129	5,383,358	5,652,836	5,371,092	6,177,706	6,211,698	6,192,335
Capital Outlay	14,348	0	12,389	0	12,674	0	0
Equipment Cash Transfers							
City Fleet Services Fund	7,426	0	22,340	21,300	0	0	0
Printing & Distribution	0	2,000	0	0	0	0	0
	7,426	2,000	22,340	21,300	0	0	0
Total Bureau Expenses	27,930,232	26,328,598	29,601,847	27,877,397	31,154,251	31,277,874	31,271,639
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	1,367,841	0	1,560,114	1,802,612	1,802,612
Compensation Adjustment	0	0	442,125	0	883,925	883,925	883,925
	0	0	1,809,966	0	2,444,039	2,686,537	2,686,537
General Fund Overhead	821,144	1,198,440	856,318	856,318	1,088,416	771,634	771,634
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	40,292	40,292
General Fund	0	27,000	75,051	67,478	0	0	0
General Reserve Fund	0	730,360	0	0	0	0	0
Pension Debt Redemption Fund	393,303	116,656	531,309	531,309	732,333	732,333	732,333
	393,303	874,016	606,360	598,787	732,333	772,625	772,625
Ending Balance							
Unappropriated Ending Balance	5,042,870	4,820,624	2,658,864	4,995,184	878,313	829,182	829,182
	5,042,870	4,820,624	2,658,864	4,995,184	878,313	829,182	829,182
Total Fund Requirements	6,257,317	6,893,080	5,931,508	6,450,289	5,143,101	5,059,978	5,059,978

FUND OVERVIEW

Operating Fund

The Development Services Fund accounts for all revenues and expenditures related to activities and services provided by the Bureau of Development Services.

In FY 1988-89, the City Council established an operating fund for the Bureau of Buildings. At that time, the bureau was charged with fully supporting its construction functions through fees and charges. These programs because self-sufficient in the FY 1990-91 budget year.

In FY 1999-2000, the Land Use Review Division of the Bureau of Planning was merged with the Bureau of Buildings to create the Office of Planning and Development Review. In 2002, the bureau's name was changed to the present Bureau of Development Services (BDS). In FY 2003-04, the housing nuisance abatement and noise control programs were moved from BDS to the Office of Neighborhood Involvement. In the FY 2005-06 budget, the noise control program is transferred back to BDS.

Revenues

Revenues include construction and land use permit fees, inspection fees, and collections of penalties and liens. These categories account for over \$29 million (95%) of bureau revenues. The City's General Fund provides \$1.3 million (4%) of the bureau's funding, for the Land Use Services and Noise Control programs. The balance of the resources comes from other City bureaus for BDS services.

The bureau's FY 2005-10 five-year financial plan forecasts sufficient revenues and reserves in the building/mechanical, plumbing, and site development areas, but shortfalls or low reserve levels in electrical, facilities permits, environmental soils, signs, and land use services. Consequently, FY 2005-06 budgeted revenues include fee increases for those programs.

Expenditures

Expenditures include the bureau's costs for personal services, external materials and services, and services provided by other City bureaus to BDS. Fund-level expenditures include the bureau's share of the City's General Fund overhead and Pension Obligation Bond debt service.

Managing Agency

Bureau of Development Services

Gateway URA Debt Redemption Fund -

		ctual 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES External Revenues								
Property Taxes Current Property Taxes		651,105	998,667	1,293,027	1,293,027	1,474,829	1,474,829	1,474,829
Prior Year Property Taxes		0	10,661	7,000	7,000	15,000	15,000	15,000
, ,		651,105	1,009,328	1,300,027	1,300,027	1,489,829	1,489,829	1,489,829
Miscellaneous Revenues								
Interest Earned		4,590	2,589	6,255	6,255	19,910	19,910	19,910
		4,590	2,589	6,255	6,255	19,910	19,910	19,910
Total External Revenues	_	655,695	1,011,917	1,306,282	1,306,282	1,509,739	1,509,739	1,509,739
Internal Revenues								
Beginning Fund Balance		0	22,440	68,455	68,455	0	0	0
TOTAL RESOURCES	\$	655,695 \$	1,034,357 \$	1,374,737	\$ 1,374,737	1,509,739 \$	1,509,739 \$	1,509,739
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		633,255	965,902	1,374,737	1,374,737	1,509,739	1,509,739	1,509,739
Ending Balance								
Unappropriated Ending Balance		22,440	68,455	0	0	0	0	0
		22,440	68,455	0	0	0	0	0
Total Fund Requirements		655,695	1,034,357	1,374,737	1,374,737	1,509,739	1,509,739	1,509,739
TOTAL REQUIREMENTS	\$	655,695 \$	1,034,357 \$	1,374,737	\$ 1,374,737	\$ 1,509,739 \$	1,509,739 \$	1,509,739

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Gateway Urban Renewal District. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Gateway URA Debt Redemption Fund - 315

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Pr	incipal	Coupon	Interest	Total P+I
Estimated - Du Jour and Line of Credit							
	Variable						
10		2005/06	1	,331,239	variable	178,500	1,509,739
OTAL FUND DEBT SERVICE			\$ 1	,331,239		\$ 178,500	\$ 1,509,739

HOME Grant Fund – 255

	F	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Federal Sources								
Federal Grants	_	2,252,986	5,821,975	14,616,449	5,220,752	4,778,490	8,778,490	8,778,490
		2,252,986	5,821,975	14,616,449	5,220,752	4,778,490	8,778,490	8,778,490
Miscellaneous Revenues								
Loan Repayments	_	440,877	429,923	250,000	260,000	440,000	440,000	440,000
	-	440,877	429,923	250,000	260,000	440,000	440,000	440,000
Total External Revenues		2,693,863	6,251,898	14,866,449	5,480,752	5,218,490	9,218,490	9,218,490
Internal Revenues								
TOTAL RESOURCES	\$	2,693,863 \$	6,251,898 \$	14,866,449	\$ 5,480,752	5,218,490 \$	9,218,490 \$	9,218,490
REQUIREMENTS								
Bureau Expenses								
External Materials and Services		2,301,636	5,951,913	14,385,697	5,000,000	4,813,328	8,813,328	8,813,328
Internal Materials and Services Housing & Community Development		392,227	299,985	480,752	480,752	405,162	405,162	405,162
Hodality & Community Development	_	392,227	299,985	480,752	480,752	405,162	405,162	405,162
	_							
Total Bureau Expenses		2,693,863	6,251,898	14,866,449	5,480,752	5,218,490	9,218,490	9,218,490
Fund Requirements								
Total Fund Requirements		0	0	0	0	0	0	0
TOTAL REQUIREMENTS	\$	2,693,863 \$	6,251,898 \$	14,866,449	\$ 5,480,752	\$ 5,218,490 \$	9,218,490 \$	9,218,490
LINE ITEM DETAIL – AU 537 Materials and Services								
External Materials and Services 529000 Miscellaneous Services		2,301,636	5,951,913	14,385,697	5,000,000	4,813,328	8,813,328	8,813,328
Total External Materials and Services		2,301,636	5,951,913	14,385,697	5,000,000	4,813,328	8,813,328	8,813,328
Internal Materials and Services 559000 Other Fund Services		392,227	299,985	480,752	480,752	405,162	405,162	405,162
Total Internal Materials and Services	-	392,227	299,985	480,752	480,752	405,162	405,162	405,162
Total Materials and Services	_	2,693,863	6,251,898	14,866,449	5,480,752	5,218,490	9,218,490	9,218,490
TOTAL Bureau Expenses	\$	2,693,863 \$	6,251,898 \$	14,866,449	\$ 5,480,752	\$ 5,218,490 \$	9,218,490 \$	9,218,490

FUND OVERVIEW

The HOME program is a federal entitlement program of the United States Department of Housing and Urban Development. The purpose of the grant is to assist local governments with the development of affordable housing.

Portland HOME Consortium

The Portland HOME Consortium consists of the City of Portland, the City of Gresham, and Multnomah County. Portland is the lead partner of the consortium and is responsible for receiving and administering the HOME grant.

Revenues and **Expenditures**

HOME funds are used for acquisition, rehabilitation, and/or new construction of housing for low-income and special needs persons, for rent assistance, and for the Housing Connection program. The City contracts with implementing agencies and project sponsors to carry out eligible activities in accordance with the principles and priorities of the adopted Consolidated Plan. The HOME Fund includes the entitlement for the consortium and program income earned by the use of HOME dollars.

Structure

The HOME Fund is an entitlement grant fund that is reimbursed by the federal government for actual expenditures less program income. Since requests for reimbursement cannot exceed expenditures less program income, the fund will not have an ending balance.

Managing Agency

Bureau of Housing and Community Development

CHANGES FROM PRIOR YEAR

Entitlement

The HOME entitlement for the consortium for FY 2005-06 is \$4,602,302, a decrease of \$248,154 (5.1%) from FY 2004-05. The HOME American Dream Downpayment Initiative (ADDI) entitlement has been reduced to \$176,188, down \$394,635 from the prior year (FY 2004-05 included two years worth of ADDI funding).

Program Income

It is estimated that HOME program income will be \$440,000, which is an increase of \$180,000 from the FY 2004-05 estimate.

Housing and Community Development Fund - 254

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	12,671	0	0	0	0	0	0
	12,671	0	0	0	0	0	0
Federal Sources							
Federal Grants	6,803,353	12,392,921	20,246,791	11,253,235	13,288,646	13,538,646	13,538,646
	6,803,353	12,392,921	20,246,791	11,253,235	13,288,646	13,538,646	13,538,646
Miscellaneous Revenues							
Collection of Assessment	61,210	45,165	50,000	35,000	50,000	50,000	50,000
Interest Earned	53,443	17,930	0	0	0	0	(
Loan Repayments	6,009,611	2,790,071	2,100,000	2,100,000	1,880,000	1,880,000	1,880,000
	6,124,264	2,853,166	2,150,000	2,135,000	1,930,000	1,930,000	1,930,000
Total External Revenues	12,940,288	15,246,087	22,396,791	13,388,235	15,218,646	15,468,646	15,468,646
Internal Revenues							
TOTAL RESOURCES	\$ 12,940,288	\$ 15,246,087 \$	22,396,791	\$ 13,388,235	\$ 15,218,646	\$ 15,468,646 \$	15,468,64
REQUIREMENTS							47.
Bureau Expenses							
External Materials and Services	10,264,508	12,470,333	19,886,572	11,000,000	13,117,791	13,367,791	13,367,79
Internal Materials and Services							
Development Services	127,105	0	0	0	0	0	
Environmental Services	0	0	40,000	40,000	0	0	
Housing & Community Development	1,440,018	1,367,625	1,585,368	1,585,368	1,730,853	1,730,853	1,730,85
LID Construction Fund	66,270	596,450	22,471	0	0	0	
Neighborhood Involvement	146,109	189,701	37,936	37,936	25,984	25,984	25,98
Office of Management & Finance	36,433	30,779	44,000	44,000	44,000	44,000	44,00
Parks Bureau	5,671	0	25,000	25,000	0	0	
Parks Capital Const & Maint Fund	0	85,615	0	0	0	0	
Planning Bureau	494,602	99,100	8,395	8,395	8,395	8,395	8,39
Police Bureau	74,626	72,756	72,756	72,756	0	0	
Transportation	73,268	51,128	350,000	300,000	0	0	
Water Bureau	910	0	0	0	0	0	
	2,465,012	2,493,154	2,185,926	2,113,455	1,809,232	1,809,232	1,809,23
Total Bureau Expenses	12,729,520	14,963,487	22,072,498	13,113,455	14,927,023	15,177,023	15,177,02
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	49,513	0	56,542	56,542	56,54
	0	0	49,513	_ 0	56,542	56,542	56,54
Fund Cash Transfers	04.404	_	•	0	^	^	
Development Services Fund	34,484	0	0		0	0	005.00
General Fund	156,829	228,771	243,835	274,780	235,081	235,081	235,08
Sewer System Operating Fund	0	0	9,264	0	0	0	

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	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Transportation Operating	19,455	53,829	21,681	0	0	0	0
	210,768	282,600	274,780	274,780	235,081	235,081	235,081
Total Fund Requirements	210,768	282,600	324,293	274,780	291,623	291,623	291,623
TOTAL REQUIREMENTS	\$ 12,940,288	\$ 15,246,087	\$ 22,396,791	\$ 13,388,235	\$ 15,218,646	\$ 15,468,646 \$	15,468,646
LINE ITEM DETAIL – AU 532 Materials and Services							
External Materials and Services 521000 Professional Services	0	0	25,000	0	0	0	0
529000 Miscellaneous Services	10,264,508	12,470,333	19,800,601	11,000,000	13,117,791	13,367,791	13,367,79
545000 Interest Total External Materials and Services	10,264,508	12,470,333	60,971 19,886,572	11,000,000	13,117,791	13,367,791	13,367,79
Internal Materials and Services 559000 Other Fund Services	2,465,012	2,493,154	2,185,926	2,113,455	1,809,232	1,809,232	1,809,232
Total Internal Materials and Services	2,465,012	2,493,154	2,185,926	2,113,455	1,809,232	1,809,232	1,809,232
Total Materials and Services	12,729,520	14,963,487	22,072,498	13,113,455	14,927,023	15,177,023	15,177,023
TOTAL Bureau Expenses	\$ 12,729,520	\$ 14,963,487	\$ 22,072,498	\$ 13,113,455	\$ 14,927,023	\$ 15,177,023 \$	15,177,023

Revenues

The Housing and Community Development Fund accounts for the City's Community Development Block Grant (CDBG) entitlement from the United States Department of Housing and Urban Development (HUD), loan repayments, lien payments, revenue generated from CDBG-funded activities, carryover funds from prior years, private leveraged resources, and interest and repayments for float activities.

Structure

This fund is an annual entitlement grant fund that is reimbursed by the federal government for actual expenditures less any program income received. Because requests for reimbursement cannot exceed expenditures less program income, the fund will not have an ending balance.

Carryover

Entitlement appropriations remaining at the end of the fiscal year are carried over in the fall supplemental budget process of the following fiscal year. The supplemental budget includes obligated carryover, appropriation for projects that have been authorized and budgeted in the prior year, and carryover appropriation for expanded projects or new requests.

Managing Agency

Bureau of Housing and Community Development

CHANGES FROM PRIOR YEAR

Entitlement

Decrease in Entitlement

The Community Development Block Grant entitlement for FY 2005-06 is \$11,488,646, a decrease of \$616,354 (5.1%) from FY 2004-05. This is the smallest entitlement award since FY 1993-94.

Program Income

Decrease in Program Income

Program income from the Portland Development Commission (PDC), received primarily from loan repayments, is estimated in the FY 2005-06 Adopted Budget at \$1.88 million, an anticipated reduction of \$220,000 from the FY 2004-05 estimate. This reduction in program income is related to less activity in the single-family rehab program, and the refocusing of the bureau's PDC housing portfolio on lower-income housing developments. The decrease in overall funding has required significant changes to bureau programs.

Carryover

Changes in Carryover

Obligated carryover (funds tied to specific continuing projects) include amounts for:

- Multi-family housing activities \$250,000
- The CDBG portion of the match for the Housing Authority of Portland HOPE VI grant \$1,020,000
- Economic Opportunity Request for Proposal \$250,000
- Carryover for public facilities \$250,000
- Relocation assistance funds \$30,000

The total amount of obligated carryover is budgeted at \$1,800,000, a reduction of \$420,000 from FY 2004-05.

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	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees Miscellaneous Rents and Reimbursements	48,000 59,836	0 54,516	15,000 285,250	0 7,807	15,000 5,250	15,000 5,250	15,000 5,250
	107,836	54,516	300,250	7,807	20,250	20,250	20,250
Miscellaneous Revenues Bond and Note Sales	0	0	10,825,250	12,000,000	10,070,000	16,460,000	16,460,000
Interest Earned	80,272	35,841	25,000	44,000	43,400	43,400	43,400
Sale of Capital Assets	6,408,252	1,785,731	4,000,000	0	0	0	0
	6,488,524	1,821,572	14,850,250	12,044,000	10,113,400	16,503,400	16,503,400
Total External Revenues	6,596,360	1,876,088	15,150,500	12,051,807	10,133,650	16,523,650	16,523,650
Internal Revenues							
Other Cash Transfers Childrens Investment Fund	0	1,045,000	0	0	0	0	0
General Fund	55,652	495,757	492,716	492,716	482,122	2,482,122	2,482,122
	55,652	1,540,757	492,716	492,716	482,122	2,482,122	2,482,122
Total internal Revenues	55,652	1,540,757	492,716	492,716	482,122	2,482,122	2,482,122
Beginning Fund Balance	4,299,491	3,158,419	2,465,780	2,384,098	2,648,112	2,648,112	2,648,112
TOTAL RESOURCES	\$ 10,951,503 \$	6,575,264 \$	18,108,996	\$ 14,928,621	13,263,884 \$	21,653,884	\$ 21,653,884
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	1,296,209	1,381,204	13,224,092	12,277,839	12,378,484	20,768,484	20,768,484
Internal Materials and Services Housing & Community Development	0	31,000	0	0	67,400	67,400	67,400
	0	31,000	0	0	67,400	67,400	67,400
Total Bureau Expenses	1,296,209	1,412,204	13,224,092	12,277,839	12,445,884	20,835,884	20,835,884
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	599,654	0	30,000	23,619	23,619
	0	0	599,654	0	30,000	23,619	23,619
Fund Cash Transfers Childrens Investment Fund	0	1,045,000	0	0	0	0	0
Governmental Bond Redemption	6,496,859	7,560	4,285,250	2,670	526,716	533,097	533,097
Pension Debt Redemption Fund	16	0	0	0	0	0	0
	6,496,875	1,052,560	4,285,250	2,670	526,716	533,097	533,097
Debt Retirement	0	1,726,402	0	0	0	0	0

TOTAL Bureau Expenses	\$	1,296,209	\$ 1,412,204	\$ 13,224,092	2 \$	12,277,839	\$ 12,445,884	\$ 20,835,884	\$ 20,835,884
Total Materials and Services		1,296,209	1,412,204	13,224,092	2	12,277,839	12,445,884	20,835,884	20,835,884
Total Internal Materials and Services		0	31,000	()	0	67,400	67,400	67,400
Internal Materials and Services 559000 Other Fund Services		0	31,000	()	0	67,400	67,400	67,400
Total External Materials and Services		1,296,209	1,381,204	13,224,092)	12,277,839	12,378,484	20,768,484	20,768,484
549000 Miscellaneous		10,148	6,789	190,250)	225,705	5,250	5,250	5,250
External Materials and Services 529000 Miscellaneous Services		1,286,061	1,374,415	13,033,842)	12,052,134	12,373,234	20,763,234	20,763,234
LINE ITEM DETAIL – AU 292 Materials and Services									
TOTAL REQUIREMENTS	\$	10,951,503	\$ 6,575,264	\$ 18,108,996	\$	14,928,621	\$ 13,263,884	\$ 21,653,884	\$ 21,653,884
Total Fund Requirements		9,655,294	5,163,060	4,884,904		2,650,782	818,000	818,000	818,000
		3,158,419	2,384,098	0)	2,648,112	261,284	261,284	261,284
Ending Balance Unappropriated Ending Balance		3,158,419	2,384,098	O)	2,648,112	261,284	261,284	261,284
	F	Y 2002-03	FY 2003-04	FY 2004-05		FY 2004-05	FY 2005-06	FY 2005-06	FY 2005-06
		Actual	Actual	Revised		YrEnd Est.	Proposed	Approved	Adopted

The Housing Investment Fund supports programs for affordable housing and homelessness.

The Housing Investment Fund (HIF) supports five housing programs, all of which serve to develop or preserve affordable housing in Portland or help low and moderate-income individuals to access affordable housing. These programs are the ongoing General Fund discretionary resources, the Smart Growth program, the Preservation Line of Credit program, the City Lights Housing program, and the new Housing Obligation Bonds.

An annual ongoing commitment of City General Fund resources to the HIF is an allocation to support homeless programs from the Bureau of Housing and Community Development (BHCD).

The Smart Growth program is supported by loans from the Enterprise Foundation. The goal of the program is to lower the cost of developing new affordable housing in the City by reducing the land acquisition costs.

The Preservation Line of Credit is a \$10.5 million revolving line of credit that serves as a temporary funding tool to allow the City to easily acquire affordable housing properties as they become available. When re-sold to nonprofit agencies or developers who ensure their long-term affordability, the properties' sale proceeds are used to pay off the draws against the line of credit.

The City Lights Housing program is designed to stimulate production of new housing units that are not currently being built due to market constraints. The program is a source of low interest rate borrowing authority in the amount of \$25 million to finance the construction or acquisition of multi-family housing to be owned by the City of Portland acting through the Portland Development Commission (PDC). The program allows issuance of tax-exempt debt secured by the City's General Fund, with the proceeds used to invest in housing developments that achieve a public purpose.

The Housing Obligation Bond program was developed during the FY 2004-05 budget process. This program uses \$750,000 in General Fund discretionary resources to leverage \$9,000,000 in debt financing for low-income housing projects.

Managing Agency

Office of Management and Finance, Financial Services

CHANGES FROM PRIOR YEAR

General Fund support

The FY 2005-06 General Fund ongoing discretionary current appropriation level budget for the Housing Investment Fund was \$507,497. This amount was reduced 5% (\$25,375) as part of the Citywide General Fund discretionary reductions, leaving \$482,122.

Smart Growth

The Smart Growth program has allocated \$500,000 for potential land acquisition costs for FY 2005-06.

Preservation Line of Credit - revolving

In FY 2005-06, no activity is anticipated in the Preservation Line of Credit program while PDC and BHCD review the structure of the program. No funds have been appropriated for this purpose.

City Lights

The City Lights Housing program funded its first project (Headwaters/Tryon Creek) in FY 2004-05. Approximately \$11 million in revenue bond sales are anticipated in support of this project, which will be owned by the City of Portland. The fund will disburse the proceeds of this debt instrument during the latter part of FY 2004-05 and in FY 2005-06.

Housing Obligation Bonds

This program will begin disbursing the proceeds of the debt issuance in FY 2005-06, which will flow through the Housing Investment Fund to PDC. PDC will be the managing agency for the projects.

Chronic Homelessness

This program is being seeded with \$1 million in one-time General Fund resources for FY 2005-06. The program will consist of:

- Housing First placement with 1-2 year rent assistance
- An integrated service team from collaborating agencies that conduct outreach and provide follow through services after placement.
- The provision of direct access to housing units, both private and nonprofit.
- Close coordination with law enforcement and other first responders to provide supportive housing assistance as diversion from more costly public interventions (jail, hospital, etc).

Housing Assistance

This program is receiving \$1 million in one-time General Fund resources for FY 2005-06.

Interstate Corridor Debt Service Fund - 304

TOTAL REQUIREMENTS	\$	1,986,593	2,851,084	\$ 7,093,186	\$ 4,137,356	\$ 4,625,329	\$ 4,625,329	4,625,329
Total Fund Requirements		1,986,593	2,851,084	7,093,186	4,137,356	4,625,329	4,625,329	4,625,329
		36,471	45,928	2,920,830	0	0	0	0
Unexpendable Reserve		0	0_	2,920,830	0	0	0	0
Ending Balance Unappropriated Ending Balance		36,471	45,928	0	0	0	0	0
Debt Retirement		1,950,122	2,805,156	4,172,356	4,137,356	4,625,329	4,625,329	4,625,329
Bureau Expenses Fund Requirements								
REQUIREMENTS								
TOTAL RESOURCES	\$	1,986,593	2,851,084	\$ 7,093,186	\$ 4,137,356	\$ 4,625,329	4,625,329	4,625,329
Beginning Fund Balance		21,057	36,471	45,928	45,928	0	0	0
Total Internal Revenues		0	0	35,000	0	0	0	0
		0	0	35,000	0	0	0	0
Other Cash Transfers Special Revenue and Finance		0	0	35,000	0	0	0	0
Internal Revenues				100	=			
Total External Revenues		1,965,536	2,814,613	7,012,258	4,091,428	4,625,329	4,625,329	4,625,329
		11,233	6,8 7 5	2,940,179	19,349	61,610	61,610	61,610
Interest Earned		11,233	6,875	19,349	19,349	61,610	61,610	61,610
Miscellaneous Revenues Bond and Note Sales		0	0	2,920,830	0	0	0	0
		1,954,303	2,807,738	4,072,079	4,072,079	4,563,719	4,563,719	4,563,719
Current Property Taxes Prior Year Property Taxes		1,940,850 13,453	2,770,410 37,328	4,052,079 20,000	4,052,079 20,000	4,523,719 40,000	4,523,719 40,000	4,523,719 40,000
Property Taxes								
RESOURCES External Revenues								
	F	Y 2002-03	FY 2003-04	FY 2004-05	FY 2004-05	FY 2005-06	FY 2005-06	FY 2005-06
	F	Actual Y 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Ado FY 20

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Interstate Corridor Urban Renewal District. Specifically, this fund accounts for the allocation of resources to pay principal and interest on tax increment bonded indebtedness related to financing and refinancing of improvements in this district. The Portland Development Commission serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Interestate Consider History Reserved						
Interstate Corridor Urban Renewal & Redevelopment Refunding						
Bonds, 2004 Series A	00 040 000					
02/09/2004 - Due 06/15	32,310,000	0005/00	4 440 000	0.500/	4 400 404	
		2005/06	1,110,000	2.50%	1,423,431	2,533,431
		2006/07	1,135,000	2.50%	1,395,681	2,530,681
		2007/08	1,165,000	3.00%	1,367,306	2,532,306
		2008/09	1,200,000	3.00%	1,332,356	2,532,356
		2009/10	1,235,000	3.50%	1,296,356	2,531,356
		2010/11	1,280,000	3.50%	1,253,131	2,533,131
		2011/12	1,325,000	4.00%	1,208,331	2,533,331
		2012/13	1,380,000	4.00%	1,155,331	2,535,331
		2013/14	1,435,000	4.00%	1,100,131	2,535,131
		2014/15	1,490,000	4.00%	1,042,731	2,532,731
		2015/16	1,550,000	5.00%	983,131	2,533,131
		2016/17	1,625,000	5.00%	905,631	2,530,631
×		2017/18	1,710,000	5.25%	824,381	2,534,381
		2018/19	1,800,000	5.25%	734,606	2,534,606
		2019/20	1,890,000	5.25%	640,106	2,530,106
		2020/21	1,990,000	5.25%	540,881	2,530,881
		2021/22	2,095,000	4.38%	436,406	2,531,406
		2022/23	2,190,000	5.00%	344,750	2,534,750
		2023/24	2,295,000	5.00%	235,250	2,530,250
4		2024/25 TOTAL	2,410,000 32,310,000	5.00%	120,500 18,340,431	2,530,500 50,650,431
Estimated - Du Jour and Line of Credit	2,046,897					
		2005/06	2,046,897	Variable	45,000	2,091,897
		TOTAL	2,046,897		45,000	2,091,897
COMBINED DEBT SERVICE						
	34,356,897					
		2005/06	3,156,897		1,468,431	4,625,328
		2006/07	1,135,000		1,395,681	2,530,681
		2007/08	1,165,000		1,367,306	2,532,306
		2008/09	1,200,000		1,332,356	2,532,356
		2009/10	1,235,000		1,296,356	2,531,356
		2010/11	1,280,000		1,253,131	2,533,131
		2011/12	1,325,000		1,208,331	2,533,331
		2012/13	1,380,000		1,155,331	2,535,331
		2013/14	1,435,000		1,100,131	2,535,131
		2014/15	1,490,000		1,042,731	2,532,731
		2015/16	1,550,000		983,131	2,533,131
		2016/17	1,625,000		905,631	2,530,631
		2017/18	1,710,000		824,381	2,534,381
		2018/19	1,800,000		734,606	2,534,606
		2019/20	1,890,000		640,106	2,530,106
76		2020/21	1,990,000		540,881	2,530,881
		2021/22	2,095,000		436,406	2,531,406
		2022/23	2,190,000		344,750	2,534,750
		2023/24	2,295,000		235,250	2,530,250
		2024/25	2,410,000		120,500	2,530,500
OTAL FUND DEBT SERVICE			\$ 34,356,897		\$ 18,385,431	\$ 52,742,328

Lents Town Center URA Debt Redemption Fund - 309

	F	Actual Y 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Property Taxes								
Current Property Taxes		3,310,859	3,984,114	4,680,382	4,680,382	4,983,238	4,983,238	4,983,238
Prior Year Property Taxes		56,665	78,477	40,000	40,000	80,000	80,000	80,000
		3,367,524	4,062,591	4,720,382	4,720,382	5,063,238	5,063,238	5,063,238
Miscellaneous Revenues								
Interest Earned		19,435	10,591	23,247	23,247	67,274	67,274	67,274
		19,435	10,591	23,247	23,247	67,274	67,274	67,274
Total External Revenues	_	3,386,959	4,073,182	4,743,629	4,743,629	5,130,512	5,130,512	5,130,512
Internal Revenues								
Beginning Fund Balance		77,435	94,400	205,689	205,689	0	0	0
TOTAL RESOURCES	\$	3,464,394 \$	4,167,582 \$	4,949,318	4,949,318	5,130,512 \$	5,130,512 \$	5,130,512
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		3,369,994	3,961,893	4,949,318	4,949,318	5,130,512	5,130,512	5,130,512
Ending Balance								
Unappropriated Ending Balance		94,400	205,689	0	0	0	0	0
		94,400	205,689	0	0	0	0	0
Total Fund Requirements		3,464,394	4,167,582	4,949,318	4,949,318	5,130,512	5,130,512	5,130,512
TOTAL REQUIREMENTS	\$	3,464,394 \$	4,167,582 \$	4,949,318	\$ 4,949,318 \$	5,130,512 \$	5,130,512 \$	5,130,512

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Lents Town Center Urban Renewal District. Specifically, this fund accounts for the allocation of resources to pay principal and interest on tax increment bonded indebtedness related to financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Lents Town Center URA Debt Redemption Fund - 309

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest		Total P+I
Estimated - Du Jour and Line of Credit							
	4,798,512						
		2005/06	4,798,51	12 variable	332,00	0	5,130,512
OTAL FUND DEBT SERVICE			\$ 4,798,51	12	\$ 332,00	0 \$	5,130,512

LID Construction Fund - 502

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	4,427,284	1,527,647	1,358,020	1,225,000	1,357,900	1,357,900	1,357,900
	4,427,284	1,527,647	1,358,020	1,225,000	1,357,900	1,357,900	1,357,900
Miscellaneous Revenues							
Bond and Note Sales	34,606,356	0	8,624,960	7,400,000	20,823,302	20,823,302	20,823,30
Collection of Assessment	4,574,538	179,976	400,000	490,000	425,000	425,000	425,00
Interest Earned	500,384	106,268	125,000	112,000	117,500	117,500	117,50
Other Miscellaneous	(2,171)	987	0	0	0	0	
	39,679,107	287,231	9,149,960	8,002,000	21,365,802	21,365,802	21,365,80
Total External Revenues	44,106,391	1,814,878	10,507,980	9,227,000	22,723,702	22,723,702	22,723,702
Internal Revenues	, , ,					, ,	
Other Cash Transfers							
Sewer System Construction Fund	11,609	5,538	1,021	1,021	0	0	
Sewer System Operating Fund	35,024	41,095	45,612	45,612	46,633	46,633	46,63
Transportation Operating Fund	3,695	1,770	326	326	0	0	
	50,328	48,403	46,959	46,959	46,633	46,633	46,63
Interfund Service Reimbursements Housing & Community Devel Fund	66,270	596,449	22,471	0	0	0	
thousand a command potent and	66,270	596,449	22,471	0	0	0	
Total Internal Revenues	116,598	644,852	69,430	46,959	46,633	46,633	46,63
Beginning Fund Balance	899,247	2,174,264	2,381,613	2,381,613	2,283,957	2,283,957	2,283,95
TOTAL RESOURCES	\$ 45,122,236 \$						
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	92,102	15,280	25,000	75,000	100,000	100,000	100,00
Internal Materials and Services	02,102	10,200	20,000	70,000	100,000	100,000	100,00
Technology Services Fund	0	0	0	0	11,368	11,368	11,36
City Auditor	1,494,948	1,199,398	1,383,524	1,200,000	1,214,194	1,417,387	1,417,38
Office of Management & Finance	47,644	56,894	57,807	57,807	51,589	51,589	51,58
Transportation	13,915,736	,		3,180,000	13,583,302	13,583,302	13,583,30
		257,391	8.624.960	3, 100,000			, ,
		257,391 1,513,683	8,624,960 10,066,291			15,063,646	15,063,64
Capital Outlay	15,458,328	1,513,683	10,066,291	4,437,807	14,860,453	15,063,646 0	
Capital Outlay Total Bureau Expenses	15,458,328	1,513,683 703,524		4,437,807	14,860,453	0	
Capital Outlay Total Bureau Expenses Fund Requirements	15,458,328 0	1,513,683	10,066,291 43,822	4,437,807 0	14,860,453 0		
Total Bureau Expenses Fund Requirements	15,458,328 0	1,513,683 703,524	10,066,291 43,822	4,437,807 0	14,860,453 0	0	
Total Bureau Expenses	15,458,328 0	1,513,683 703,524	10,066,291 43,822	4,437,807 0	14,860,453 0	0	15,163,64
Total Bureau Expenses Fund Requirements General Operating Contingency	15,458,328 0 15,550,430	1,513,683 703,524 2,232,487	10,066,291 43,822 10,135,113	4,437,807 0 4,512,807	14,860,453 0 14,960,453	0 15,163,646	15,163,64 2,079,38
Total Bureau Expenses Fund Requirements General Operating Contingency	15,458,328 0 15,550,430	1,513,683 703,524 2,232,487	10,066,291 43,822 10,135,113 2,277,302	4,437,807 0 4,512,807	14,860,453 0 14,960,453 2,294,782	0 15,163,646 2,079,388	15,163,64 2,079,38 2,079,38
Total Bureau Expenses Fund Requirements General Operating Contingency General Operating Contingency	15,458,328 0 15,550,430 0	1,513,683 703,524 2,232,487	10,066,291 43,822 10,135,113 2,277,302 2,277,302	4,437,807 0 4,512,807	14,860,453 0 14,960,453 2,294,782 2,294,782	2,079,388 2,079,388	15,163,64 2,079,38 2,079,38
Total Bureau Expenses Fund Requirements General Operating Contingency General Operating Contingency General Fund Overhead	15,458,328 0 15,550,430 0	1,513,683 703,524 2,232,487	10,066,291 43,822 10,135,113 2,277,302 2,277,302	4,437,807 0 4,512,807	14,860,453 0 14,960,453 2,294,782 2,294,782	2,079,388 2,079,388	15,063,64 15,163,64 2,079,38 2,079,38 81,49 12,52

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Pension Debt Redemption Fund Sewer System Construction Fund	19,870 1,314,777	8,320 0	37,897 0	37,897 1,000,000	52,235 2,000,000	52,235 2,000,000	52,235 2,000,000
	1,334,647	8,320	43,098	1,043,098	2,052,235	2,064,761	2,064,761
Debt Retirement	26,050,306	11,574	430,000	3,742,200	5,665,000	5,665,000	5,665,000
Ending Balance Unappropriated Ending Balance	2,174,264	2,381,613 2,381,613	0	2,283,957	0	0	(
Total Fund Requirements	29,571,806	2,401,507	2,823,910	7,142,765	10,093,839	9,890,646	9,890,646
TOTAL REQUIREMENTS	\$ 45,122,236 \$	4,633,994 \$	12,959,023	\$ 11,655,572 \$	25,054,292 \$	25,054,292 \$	25,054,292
LINE ITEM DETAIL - AU 742 Materials and Services							
External Materials and Services 521000 Professional Services 549000 Miscellaneous	124 91.978	0 15,280	0 25,000	75,000	0 100.000	0 100,000	100,000
Total External Materials and Services	92,102	15,280	25,000	75,000	100,000	100,000	100,00
Internal Materials and Services 555000 Technology Services Fund 559000 Other Fund Services	0 15,458,328	0 1,513,683	0 10,066,291	0 4,437,807	11,368 14,849,085	11,368 15,052,278	11,368 15,052,278
Total Internal Materials and Services	15,458,328	1,513,683	10,066,291	4,437,807	14,860,453	15,063,646	15,063,646
Total Materials and Services	15,550,430	1,528,963	10,091,291	4,512,807	14,960,453	15,163,646	15,163,646
Capital Outlay							
563000 Improvements	0	703,524	43,822	0	0	0	(
Total Capital Outlay	0	703,524	43,822	0	0	0	(
TOTAL Bureau Expenses	\$ 15,550,430 \$	2,232,487 \$	10,135,113	\$ 4,512,807 \$	14,960,453 \$	15,163,646 \$	15,163,646

The Local Improvement District (LID) Construction Fund accounts for the activities of the Assessments and Liens Division of the Auditor's Office. The fund finances local infrastructure improvements. The Assessments and Liens Division collects assessments for local improvements financed by the fund, and also for sidewalk repairs, code enforcement violation fee revenue, and system development charges for the bureaus of Parks, Environmental Services, and Transportation. The division provides property owners with a variety of financing mechanisms to pay off their assessments.

The size of the LID Construction Fund budget is primarily driven by the number of construction projects in process and under consideration at any one time. It is anticipated that activity will increase in the coming fiscal years with the commencement of the South Waterfront District, NW 13th Avenue, and NE 148th Avenue LID projects. In addition, significant budget changes can occur with the sale of special assessment bonds for the financing of large LID projects, and the increased use of system development charges to pay for city infrastructure.

Managing Agency

Office of the City Auditor

CHANGES FROM PRIOR YEAR

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-		

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes							
Current Property Taxes	1,166,611	1,357,036	1,884,900	1,884,900	1,754,522	1,754,522	1,754,522
Prior Year Property Taxes	4,391	21,085	15,000	15,000	25,000	25,000	25,000
a	1,171,002	1,378,121	1,899,900	1,899,900	1,779,522	1,779,522	1,779,522
Miscellaneous Revenues							
Interest Earned	7,151	3,492	7,552	7,552	23,686	23,686	23,686
	7,151	3,492	7,552	7,552	23,686	23,686	23,686
Total External Revenues	1,178,153	1,381,613	1,907,452	1,907,452	1,803,208	1,803,208	1,803,208
Internal Revenues							
Beginning Fund Balance	20,502	28,423	166,971	166,971	0	0	0
TOTAL RESOURCES	\$ 1,198,655	\$ 1,410,036	\$ 2,074,423	\$ 2,074,423	\$ 1,803,208	\$ 1,803,208 \$	1,803,208
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	1,170,232	1,243,065	2,074,423	2,074,423	1,803,208	1,803,208	1,803,208
Ending Balance							
Unappropriated Ending Balance	28,423	166,971	0	0	0	0	0
	28,423	166,971	0	0	0	0	0
Total Fund Requirements	1,198,655	1,410,036	2,074,423	2,074,423	1,803,208	1,803,208	1,803,208
TOTAL REQUIREMENTS	\$ 1,198,655	\$ 1,410,036	\$ 2,074,423	\$ 2,074,423	\$ 1,803,208	\$ 1,803,208 \$	1,803,208

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the North Macadam Urban Renewal District. Specifically, this fund accounts for the allocation of resources to pay principal and interest on tax increment bonded indebtedness related to financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

North Macadam URA Debt Redemption Fund - 313

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Estimated - Du Jour and Line of Credit						
	Variable					
		2005/06	959,708	variable	843,500	1,803,208
OTAL FUND DEBT SERVICE			\$ 959,708		\$ 843,500	\$ 1,803,208

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Licenses and Permits							
Business Licenses	4,133,917	4,177,839	4,628,657	4,496,022	4,586,063	4,586,063	4,586,063
	4,133,917	4,177,839	4,628,657	4,496,022	4,586,063	4,586,063	4,586,063
Miscellaneous Revenues Interest Earned	8,797	4,387	6,600	2,317	6,600	6,600	6,600
interest Lameu	8,797	4,387	6,600	2,317	6,600	6,600	6,600
Total External Revenues	4,142,714	4,182,226	4,635,257	4,498,339	4,592,663	4,592,663	4,592,663
Internal Revenues	1,112,711	1,102,220	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,	.,002,000	.,002,000	1,002,000
Beginning Fund Balance	8,138	7,337	28,943	28,943	359,672	20,943	20,943
TOTAL RESOURCES	\$ 4,150,852	\$ 4,189,563 \$	4,664,200	\$ 4,527,282 \$	4,952,335 \$	4,613,606 \$	4,613,606
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	4,143,515	4,160,620	4,643,257	4,506,339	4,592,663	4,592,663	4,546,736
Internal Materials and Services	-						
Business Licenses	0	0	0	0	0	0	45,927
	0	0	0	0	0	0	45,927
Total Bureau Expenses	4,143,515	4,160,620	4,643,257	4,506,339	4,592,663	4,592,663	4,592,663
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	0	0	0	20.943	20.943
denotal operating contingency	0	0	0	0	0	20,943	20,943
Ending Polones	_	_		_	_		
Ending Balance Unappropriated Ending Balance	7,337	28,943	20,943	20,943	359,672	0	(
	7,337	28,943	20,943	20,943	359,672	0	C
Total Fund Requirements	7,337	28,943	20,943	20,943	359,672	20,943	20,943
TOTAL REQUIREMENTS	\$ 4,150,852	\$ 4,189,563 \$	4,664,200	\$ 4,527,282 \$	4,952,335 \$	4,613,606 \$	4,613,606
LINE ITEM DETAIL – AU 249							
Materials and Services							
External Materials and Services 521000 Professional Services	4,143,515	4,160,620	4,643,257	4,506,339	4,592,663	4,592,663	(
529000 Miscellaneous Services	4,145,515	4,100,020	4,043,237	4,300,339	4,592,005	4,392,003	4,546,736
Total External Materials and Services	4,143,515	4,160,620	4,643,257	4,506,339	4,592,663	4,592,663	4,546,736
Internal Materials and Services 559000 Other Fund Services	0	0	0	0	0	0	45,927
Total Internal Materials and Services	0	0	0	0	0	0	45,927
Total Materials and Services	4,143,515	4,160,620	4,643,257	4,506,339	4,592,663	4,592,663	4,592,663
IIII WIII OUI TIOU	7, 170,010	7,100,020	+,0+0,201	.,000,000	.,002,000	.,002,000	.,002,000

Fund Summary

FUND OVERVIEW

The Property Management License Fund administers the collection of the business property management license fee payable by managers of participating properties within the Downtown Business Improvement District (Downtown BID). This fee supports the Downtown Clean and Safe program and the Lloyd BID. The fund transfers payments to the Bureau of Licenses for reimbursement of program costs.

The purpose of the program is to keep the business improvement districts vital and attractive to businesses, shoppers, visitors, and citizens.

History

Portland's Downtown Clean and Safe Services District was established in 1988. The program is administered by Portland Downtown Services, Inc. and the Portland Business Alliance. The district was renewed for ten years, and the program was expanded to add some residential property managers in 2001.

The Lloyd Business Improvement District was established in 1999 and renewed in 2001 to provide a similar set of services within the Lloyd Business District.

Fee Structure

The business property management license fees are based on factors that have been developed as measures of the need-for-services load created by the use of property. The factors include:

- Value of improvement
- Square feet of the sum of improvements and land square footage
- Elevator capacity

Services

Portland Downtown Services, Inc., through its Downtown Clean and Safe program and through a management agreement with the City of Portland, provides the following services:

- Enhanced security
- Sidewalk and graffiti cleaning
- Business recruitment, retention, and marketing services in the central business district

The Lloyd Business Improvement District provides fewer, but similar, services for the Lloyd District.

Managing Agency

Bureau of Licenses

i i	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes	1.65						
Current Property Taxes	6,696,249	8,873,135	10,298,239	10,298,239	11,260,130	11,260,130	11,260,130
Prior Year Property Taxes	101,921	155,980	130,000	130,000	160,000	160,000	160,000
	6,798,170	9,029,115	10,428,239	10,428,239	11,420,130	11,420,130	11,420,130
Miscellaneous Revenues							
Bond and Note Sales	28,484,950	0	0	0	0	0	0
Interest Earned	51,154	134,217	101,991	101,991	296,220	296,220	296,220
	28,536,104	134,217	101,991	101,991	296,220	296,220	296,220
Total External Revenues	35,334,274	9,163,332	10,530,230	10,530,230	11,716,350	11,716,350	11,716,350
Internal Revenues							
Beginning Fund Balance	512,122	7,608,040	4,990,765	4,990,765	4,734,950	4,734,950	4,734,950
TOTAL RESOURCES	\$ 35,846,396	\$ 16,771,372 \$	15,520,995	\$ 15,520,995	\$ 16,451,300	\$ 16,451,300	\$ 16,451,300
REQUIREMENTS			W				
Bureau Expenses				~			
Fund Requirements							
Debt Retirement	28,238,356	11,780,607	10,786,045	10,786,045	11,716,350	11,716,350	11,716,350
Ending Balance							
Unappropriated Ending Balance	7,608,040	4,990,765	0	0	0	0	0
Unexpendable Reserve	0	0	4,734,950	4,734,950	4,734,950	4,734,950	4,734,950
	7,608,040	4,990,765	4,734,950	4,734,950	4,734,950	4,734,950	4,734,950
Total Fund Requirements	35,846,396	16,771,372	15,520,995	15,520,995	16,451,300	16,451,300	16,451,300
TOTAL REQUIREMENTS	\$ 35,846,396	\$ 16,771,372 \$	15,520,995	\$ 15,520,995	\$ 16,451,300	\$ 16,451,300	\$ 16,451,300

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the River District Urban Renewal District. Specifically, this fund accounts for the allocation of resources to pay principal and interest on tax increment bonded indebtedness related to financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Urban Renewal & Redevelopment						
Bonds, 2003 Series A (Tax- Exempt)						
06/26/2003 - Due 06/15	33,180,000			8		
		2005/06			1,617,405	1,617,4
		2006/07	<u>*</u>		1,617,405	1,617,4
		2007/08			1,617,405	1,617,4
		2008/09			1,617,405	1,617,4
		2009/10	2		1,617,405	1,617,4
		2010/11			1,617,405	1,617,4
		2011/12	*		1,617,405	1,617,4
		2012/13			1,617,405	1,617,4
		2013/14	0.425.000	multiple.	1,617,405	1,617,4
		2014/15	2,435,000	multiple	1,617,405	4,052,4
		2015/16	3,225,000	multiple 5.00%	1,508,693	4,733,6
		2016/17 2017/18	3,385,000 3,550,000	multiple	1,349,845 1,180,595	4,734,8 4,730,5
		2018/19	3,725,000	5.00%	1,006,200	4,731,2
		2019/20	3,915,000	5.00%	819,950	4,734,9
		2020/21	4,110,000	5.00%	624,200	4,734,2
		2021/22	4,315,000	multiple	418,700	4,733,7
		2022/23	4,520,000	multiple	212,100	4,732,1
_		TOTAL	33,180,000		23,294,333	56,474,3
Irban Renewal & Redevelopment Bonds, 2003 Series B (Taxable)						
06/26/2003 - Due 06/15	28,760,000					
00/20/2000 200 00/10	20,700,000	2005/06	2,340,000	1.80%	776,928	3,116,9
		2006/07	2,380,000	2.23%	734,808	3,114,8
		2007/08	2,435,000	2.63%	681,734	3,116,7
		2008/09	2,495,000	2.94%	617,693	3,112,6
		2009/10	2,570,000	3.35%	544,340	3,114,3
		2010/11	2,655,000	3.60%	458,245	3,113,2
		2011/12	2,750,000	3.80%	362,665	3,112,6
		2012/13	2,855,000	3.92%	258,165	3,113,1
		2013/14	2,970,000	4.02%	146,249	3,116,2
		2014/15	655,000	4.10%	26,855	681,8
stimated - Du Jour and Line of		TOTAL	24,105,000		4,607,681	28,712,6
credit	6 060 017					
	6,262,017	2005/06	6,262,017	variable	720,000	6,982,0
-		2000,00	6,262,017	74.14.010	720,000	6,982,0
COMBINED DEBT SERVICE						
	68,202,017					
		2005/06	8,602,017		3,114,333	11,716,3
		2006/07	2,380,000		2,352,213	4,732,2
		2007/08	2,435,000		2,299,139	4,734,1
		2008/09	2,495,000		2,235,098	4,730,0
		2009/10	2,570,000		2,161,745	4,731,7
		2010/11	2,655,000		2,075,650	4,730,6
		2011/12	2,750,000		1,980,070	4,730,0
		2012/13	2,855,000		1,875,570	4,730,5
		2013/14	2,970,000		1,763,654	4,733,6
		2014/15	3,090,000		1,644,260	4,734,2
		2015/16	3,225,000		1,508,693	4,733,69
		2016/17	3,385,000		1,349,845	4,734,8
		2017/18	3,550,000		1,180,595	4,730,5
		2018/19	3,725,000		1,006,200	4,731,20
		2019/20	3,915,000		819,950	4,734,95
		2020/21	4,110,000		624,200	4,734,20

River District URA Debt Redemption Fund - 301

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2021/22	4,315,000		418.700	4,733,700
		2022/23	4,520,000		212,100	4,732,100
TOTAL FUND DEBT SERVICE			\$ 63,547,017	4	\$ 28,622,013	\$ 92,169,030

South Park Block Redemption Fund -

	F	Actual Y 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Property Taxes Current Property Taxes		6,416,966	6,452,233	6,565,765	6,565,765	6,637,604	6,637,604	6,637,604
Prior Year Property Taxes		157,508	169,052	120,221	120,221	170,000	170,000	170,000
		6,574,474	6,621,285	6,685,986	6,685,986	6,807,604	6,807,604	6,807,604
Miscellaneous Revenues								
Interest Earned		57,947	42,535	33,034	33,034	89,608	89,608	89,608
		57,947	42,535	33,034	33,034	89,608	89,608	89,608
Total External Revenues		6,632,421	6,663,820	6,719,020	6,719,020	6,897,212	6,897,212	6,897,212
Internal Revenues								
Beginning Fund Balance		773,072	801,509	185,087	185,087	0	0	0
TOTAL RESOURCES	\$	7,405,493 \$	7,465,329 \$	6,904,107	\$ 6,904,107	6,897,212 \$	6,897,212 \$	6,897,212
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		6,603,984	7,280,242	6,904,107	6,904,107	6,897,212	6,897,212	6,897,212
Ending Balance Unappropriated Ending Balance		801,509	185,087	0	0	0	0	C
	_	801,509	185,087	0	0	0	0	(
Total Fund Requirements	_ =	7,405,493	7,465,329	6,904,107	6,904,107	6,897,212	6,897,212	6,897,212
TOTAL REQUIREMENTS	\$	7,405,493 \$	7,465,329 \$	6,904,107	\$ 6,904,107	6,897,212 \$	6,897,212 \$	6,897,212

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the South Park Blocks Urban Renewal District. Specifically, this fund accounts for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Urban Renewal & Redevelopment						
Bonds, 2000 Series A (Tax- Exempt)						
10/15/2000 - Due 06/15	23,325,000					
10/13/2000 - Due 00/13	23,323,000	2005/06			1,329,973	1,329,973
		2006/07			1,329,973	1,329,973
		2007/08	(re)		1,329,973	1,329,973
		2008/09			1,329,973	1,329,973
		2009/10	841		1,329,973	1,329,973
		2010/11	9.5		1,329,973	1,329,973
		2011/12			1,329,973	1,329,973
		2012/13	2,095,000	5.52%	1,329,973	3,424,973
		2013/14	2,550,000	5.69%	1,214,310	3,764,310
		2014/15	2,695,000	5.75%	1,069,310	3,764,310
		2015/16	2,850,000	5.73%	914,348	3,764,348
		2016/17	3,015,000	5.71%	751,073	3,766,073
		2017/18	3,190,000	5.75%	578,835	3,768,835
		2018/19	3,370,000	5.67%	395,410	3,765,410
2		2019/20	3,560,000	5.74%	204,400	3,764,400
		TOTAL	23,325,000		15,767,465	39,092,465
Urban Renewal & Redevelopment						
Bonds, 2000 Series B (Taxable)						
10/15/2000 - Due 06/15	10 500 000					
10/15/2000 - Due 06/15	16,560,000	0005/00	0.45.000	0.040/	004.000	4 0 4 0 0 0 0
		2005/06	945,000	6.84%	904,008	1,849,008
		2006/07	1,595,000	6.94%	839,370	2,434,370
		2007/08	1,710,000	6.99%	728,677	2,438,677
	2	2008/09	1,825,000	7.09%	609,148	2,434,148
	3	2009/10	1,955,000	7.19%	479,756	2,434,756
		2010/11 2011/12	2,095,000	7.24% 7.29%	339,191 187,513	2,434,191
		2012/13	2,250,000 320,000	7.34%	23,488	2,437,513 343,488
		TOTAL	12,695,000	7.5470	4,111,151	16,806,151
Fating And - Do James and Live of			,000,000		.,,	. 5,555, . 5
Estimated - Du Jour and Line of Credit						
	3,653,181				17	
4		2004/05	3,637,231	variable	81,000	3,718,231
			3,637,231		81,000	3,718,23
COMBINED DEBT SERVICE						
COMBINED DEBT SERVICE	43,538,181					
	43,330,101					
		2005/06	4,582,231		2,314,981	6,897,212
		2006/07	1,595,000		2,169,343	3,764,343
		2007/08	1,710,000		2,058,650	3,768,650
		2008/09	1,825,000		1,939,121	3,764,12
		2009/10	1,955,000		1,809,728	3,764,728
		2010/11	2,095,000		1,669,164	3,764,164
		2011/12	2,250,000		1,517,486	3,767,486
		2012/13	2,415,000		1,353,461	3,768,46
		2013/14	2,550,000		1,214,310	3,764,310
		2014/15	2,695,000		1,069,310	3,764,310
		2015/16	2,850,000		914,348	3,764,348
		2016/17	3,015,000	2.	751,073	3,766,073
		2017/18	3,190,000		578,835	3,768,83
		2010/10	2 272 222		205 440	0.705.444
		2018/19 2019/20	3,370,000 3,560,000		395,410 204,400	3,765,410 3,764,400

Waterfront Renewal Bond Sinking Fund - 303

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes Current Property Taxes Prior Year Property Taxes	13,322,624 337,821	13,303,204 355,009	13,477,521 225,000	13,477,521 225,000	13,437,385 360,000	13,437,385 360,000	13,437,385 360,000
	13,660,445	13,658,213	13,702,521	13,702,521	13,797,385	13,797,385	13,797,385
Miscellaneous Revenues Bond and Note Sales Interest Earned	16,940,040 174,320	0 113,076	0 63,739	0 63,739	0 257,406	0 257,406	0 257,406
	17,114,360	113,076	63,739	63,739	257,406	257,406	257,406
Total External Revenues	30,774,805	13,771,289	13,766,260	13,766,260	14,054,791	14,054,791	14,054,791
Internal Revenues							
Other Cash Transfers Parking Facilities Fund Special Revenue and Finance	690,000 10,599	343,776 0	0	0	0	0	0
	700,599	343,776	0	0	0	0	0
Total Internal Revenues	700,599	343,776	0	0	0	0	0
Beginning Fund Balance	4,092,466	3,674,775	2,368,256	2,368,256	1,681,500	1,681,500	1,681,500
TOTAL RESOURCES	\$ 35,567,870	\$ 17,789,840 \$	16,134,516	\$ 16,134,516 \$	15,736,291 \$	15,736,291	\$ 15,736,291
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	7,262	0	0	0	0	0	0
Total Bureau Expenses	7,262	0	0	0	0	0	0
Fund Requirements Debt Retirement	31,885,833	15,421,584	14,453,016	14,453,016	14,054,791	14,054,791	14,054,791
Ending Balance Unappropriated Ending Balance	3,674,775	2,368,256	1,681,500	0	0	0	0
Unexpendable Reserve	0	0	0	1,681,500	1,681,500	1,681,500	1,681,500
	3,674,775	2,368,256	1,681,500	1,681,500	1,681,500	1,681,500	1,681,500
Total Fund Requirements	35,560,608	17,789,840	16,134,516	16,134,516	15,736,291	15,736,291	15,736,291
TOTAL REQUIREMENTS	\$ 35,567,870	\$ 17,789,840 \$	16,134,516	\$ 16,134,516 \$	15,736,291 \$	15,736,291	\$ 15,736,291
LINE ITEM DETAIL – AU 281 Materials and Services							
External Materials and Services 549000 Miscellaneous	7,262	0	0	0	0	0	0
Total External Materials and Services	7,262	0	0	0	0	0	C
Total Materials and Services	7,262	0	0	0	0	0	0
TOTAL Bureau Expenses	\$ 7,262	\$ 0.5	0	\$ 0 \$	0 \$	0 :	\$ 0

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the Downtown Waterfront Urban Renewal District. Specifically, this fund accounts for the allocation of resources to pay principal and interest on tax increment bonded indebtedness related to financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Urban Renewal & Redevelopment						
Bonds, 2000 Series A						
10/15/2000 - Due 6/15	33,060,000					
10/13/2000 - Duc 0/13	00,000,000	2005/06	2		1,866,274	1,866,27
		2006/07	-		1,866,274	1,866,27
		2007/08	<u>\$</u>		1,866,274	1,866,27
		2008/09			1,866,274	1,866,27
		2009/10			1,866,274	1,866,27
		2010/11	2		1,866,274	1,866,27
		2011/12	*:		1,866,274	1,866,27
		2012/13	170,000	5.10%	1,866,274	2,036,27
		2013/14	3,960,000	5.59%	1,857,604	5,817,60
		2014/15	4,185,000	5.55%	1,636,298	5,821,29
		2015/16	4,415,000	5.70%	1,404,228	5,819,22
		2016/17	4,665,000	5.75%	1,152,515	5,817,51
		2017/18	4,935,000	5.70%	884,465	5,819,46
		2018/19	5,215,000	5.75%	603,188	5,818,18
		2019/20	5,515,000	5.50%	303,325	5,818,32
		TOTAL	33,060,000		22,771,811	55,831,81
Urban Renewal & Redevelopment Bonds, 2000 Series B						
10/15/2000 - Due 6/15	24,970,000					
10/10/2000	24,070,000	2005/06	1,665,000	6.79%	1,440,951	3,105,95
		2006/07	1,775,000	6.89%	1,327,897	3,102,89
		2007/08	1,900,000	6.99%	1,205,600	3,105,60
		2008/09	1,635,000	7.09%	1,072,790	2,707,79
		2009/10	2,995,000	7.26%	956,868	3,951,86
		2010/11	3,215,000	7.26%	739,431	3,954,43
		2011/12	3,445,000	7.26%	506,022	3,951,02
		2012/13	3,525,000	7.26%	255,915	3,780,91
y -		TOTAL	20,155,000		7,505,473	27,660,47
Urban Renewal & Redevelopment Bonds, 2002 Series A (AMT)						
09/15/02 - Due 06/01	3,765,000					
09/13/02 - Due 00/01	3,703,000	2005/06	690,000	3.00%	53,400	743,40
		2006/07	1,090,000	3.00%	32,700	1,122,70
		2007/08	1,090,000	3.00 /6	32,700	1,122,70
		TOTAL	1,780,000		86,100	1,866,10
		TOTAL	1,700,000		00,100	1,000,10
Urban Renewal & Redevelopment						
Bonds, 2002 Series B (Non-AMT)						
09/15/02 - Due 06/01	13,050,000					
		2005/06	1,960,000	3.00%	237,875	2,197,87
		2006/07	2,020,000	3.00%	179,075	2,199,07
_		2007/08	3,385,000	3.50%	118,475	3,503,47
		TOTAL	7,365,000		535,425	7,900,42
Estimated - Du Jour and Line of Credit						
	6,000,191					
	_,,,	2005/06	6,000,191	Variable	141,100	6,141,29
		TOTAL	6,000,191	741,4010	141,100	6,141,29
					,	-,,=-
COMBINED DEBT SERVICE	00 045 404					
	80,845,191					
		2005/06	10,315,191		3,739,599	14,054,79
		2006/07	4,885,000		3,405,946	8,290,94
		2007/08	5,285,000		3,190,348	8,475,34
		2008/09	1,635,000		2,939,063	4,574,06
		2000/09	1,000,000		2,000,000	1,01 1,00
		2009/10	2,995,000		2,823,142	5,818,14

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	interest	Total P+I
						
		2011/12	3,445,000		2,372,296	5,817,296
		2012/13	3,695,000		2,122,189	5,817,189
		2013/14	3,960,000		1,857,604	5,817,604
		2014/15	4,185,000		1,636,298	5,821,298
•		2015/16	4,415,000		1,404,228	5,819,228
		2016/17	4,665,000		1,152,515	5,817,515
		2017/18	4,935,000		884,465	5,819,465
		2018/19	5,215,000		603,188	5,818,188
		2019/20	5,515,000		303,325	5,818,325
TOTAL FUND DEBT SERVICE			\$ 68,360,191		\$ 31,039,909	\$ 99,400,100

Willamette Industrial URA Debt Service Fund - 316

	Act FY 20	nal 02-03	Actual FY 2003-04	Revised FY 2004-05	YrEnd Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Property Taxes								
Current Property Taxes		0	0	0	0	175,940	175,940	175,940
		0	0	0	0	175,940	175,940	175,940
Miscellaneous Revenues								
Interest Earned		0	0	0	0	2,375	2,375	2,375
		0	0	0	0	2,375	2,375	2,375
Total External Revenues		0	0	0	0	178,315	178,315	178,315
Internal Revenues								
TOTAL RESOURCES	\$	0 \$	0	\$ 0	\$ 0	\$ 178,315	178,315	178,315
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Debt Retirement		0	0	0	0	178,315	178,315	178,315
Total Fund Requirements		0	0	0	0	178,315	178,315	178,315
TOTAL REQUIREMENTS	\$	0 \$	0	\$ 0	\$ 0	\$ 178,315	\$ 178,315	178,315

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing public improvements in the newly created Willamette Industrial Urban Renewal District. Specifically, this fund will account for resources, and the allocation thereof, to pay principal and interest on tax increment bonded indebtedness associated with financing and refinancing of improvements in this district.

The Portland Development Commission (PDC) serves as the City's agent for developing and managing urban renewal districts, which have played a major role in keeping Portland one of America's most livable and vital cities. The primary funding source for improvements to urban renewal areas is tax increment proceeds and program income derived from the investment of tax increment funds.

Managing Agency

Office of Management and Finance, Financial Services

Willamette Industrial URA Debt Service Fund - 316

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	1	Γotal P+I
					2.		
Estimated - Du Jour and Line of Credit	ā						
	Variable						
		2005/06	177,3	15 variable	1,000		178,315
OTAL FUND DEBT SERVICE			\$ 177,3	15	\$ 1,000	\$	178,315

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Gas Tax Bond Redemption Fund - 308

		Actual 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES External Revenues								
Miscellaneous Revenues Bond and Note Sales		0	- 0	4,294,000	0	0	0	0
Interest Earned		88	0	0	0	0	0	0
	-	88	0	4,294,000	0	0	0	0
Total External Revenues		88	0	4,294,000	0	0	0	C
Internal Revenues								
Other Cash Transfers Spectator Facilities Operating		265,157	266,181	0	0	0	0	0.740.005
Transportation Operating Fund	-	913,139	1,650,526 1,916,707	2,146,240	1,922,782	2,749,225 2,749,225	2,749,225 2,749,225	2,749,225 2,749,225
T	_:*:							
Total Internal Revenues Beginning Fund Balance		913,139	1,916,707 617	2,146,240	1,922,782	2,749,225	2,749,225 401	2,749,225 401
TOTAL RESOURCES	\$	913,776						
REQUIREMENTS Bureau Expenses Fund Requirements Debt Retirement		913,159	1,916,923	6,440,240	1,922,782	2,749,225	2,749,225	2,749,225
Ending Balance Unappropriated Ending Balance		617	401	0	401	401	401	401
		617	401	0	401	401	401	401
Total Fund Requirements	-	913,776	1,917,324	6,440,240	1,923,183	2,749,626	2,749,626	2,749,626
TOTAL REQUIREMENTS	\$	913,776	1,917,324	6,440,240	\$ 1,923,183	\$ 2,749,626 \$	2,749,626	\$ 2,749,626

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to the debt financing of City of Portland Office of Transportation projects. Resources include gas tax revenues, which consist of the City's share of the state and county collections.

Managing Agency

Office of Transportation

CHANGES FROM PRIOR YEAR

No significant changes are anticipated.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
O T D D 4000						
Gas Tax Revenue Bonds, 1996 Series A (Non-Refunded Portion)						
· ·	6,580,000					
09/01/1996 - Due 6/1	6,360,000	2005/06	305,000	5.25%	16,013	321,013
-		TOTAL	305,000	3.23 /6	16,013	321,013
Gas Tax Revenue Bonds, 1998		10.7.12	555,555		10,010	021,010
Series A	0.070.000					
06/01/1998 - Due 6/1	3,070,000	2005/06	130,000	4.30%	108,175	238,175
		2005/07	140,000	4.40%	102,585	242,585
		2000/07	140,000	4.40%	96,425	236,425
		2008/09	150,000	4.50%	90,265	240,265
		2009/10	160,000	4.60%	83,515	243,515
		2010/11	160,000	4.70%	76,155	236,155
		2011/12	170,000	4.75%	68,635	238,635
		2012/13	180,000	4.80%	60,560	240,560
		2013/14	190,000	4.80%	51,920	241,920
		2014/15	200,000	4.90%	42,800	242,800
		2015/16	200,000	5.00%	33,000	233,000
		2016/17	220,000	5.00%	23,000	243,000
		2017/18	240,000	5.00%	12,000	252,000
-		TOTAL	2,280,000		849,035	9,942,580
Gas Tax Revenue Refunding Bonds, 2005 Series A						
03/17/2005 - Due 6/1	4,400,000			•		
03/17/2003 - Due 6/1	4,400,000	2005/06	50,000	5.00%	147,660	197,660
		2005/07	370,000	4.50%	145,160	515,160
		2007/08	385,000	2.75%	128,510	513,510
		2008/09	400,000	2.85%	117,923	517,923
		2009/10	410,000	3.00%	106,523	516,523
		2010/11	420,000	3.15%	94,223	514,223
		2011/12	430,000	3.25%	80,993	510,993
		2012/13	450,000	3.35%	67,018	517,018
		2013/14	460,000	3.50%	51,943	511,943
		2014/15	480,000	3.60%	35,843	515,843
		2015/16	495,000	3.75%	18,563	513,563
_		TOTAL	4,350,000		994,355	5,344,355
Fatimated Line of Oradit						
Estimated - Line of Credit						
	V ariable					
3		2005-06	1,760,970	variable	231,407	1,992,377
			1,760,970		231,407	1,992,377
COMBINED DEBT SERVICE						
	9,650,000					
	0,000,000	0005/00	0.045.070		500.055	0.740.005
		2005/06	2,245,970		503,255	2,749,225
		2006/07	510,000		247,745	757,745
		2007/08	525,000		224,935	749,935
		2008/09	550,000		208,188 190,038	758,188
		2009/10 2010/11	570,000 580,000		170,378	760,038 750,378
		2010/11	600,000			-
		2012/13	630,000		149,628 127,578	749,628 757,578
		2012/13	650,000		103,863	757,578
			680,000			753,863
		2014/15 2015/16	695,000		78,643 51,563	758,643 746,563
		2016/17	חחח חמני		חחח מיני	חחח מוגני
		2016/17 2017/18	220,000 240,000		23,000 12,000	243,000 252,000

Parking Facilities Debt Redemption Fund - 360

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	1,934	127	0	0	0	0	0
Other Miscellaneous	10	0	0	0	0	0	0
	1,944	127	0	0	0	0	0
Total External Revenues	1,944	127	0	0	0	0	0
Internal Revenues							
Other Cash Transfers							
Parking Facilities Fund	3,634,708	3,735,279	3,490,176	3,490,048	3,073,776	3,073,776	3,073,776
	3,634,708	3,735,279	3,490,176	3,490,048	3,073,776	3,073,776	3,073,776
Total Internal Revenues	3,634,708	3,735,279	3,490,176	3,490,048	3,073,776	3,073,776	3,073,776
Beginning Fund Balance	3,320	1,947	0	128	0	0	0
TOTAL RESOURCES	\$ 3,639,972	\$ 3,737,353 \$	3,490,176	\$ 3,490,176	\$ 3,073,776 \$	3,073,776 \$	3,073,776
REQUIREMENTS							
Bureau Expenses							
Fund Requirements							
Debt Retirement	3,638,025	3,737,225	3,490,176	3,490,176	3,073,776	3,073,776	3,073,776
Ending Balance							
Unappropriated Ending Balance	1,947	128	0	0	0	0	0
	1,947	128	0	0	0	0	0
Total Fund Requirements	3,639,972	3,737,353	3,490,176	3,490,176	3,073,776	3,073,776	3,073,776
TOTAL REQUIREMENTS	\$ 3,639,972	\$ 3,737,353 \$	3,490,176	\$ 3,490,176	\$ 3,073,776 \$	3,073,776	3,073,776

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing infrastructure improvements associated with the City's parking system and for the Portland Streetcar project. Specifically, this fund accounts for resources derived from parking facilities, and the allocation thereof, to pay principal and interest on bonded indebtedness associated with financing these improvements.

Managing Agency

Office of Management and Finance, Financial Services and Business Operations

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Revenue Bonds, 1999						
Series A (Central City Streetcar)						
04/15/1999 - Due 04/01	29,160,000					
5 W 167 1665 Bub 5 W 5 1	20,100,000	2005/06	890,000	4.00%	1,199,213	2,089,213
		2006/07	930,000	4.00%	1,163,613	2,093,613
		2007/08	970,000	4.13%	1,126,413	2,096,413
		2008/09	1,000,000	4.25%	1,086,400	2,086,400
		2009/10	1,050,000	4.38%	1,043,900	2,093,900
		2010/11	1,090,000	4.38%	997,963	2,087,963
		2011/12	1,140,000	4.50%	950,275	2,090,275
		2012/13	1,190,000	4.63%	898,975	2,088,975
		2013/14	1,250,000	4.63%	843,938	2,093,938
		2014/15	1,310,000	4.75%	786,125	2,096,125
		2015/16	1,370,000	4.75%	723,900	2,093,900
		2016/17	1,430,000	4.75%	658,825	2,088,825
		2017/18	1,500,000	4.75%	590,900	2,090,900
		2018/19	1,570,000	4.75%	519,650	2,089,650
		2019/20	1,650,000	4.75%	445,075	2,095,07
		2020/21	1,720,000	4.75%	366,700	2,086,700
		2021/22	1,810,000	5.00%	285,000	2,095,000
		2022/23	1,900,000	5.00%	194,500	2,094,500
_		2023/24	1,990,000	5.00%	99,500	2,089,500
		TOTAL	25,760,000		13,980,863	39,740,863
Parking System Revenue Refund- ing Bonds, 2001 Series A						
08/15/2001 - Due 04/01	10,200,000					
		2005/06	750,000	3.75%	234,563	984,56
		2006/07	775,000	3.75%	206,438	981,438
		2007/08	810,000	4.00%	177,375	987,37
		2008/09	840,000	4.00%	144,975	984,97
		2009/10	870,000	4.00%	111,375	981,37
		2010/11	905,000	4.00%	76,575	981,57
		2011/12	465,000	4.25%	40,375	505,37
_		2012/13	485,000	4.25%	20,613	505,613
		TOTAL	5,900,000		1,012,288	6,912,28
COMBINED DEBT SERVICE	00 000 000					
	39,360,000					
		2005/06	1,640,000		1,433,775	3,073,77
		2006/07	1,705,000		1,370,050	3,075,05
		2007/08	1,780,000		1,303,788	3,083,78
		2008/09	1,840,000		1,231,375	3,071,37
		2009/10	1,920,000		1,155,275	3,075,27
		2010/11	1,995,000		1,074,538	3,069,53
		2011/12	1,605,000		990,650	2,595,65
		2012/13	1,675,000		919,588	2,594,58
		2013/14	1,250,000		843,938	2,093,93
		2014/15	1,310,000		786,125	2,096,12
		2015/16	1,370,000		723,900	2,093,90
		2016/17	1,430,000		658,825	2,088,82
		2017/18	1,500,000		590,900	2,090,90
		2018/19	1,570,000		519,650	2,089,65
		2019/20	1,650,000		445,075	2,095,07
		2020/21	1,720,000		366,700	2,086,70
		2021/22	1,810,000		285,000	2,095,000
		2022/23	1,900,000		194,500	2,094,500
		2023/24	1,990,000		99,500	2,089,50
OTAL FUND DEBT SERVICE			\$ 31,660,000		\$ 14,993,150	\$ 46,653,15

Parking Facilities Fund - 159

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Parking Fees	7,766,659	7,818,630	7,545,413	8,049,191	8,245,917	8,245,917	8,245,917
Rents and Reimbursements	1,069,167	763,337	885,343	648,073	851,928	851,928	851,928
	8,835,826	8,581,967	8,430,756	8,697,264	9,097,845	9,097,845	9,097,845
Miscellaneous Revenues	3,000,020	5,551,551	5,155,155	5,557,257	0,007,010	0,007,010	0,007,070
Interest Earned	127,097	49,009	22,342	53,000	45,813	45,813	45,813
Other Miscellaneous	9,343	5,803	0	7,755	3,200	3,200	3,200
	136,440	54,812	22,342	60,755	49,013	49,013	49,013
Total External Revenues	8,972,266	8,636,779	8,453,098	8,758,019	9,146,858	9,146,858	9,146,858
Internal Revenues							
Interfund Service Reimbursements							
BES Internal Services	1,731	1,800	0	1,825	1,980	1,980	1,980
Commissioner of Public Utilities	1,800	0	0	831	0	0	. 0
Communications Services	4,154	3,600	3,720	3,650	0	0	0
Environmental Services	60,046	24,323	16,080	24,925	26,940	26,940	26,940
Facilities Services Fund	165,597	169,063	159,329	144,379	148,791	148,791	148,791
Golf Fund	1,800	1,800	1,860	1,825	1,980	1,980	1,980
Hydropower Operating Fund	1,800	1,800	1,860	1,825	1,980	1,980	1,980
Insurance & Claims	3,600	3,600	3,720	3,650	3,960	3,960	3,960
Management & Finance	1,108	0	1,860	1,825	0	0	C
Neighborhood Involvement	0	3,600	20,000	9,982	23,760	23,760	23,760
Parks Bureau	26,515	23,538	24,180	20,491	23,760	23,760	23,760
Parks Capital Const & Maint Fund	3,600	3,600	3,720	3,650	3,960	3,960	3,960
Police Bureau	336,596	344,627	357,120	360,802	392,040	392,040	392,040
Printing & Distribution	7,200	7,200	7,440	7,300	7,920	7,920	7,920
Technology Services Fund	0	0	0	0	3,960	3,960	3,960
Transportation	89,233	34,997	39,600	31,580	19,800	19,800	19,800
Water Bureau	61,892	60,091	61,380	62,051	67,320	67,320	67,320
Workers Compensation Fund	3,600	3,600	3,720	3,650	3,960	3,960	3,960
	770,272	687,239	705,589	684,241	732,111	732,111	732,111
Intra-Fund Service Reimbursement	0	0	0	0	1,980	1,980	1,980
Total Internal Revenues	770,272	687,239	705,589	684,241	734,091	734,091	734,091
Beginning Fund Balance	5,783,798	3,444,363	2,661,136	2,661,136	1,832,532	1,832,532	1,832,532
TOTAL RESOURCES	\$ 15,526,336	\$ 12,768,381 \$	11,819,823	\$ 12,103,396	\$ 11,713,481	\$ 11,713,481	\$ 11,713,481
REQUIREMENTS							
Bureau Expenses							
Personal Services	0	0	0	0	98,612	98,612	98,612
External Materials and Services	3,654,033	2,526,124	2,869,500	2,758,138	2,806,089	2,806,089	2,806,089
Internal Materials and Services	_,,==,,===	,,,	, ,	,,	,,-30	,,	, ,
City Fleet Services Fund	0	18	0	0	0	0	(
Communications Services	16,601	17,222	17,049	17,649	0	0	(
Facilities Services	1,966,071	2,024,306	2,242,946	2,567,876	2,498,366	2,498,366	2,498,366
Insurance	81,732	83,404	68,286	68,286	72,698	72,698	72,698

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Printing & Distribution	582	724	636	3,000	2,136	2,136	2,136
Technology Services Fund	5,228	234	92	25,000	34,079	34,079	34,079
Office of Management & Finance	328,040	258,989	260,471	260,471	170,544	170,544	170,544
Parks Capital Const & Maint Fund	0	0	8,000	0	0	0	0
Sustainable Development	2,323	0	0	0	0	0	0
Same Fund Services	0	0	0	0	1,980	1,980	1,980
	2,400,577	2,384,897	2,597,480	2,942,282	2,779,803	2,779,803	2,779,803
Capital Outlay	12,000	23,900	150,000	0	0	0	0
Total Bureau Expenses	6,066,610	4,934,921	5,616,980	5,700,420	5,684,504	5,684,504	5,684,504
Fund Requirements							
General Operating Contingency	_			_			
General Operating Contingency	0	0	1,614,537	0	1,844,981	1,849,067	1,831,205
Compensation Adjustment	0	0	0	0	3,415	3,415	3,415
	0	0	1,614,537	0	1,848,396	1,852,482	1,834,620
General Fund Overhead	116,241	103,057	77,865	77,865	103,922	93,288	93,288
Fund Cash Transfers	0	0	0	0	0	6,548	6,548
Campaign Finance Fund Downtown Parking Bond	3,634,708	3,735,279	3,490,176	3,490,176	3,073,776	3,073,776	3,073,776
General Fund	202.014	308.074	320,265	320,265	320,745	320,745	320.745
Transportation Operating	1,389,000	700,000	700,000	700,000	700,000	700,000	700,000
Waterfront Renewal Bond	690,000	343,776	0	0	0	0 00,000	0
valorion rione var Beng	5,915,722	5,087,129	4,510,441	4,510,441	4,094,521	4,101,069	4.101.069
Debt Retirement	(16,600)	(17,862)	0	(17,862)	(17,862)	(17,862)	0
Ending Balance							
Unappropriated Ending Balance	3,444,363	2,661,136	0	1,832,532	0	0	0
	3,444,363	2,661,136	0	1,832,532	0	0	0
Total Fund Requirements	9,459,726	7,833,460	6,202,843	6,402,976	6,028,977	6,028,977	6,028,977
TOTAL REQUIREMENTS	\$ 15,526,336 \$	12,768,381 \$	11,819,823 \$	12,103,396 \$	11,713,481 \$	11,713,481 \$	11,713,481
LINE ITEM DETAIL – AU 712							
Personnel Services							
511000 Full-Time Employees	0	0	0	0	71,944	71,944	71,944
517000 Benefits	0	0	0	0	26,668	26,668	26,668
Total Personnel Services	0	0	0	0	98,612	98,612	98,612
Materials and Services							
External Materials and Services	4 0 4 7 0 0 0	000.050	100.001	077.500	070.400	070.400	
521000 Professional Services	1,247,992	399,658	492,324	677,582	670,130	670,130	670,130
522000 Utilities	(517)	(9,037)	1,098	560	23,863	23,863	23,863
524000 Repair & Maintenance Services 529000 Miscellaneous Services	655,165 1,251,310	515,763 1,343,714	547,562 1,476,151	585,578 1,112,532	638,976 1,089,675	638,976	638,976
532000 Miscellaneous Services 532000 Operating Supplies	1,251,310 27,273	548	60,000	1,112,532 82.479	86,629	1,089,675 86,629	1,089,675 86,629
534000 Operating Supplies 534000 Minor Equipment & Tools	1,630	3,520	00,000	02,479	00,029	00,029	00,029
541000 Education	0	0,520	0	0	1,401	1,401	1,401
543000 Out-of-Town Travel	0	Ö	0	0	1,200	1,200	1,200

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005–06
549000 Miscellaneous	471,180	271,958	292,365	299,407	294,215	294,215	294,215
Total External Materials and Services	3,654,033	2,526,124	2,869,500	2,758,138	2,806,089	2,806,089	2,806,089
Internal Materials and Services							
551000 City Fleet Services Fund	0	18	0	0	0	0	0
552000 Printing & Distribution	582	724	636	3,000	2,136	2,136	2,136
553000 Facilities Services	1,966,071	2,024,306	2,242,946	2,567,876	2,498,366	2,498,366	2,498,366
554000 Communications Services	16,601	17,222	17,049	17,649	0	0	0
555000 Technology Services Fund	5,228	234	92	25,000	34,079	34,079	34,079
556000 Insurance	81,732	83,404	68,286	68,286	72,698	72,698	72,698
558000 Same Fund Services	0	0	0	0	1,980	1,980	1,980
559000 Other Fund Services	330,363	258,989	268,471	260,471	170,544	170,544	170,544
Total Internal Materials and Services	2,400,577	2,384,897	2,597,480	2,942,282	2,779,803	2,779,803	2,779,803
Total Materials and Services	6,054,610	4,911,021	5,466,980	5,700,420	5,585,892	5,585,892	5,585,892
Capital Outlay							
564000 Capital Equipment	12,000	23,900	150,000	0	0	0	0
Total Capital Outlay	12,000	23,900	150,000	0	0	0	0
TOTAL Bureau Expenses	\$ 6,066,610	\$ 4,934,921	5,616,980	\$ 5,700,420	5,684,504	5,684,504 \$	5,684,504

Smart Park Garage System

The Parking Facilities Fund supports the operation and maintenance of the City-owned parking garages in the Smart Park Garage System. The Smart Park Garage System's primary purpose is to provide convenient and economical short term parking in the downtown area, as a way to enhance economic vitality and encourage businesses to locate and remain in the heart of the city.

These downtown garage facilities house 3,825 parking spaces and 71,803 square feet of commercial space. The facilities include the following: Third & Alder Garage, Fourth & Yamhill Garage, Naito & Davis Garage, Tenth & Yamhill Garage, O'Bryant Square Garage, and First & Jefferson Garage.

Transportation Program Support

A portion of the fund's revenues support programs in the City of Portland's Office of Transportation. Beginning in FY 1998-99, the fund also agreed to make the annual debt payments on \$29,000,000 of the bonded debt incurred for the construction of the Portland Streetcar, a transportation initiative aimed at relieving traffic congestion and enhancing the livability of the downtown area.

Managing Agency

Office of Management and Finance, General Services

CHANGES FROM PRIOR YEAR

The Parking Facilities Fund's FY 2005-06 budget includes the projected costs and reimbursements associated with the operation of the new Station Place Garage near Union Station in the Pearl District. In December 2004 BGS entered into an intergovernmental agreement with the Portland Development Commission, the owner of the new garage, for the Parking Facilities Fund to manage the operation of the facility.

The Parking Facilities Manager position is now budgeted directly in the fund, rather than being paid for via an interagency agreement with the Office of Management and Finance, Bureau of General Services.

Private for Hire Transportation Safety Fund – 121

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Licenses and Permits							
Other Permits	0	14,655	9,000	8,090	0	8,000	8,000
	0	14,655	9,000	8,090	0	8,000	8,000
Miscellaneous Revenues							
Interest Earned	0	263	6,000	5,743	0	4,000	4,000
Other Miscellaneous	0	65,372	105,607	94,183	80,000	80,000	72,000
		65,635	111,607	99,926	80,000	84,000	76,000
Total External Revenues	0	80,290	120,607	108,016	80,000	92,000	84,000
Internal Revenues							
Other Cash Transfers General Fund	0	005 000	0	0	0	0	
General Fund	0	205,000	0	0	0	0	(
Total Internal Revenues	0	205,000	0	0	0	0	(
Beginning Fund Balance	0	0	285,290	285,290	0	8,897	8,897
TOTAL RESOURCES	\$ 0	\$ 285,290	\$ 405,897	\$ 393,306	\$ 80,000	\$ 100,897	\$ 92,897
REQUIREMENTS							
Bureau Expenses							
External Materials and Services	0	0	254,563	246,390	12,000	10,000	10,000
Internal Materials and Services	0	0	00.000	00.007	0	10.000	10.000
Business Licenses	0	0	22,000	20,637	0	12,000	12,000
		0	22,000	20,637		12,000	12,000
Total Bureau Expenses	0	0	276,563	267,027	12,000	22,000	22,000
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	0	0	0	0.055	4.055
General Operating Contingency	0	0	0	0	0	9,955	1,955
Consest Food Constraint	_	•	•	•		9,955	1,955
General Fund Overhead	0	0	437	437	0	942	942
Fund Cash Transfers General Fund	0	0	120,000	116,945	68,000	68,000	68,000
	0	0	120,000	116,945	68,000	68,000	68,000
Ending Rolongo	Ü	Ü	. 20,000		55,550	55,550	33,300
Ending Balance Unappropriated Ending Balance	0	285,290	8,897	8,897	0	0	(
	0	285,290	8,897	8,897	0	0	(
Total Fund Requirements	0	285,290	129,334	126,279	68.000	78.897	70,897
TOTAL REQUIREMENTS		\$ 285,290					

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
LINE ITEM DETAIL – AU 318 Materials and Services							
External Materials and Services 549000 Miscellaneous	0	0	254,563	246,390	12,000	10,000	10,000
Total External Materials and Services	0	0	254,563	246,390	12,000	10,000	10,000
Internal Materials and Services 559000 Other Fund Services	0	0	22,000	20,637	0	12,000	12,000
Total Internal Materials and Services	0	0	22,000	20,637	0	12,000	12,000
Total Materials and Services	0	0	276,563	267,027	12,000	22,000	22,000
TOTAL Bureau Expenses	\$ 0	\$ 0	\$ 276,563	\$ 267,027	\$ 12,000 \$	22,000	22,000

The Private for Hire Transportation Safety Fund was created to provide a grant program for the purchase of cameras for Portland area taxicabs. This fund was established by Ordinance #177794 passed by Council August 6, 2003. This fund will monitor the purchase and replacement of cameras for taxicabs and the repayment of the original grant from the General Fund.

The source of revenue for this fund comes from an increase in taxicab and limited passenger transportation fees. Not less than 85% of revenues allocated to the fund shall be used to reduce the debt on the loan.

Managing Agency

Bureau of Licenses

Transportation Operating Fund - 112

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Property Taxes							
Prior Year Property Taxes	300	56	0	61	0	0	0
	300	56	0	61	0	0	0
Licenses and Permits							
Construction Permits	825,817	924,359	757,844	957,844	1,067,000	1,067,000	1,067,000
Other Permits	56,233	110,199	62,800	62,800	85,444	85,444	85,444
	882,050	1,034,558	820,644	1,020,644	1,152,444	1,152,444	1,152,444
Service Charges and Fees							
Inspection Fees	219,983	227,032	200,000	200,000	0	0	0
Miscellaneous	493,853	466,716	1,721,143	500,000	474,225	474,225	2,015,301
Parking Fees	12,614,733	12,971,191	13,666,901	13,782,901	17,249,000	17,249,000	17,249,000
Parks & Recreation Facilities	25	25	0	0	0	0	0
Public Works/Utility Charge	5,186,956	5,333,791	5,532,018	5,499,049	7,351,352	7,351,352	5,657,682
Rents and Reimbursements	1,962	4,860	0	0	0	0	0
	18,517,512	19,003,615	21,120,062	19,981,950	25,074,577	25,074,577	24,921,983
State Sources							
State Cost Sharing	1,116,189	1,548,566	11,169,549	7,669,549	15,780,219	15,780,219	15,780,219
State Grants	873,253	100,000	0	0	1,548,600	1,548,600	1,548,600
State Shared Revenue	21,801,228	24,454,563	26,583,273	27,465,212	27,067,671	27,067,671	27,067,671
	23,790,670	26,103,129	37,752,822	35,134,761	44,396,490	44,396,490	44,396,490
Local Sources							
Local Cost Sharing	8,949,070	14,092,208	18,783,156	13,628,129	18,171,012	18,171,012	18,171,012
Local Shared Revenue	0	21,901,800	21,985,786	22,749,336	22,492,487	22,492,487	22,492,487
Multnomah County Cost Sharing	21,454,923	169,097	0	0	. 0	0	0
	30,403,993	36,163,105	40,768,942	36,377,465	40,663,499	40,663,499	40,663,499
Miscellaneous Revenues							
Bond and Note Sales	798,620	0	7,471,961	2,387,873	1,675,000	1,675,000	1,675,000
Collection of Assessment	907,899	1,213,151	1,400,000	1,971,603	1,400,000	1,400,000	1,400,000
Interest Earned	257,825	221,537	200,000	300,000	240,000	240,000	240,000
Other Miscellaneous	501,715	1,792,803	87,076	200,000	0	0	152,594
Private Grants/Donations	257,385	1,000	459,000	140,000	1,675,000	1,675,000	1,675,000
Refunds	31,385	50,064	5,000	0	5,000	5,000	5,000
Sale of Capital Assets	0	0	2,800,000	0	0	0	0
Sales Miscellaneous	431,400	560,703	60,000	510,000	35,000	35,000	35,000
	3,186,229	3,839,258	12,483,037	5,509,476	5,030,000	5,030,000	5,182,594
Total External Revenues	76,780,754	86,143,721	112,945,507	98,024,357	116,317,010	116,317,010	116,317,010
Internal Revenues							
Other Cash Transfers	000 700	44.000	^	•	•	_	•
City Fleet Services Fund General Fund	883,789	14,083	7 901 020	6 501 020	0	0	0
General Fund Housing & Community Devel Fund	6,480,151 19,455	3,955,201 53,829	7,891,039 21,681	6,591,039 21,681	5,904,552 0	6,219,552	5,989,552
Parking Facilities Fund	1,389,000	700,000	700,000	700,000	700,000	700,000	700,000
Spectator Facilities Operating	1,369,000	20,000	130,000	130,000	130,000	130,000	130,000
opoliator radinates Operating	U	20,000	100,000	100,000	100,000	100,000	130,000

6	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Technology Services Fund	0	0	306,527	306,527	0	0	0
	8,772,395	4,743,113	9,049,247	7,749,247	6,734,552	7,049,552	6,819,552
Federal Grants Transfers	4,156,991	6,289,347	6,226,593	3,011,414	15,475,786	18,730,208	18,730,208
Interfund Service Reimbursements BES Internal Services	0	1,115	0	0	0	0	0
BFRES Facilities Bond Const Fund	112,537	41,931	0	0	0	0	0
City Fleet Services Fund	24,384	121,809	30,000	26,792	5,000	5,000	5,000
Communications Services	3,897	10,573	0	2,080	0	0	0
Development Services	293,628	288,689	299,912	299,912	308,909	308,909	308,909
Emergency Communications	0	1,903	0	0	0	0	0
Environmental Services	14,363,359	14,534,662	16,174,128	16,156,639	16,142,306	16,142,306	16,142,306
Environmental Services	0	0	2,000	2,000	2,000	2,000	2,000
Facilities Services Fund	71,372	29,538	20,000	17,824	0	0	0
Fire Bureau	0	493	0	2,890	0	0	0
Golf Fund	0	0	45,500	89,050	0	0	0
Housing & Community Devel Fund	73,268	51,128	350,000	150,000	0	0	0
LID Construction Fund	13,915,737	257,391	8,624,960	5,750,000	13,583,302	13,583,302	13,583,302
Neighborhood Involvement	0	1,591	0		0	0	0
Sustainable Development	0	0	96,193	372	0	0	0
Parks Bureau	51,863	4,907	20,000	48,430	20,000	20,000	20,000
Parks Capital Const & Maint Fund	316,884	114,784	52,083	14,360	20,000	20,000	20,000
Planning Bureau	122,677	0	96,732	96,732	0	0	0
Police Bureau	17,280	15,289	90,732	11,657	0	0	0
Portland Parks Memorial Trust	0	217	0	224	0	0	0
Solid Waste Management Fund	3,832	7,114	3,500	5,521	3,500	3,500	3,500
· ·	133,884	117,429	158,282	158,282	160,574	160,574	160,574
Technology Services Fund Water Bureau	1,224,653	1,544,720		,	1,179,410	1,179,410	
vvater bureau	30,729,255	17,145,283	1,571,112 27,544,402	1,166,848	31,405,001	31,405,001	1,179,410 31,405,001
Total Internal Revenues	43,658,641	28,177,743	42,820,242	34,760,274		57,184,761	56,954,761
Beginning Fund Balance	16,652,458	18,622,597	18,499,012	20,686,205	13,633,195	13,633,195	13,633,195
TOTAL RESOURCES							
	\$ 137,091,853	\$ 132,944,061	\$ 174,204,761	\$ 153,470,636	\$ 163,365,344	\$ 167,134,900	\$ 160,904,900
REQUIREMENTS							
Bureau Expenses							
Personal Services	49,164,412	48,818,129	56,215,063	55,381,615	56,239,215	56,239,215	56,239,215
External Materials and Services	35,386,342	30,093,673	39,012,795	27,104,327	32,209,861	35,194,209	35,194,209
Internal Materials and Services	0.050.074	7 4 40 005	7 000 001	0 000 000	7.014.040	7.044.040	7.044.040
City Fleet Services Fund	6,650,274	7,140,885	7,336,891	6,692,032	7,211,310	7,211,310	7,211,310
Communications Services	1,019,239	1,105,902	1,111,216	996,216	0	0	0
Facilities Services	2,056,495	2,020,314	2,182,081	2,031,081	2,090,592	2,090,592	
Insurance	1,559,413	1,507,456	1,722,977	1,722,977	1,698,409	1,698,409	1,698,409
Printing & Distribution	346,941	377,220	479,031	359,031	371,923	371,923	371,923
Technology Services Fund	1,837,043	2,662,302	3,000,907	2,827,107	4,220,223	4,220,223	4,220,223
City Attorney	102,820	111,350	121,228	121,228	125,713	125,713	125,713
BES Internal Services	50,983	1,638	4,125	4,125	0	0	0
Development Services	46,807	41,795	69,283	69,283	49,966	49,966	49,966
Environmental Services	373,126	541,746	1,246,399	972,682	1,045,907	1,045,907	1,045,907

FUND SUMMARY

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Government Relations	13,990	13,990	13,990	13,990	14,690	14,690	14,690
Mayor	0	0	4,519	0	0	0	0
Neighborhood Involvement	0	5,957	5,000	30,000	25,000	25,000	25,000
Office of Management & Finance	724,988	789,065	849,794	842,316	798,368	798,368	798,368
Parking Facilities	89,234	34,997	39,600	39,600	19,800	19,800	19,800
Parks Bureau	161,079	200,678	424,868	436,660	390,294	390,294	390,294
Parks Capital Const & Maint Fund	6,936	0	31,500	0	0	0	0
Planning Bureau	214,414	198,055	12,000	12,000	0	16,000	16,000
Police Bureau	292,796	362,783	751,200	701,200	442,500	442,500	442,500
Portland Parks Memorial Trust	27,718	143,778	61,951	6,500	0	0	0
Special Appropriations	2,920	35,077	20,265	0	0	20,265	20,265
Sustainable Development	29,565	20,450	20,770	20,770	21,449	21,449	21,449
Technology Services Fund	647,371	0	0	0	0	0	0
Water Bureau	224,421	396,365	369,095	206,000	519,675	519,675	519,675
	16,478,573	17,711,803	19,878,690	18,104,798	19,045,819	19,082,084	19,082,084
Capital Outlay	12,815,471	9,914,322	42,412,334	32,486,494	62,179,740	62,409,740	62,179,740
Equipment Cash Transfers							
City Fleet Services Fund	385,308	474,310	1,309,643	127,684	0	0	0
Printing & Distribution	0	0	9,800	0	0	0	0
	385,308	474,310	1,319,443	127,684	0	0	0
Minor Equipment Transfers							
Communications Services	39,543	3,191	25,302	16,500	0	0	0
Printing & Distribution	3,850	2,500	2,150	0	0	0	0
	43,393	5,691	27,452	16,500	0	0	0
Total Bureau Expenses	114,273,499	107,017,928	158,865,777	133,221,418	169,674,635	172,925,248	172,695,248
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	6,220,914	0	3,920,740	3,494,425	3,494,425
Prior Years Encumbered	0	0	333,645	0	500,000	500,000	500,000
Compensation Adjustment	0	0	1,100,000	0	1,000,000	1,000,000	1,000,000
	0	0	7,654,559	0	5,420,740	4,994,425	4,994,425
General Fund Overhead	2,186,515	2,588,334	2,670,467	2,646,790	2,800,378	3,038,670	3,038,670
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	151,758	151,758
Development Services Fund	0	50,000	0	0	0	0	0
Gas Tax Bond Redemption Fund	647,982	1,650,526	2,146,240	1,922,782	2,749,225	2,749,225	2,749,225
General Fund	0	0	170,919	0	0	0	0
LID Construction Fund	3,695	1,770	326	326	0	0	0
Pension Debt Redemption Fund	1,357,565	449,298	2,046,325	2,046,325	2,820,566	2,820,566	2,820,566
Technology Services Fund	0	500,000	0	0	0	0	0
	2,009,242	2,651,594	4,363,810	3,969,433	5,569,791	5,721,549	5,721,549
Inventory Increases	0	0	0	0	100,000	100,000	100,000
Debt Retirement	0	0	710,148	0	0	355,074	355,074

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	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005-06
Ending Balance							
Unappropriated Ending Balance	18,622,597	20,686,205	0	13,633,195	0	0	C
	18,622,597	20,686,205	0	13,633,195	0	0	(
Total Fund Requirements	22,818,354	25,926,133	15,398,984	20,249,418	13,890,909	14,209,718	14,209,718
OTAL REQUIREMENTS	\$ 137,091,853	\$ 132,944,061	\$ 174,264,761	\$ 153,470,836	\$ 183,565,544	\$ 187,134,966	\$ 186,904,966

The Transportation Operating Fund accounts for all revenues and expenditures related to transportation operations, maintenance, and capital improvements for the City of Portland's Office of Transportation.

Resources

Fund revenues come from a variety of sources. External revenues comprise some 63% of the total, and include gas taxes, parking fees and fines, intergovernmental revenues from federal, state, and local sources, and cost recovery revenues (service charges, licenses, and permits). Internal revenues account for the remaining 30%, and include General Fund support for streetlights and reimbursement for services from other City funds and operations. The largest of these are from the Bureau of Environmental Services for maintenance of the sewer system and from the LID Construction Fund for work associated with Local Improvement Districts.

Requirements

Operating expenses for staff, supplies, and capital are the primary requirements, accounting for \$172.7 million, or 92% of total fund requirements. Fund level expenses for contingency, overhead, and transfers to other funds constitute the remaining 8%.

Managing Agency

Office of Transportation

CHANGES FROM PRIOR YEAR

The major changes come from increases in federal grant funding, and from the City Council's approval of parking rate increases and longer hours of meter operation and enforcement. Federal grants are for a variety of specific projects. The increase in parking rates and hours is expected to produce an additional \$3.2 million in revenue, dedicated for use on the Transit Mall redevelopment project. There is also a reduction in General Fund support for streetlight operation and maintenance, to help address the projected five-year General Fund shortfall. Transportation will continue the current support for streetlights by absorbing the General Fund reduction through cuts in other programs, mostly administrative.

Transportation Reserve Fund -

	Acti FY 200		Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues Interest Earned		3,495	8,265	8,000	10,000	10,000	10,000	10,000
	-	3,495	8,265	8,000	10,000	10,000	10,000	10,000
Total External Revenues	-	3,495	8,265	8,000	10,000	10,000	10,000	10,000
Internal Revenues								
Beginning Fund Balance	66	2,582	676,077	683,577	684,342	694,342	694,342	694,342
TOTAL RESOURCES	\$ 6	6,077 \$	684,342	\$ 691,577	\$ 694,342	\$ 704,342	\$ 704,342	\$ 704,342
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
General Operating Contingency General Operating Contingency		0	0	691,577	0	704,342	704,342	704,342
	-	0	0	691,577	0	704,342	704,342	704,342
Ending Balance								
Unappropriated Ending Balance	6	6,077	684,342	0	694,342	0	0	0
	6	76,077	684,342	0	694,342	0	0	0
Total Fund Requirements	6	76,077	684,342	691,577	694,342	704,342	704,342	704,342
TOTAL REQUIREMENTS	\$ 6	76,077 \$	684,342	\$ 691,577	\$ 694,342	\$ 704,342	\$ 704,342	\$ 704,342

FUND OVERVIEW

History

The Transportation Reserve Fund was created in FY 1992-93 in accordance with the Transportation Reserve Policy. The policy designates two types of reserves:

- Counter-cyclical reserves to maintain current service level programs or buffer the impact of major revenue interruptions, such as those caused by an economic recession. The reserve policy sets this as equal to 5% of Transportation's discretionary Adopted Budget revenues.
- Emergency reserves to fund major one-time unexpected requirements, such as those related to a structural failure or road emergency associated with a natural disaster or event. The reserve policy sets this equal to 5% of Transportation's discretionary Adopted Budget appropriations excluding contingency.

Same funding level as prior fiscal year

Due to revenue shortfalls, the Reserve Fund is budgeted at roughly 1% of discretionary appropriations of the FY 2005-06 Adopted Budget.

Managing Agency

Office of Transportation

CHANGES FROM PRIOR YEAR

No significant changes are anticipated in FY2005-06.

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Business License Surcharge Fund - 124

	Actual FY 2002–03	F	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Licenses and Permits Business Licenses		0	18,431,973	8,704,736	8,000,000	8,712,851	2,100,000	2,100,000
Buomose Biomose		0	18,431,973	8,704,736	8,000,000	8,712,851	2,100,000	2,100,000
Miscellaneous Revenues				,	-,,	, , , ,	, ,	, ,
Interest Earned		0	43,260	120,000	109,720	0	30,000	30,000
	-	0	43,260	120,000	109,720	0	30,000	30,000
Total External Revenues	-	0	18,475,233	8,824,736	8,109,720	8,712,851	2,130,000	2,130,000
Internal Revenues								
Other Cash Transfers								
General Fund		0	5,100,000	0	0	0	0	0
		0	5,100,000	0	0	0	0	0
Total Internal Revenues		0	5,100,000	0	0	0	0	0
Beginning Fund Balance		0	0	2,908,361	2,908,361	3,103,625	4,709,483	4,709,483
TOTAL RESOURCES	\$	0 \$	23,575,233 \$	11,733,097	11,018,081	\$ 11,816,476	\$ 6,839,483 \$	6,839,483
REQUIREMENTS							1	
Bureau Expenses								
External Materials and Services		0	6,000,000	6,715,016	6,000,000	8,398,334	6,000,000	6,000,000
Internal Materials and Services Technology Services Fund		0	0	0	0	439	439	439
Business Licenses		0	304,594	304,736	304,736	312,374	312,374	312,374
	-	0	304,594	304,736	304,736	312,813	312,813	312,813
Total Bureau Expenses	-	0	6,304,594	7,019,752	6,304,736	8,711,147	6,312,813	6,312,813
Fund Requirements								
General Operating Contingency General Operating Contingency		0	0	31	0	0	0	0
		0	0	31	0	0	0	0
General Fund Overhead		0	0	3,862	3,862	1,673	26,290	26,290
Fund Cash Transfers								
Campaign Finance Fund		0	0	0	0	0	435	435
Governmental Bond Redemption		0	14,362,278	0	0	0	0	0
x **		0	14,362,278	0	0	0	435	435
Ending Balance		_	0.000.004	4 700 450	4 700 400	0.400.050	400.045	100.045
Unappropriated Ending Balance	1	0	2,908,361 2,908,361	4,709,452 4,709,452	4,709,483 4,709,483	3,103,656 3,103,656	499,945	499,945 499,945
Total Fund Paguiromenta								
Total Fund Requirements		0	17,270,639	4,713,345	4,713,345	3,105,329	526,670	526,670
TOTAL REQUIREMENTS	\$	0 \$	23,575,233 \$	11,733,097	\$ 11,018,081	\$ 11,816,476	\$ 6,839,483 \$	6,839,483

City of Portland, Oregon – FY 2005–06 Adopted Budget

Business License Surcharge Fund

The Business License Surcharge Fund was created to provide funding for schools in the Portland area over a four-year period ending in FY 2005-06. Each year the Bureau of Licenses director determines the surcharge rate. For FY 2002-03 and 2003-04, the fund collected revenue from the surcharge and transferred cash to the Governmental Bond Redemption Fund to pay principal and interest on the financing for \$18.6 million that was used to keep schools open during FY 2002-03. Over the three-year period from FY 2003-04 to FY 2005-06, the surcharge is expected to generate an additional \$13 million for Portland schools.

Managing Agency

FUND OVERVIEW

Bureau of Licenses

Campaign Finance Fund – 220

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	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
LINE ITEM DETAIL - AU 120							
Personnel Services							
511000 Full-Time Employees	0	0	0	0	0	0	38,652
517000 Benefits	0	0	0	0	0	0	15,660
Total Personnel Services	0	. 0	0	0	0	0	54,312
Materials and Services							
External Materials and Services							
521000 Professional Services	0	0	0	0	0	0	33,814
529000 Miscellaneous Services	0	0	0	0	0	1,296,000	1,203,774
532000 Operating Supplies	0	0	0	0	0	0	2,000
549000 Miscellaneous	0	0	0	0	0	0	2,100
Total External Materials and Services	0	0	0	0	0	1,296,000	1,241,688
Total Materials and Services	0	0	0	0	0	1,296,000	1,241,688
OTAL Bureau Expenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,296,000	1,296,000

The Office of the City Auditor administers this fund as part of a system of public campaign financing for Portland elections. The system addresses public concerns about the escalating trend of campaign spending and the strong influence of money on election outcomes. Candidates for City office who gather a sufficient number of five dollar contributions will be eligible for limited campaign funds, provided they collect no other contributions. The City Council intends to place the issue before voters in five years to decide whether to continue the system.

Managing Agency

Office of City Auditor

Capital Improvement Fund - 503

	-	Actual 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues								
Interest Earned		2,553	0	0	0	0	0	0
		2,553	0	0	0	0	0	0
Total External Revenues	-	2,553	0	0	0	0	0	0
Internal Revenues							4	
Beginning Fund Balance		65,617	0	0	0	0	- 0	0
TOTAL RESOURCES	\$	68,170	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
REQUIREMENTS								
Bureau Expenses								
Fund Requirements								
Fund Cash Transfers								
Governmental Bond Redemption		68,170	0	0	0	0	0	0
		68,170	0	0	0	0	0	0
Total Fund Requirements		68,170	0	0	0	0	0	0
TOTAL REQUIREMENTS	\$	68,170	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FUND OVERVIEW

The Capital Improvement Fund previously served as a staging area for proceeds from bond and note sales recorded in the General Long Term Debt Account Group. The proceeds, used for the acquisition of equipment and facilities necessary to provide essential City services, were recorded in this fund and then distributed to the appropriate agency.

This fund was phased out in FY 2002-03 upon maturity of investments purchased to pay down a portion of the Full Faith and Credit, 1993 Series B.

Managing Agency

Office of Management and Finance, Financial Services

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES						0	
External Revenues							
Service Charges and Fees							
Miscellaneous	57,950	73,744	30,000	100,000	30,000	30,000	30,000
-	57,950	73,744	30,000	100,000	30,000	30,000	30,000
Miscellaneous Revenues							
Interest Earned	353,728	239,529	180,000	325,000	264,800	264,800	264,800
Other Miscellaneous	100,875	125,394	115,348	65,000	1,000	1,000	1,000
Refunds	1,859	950	0	0	0	0	0
Sale of Capital Assets	334,647	689,093	400,000	525,000	824,155	824,155	824,155
Sales Miscellaneous	7,511	367	1,000	3,000	1,000	1,000	1,000
	798,620	1,055,333	696,348	918,000	1,090,955	1,090,955	1,090,955
Total External Revenues	856,570	1,129,077	726,348	1,018,000	1,120,955	1,120,955	1,120,955
Internal Revenues							
Federal Grants Transfers	0	0	25,000	0	0	0	0
Interfund Service Reimbursements	0.104	0.007	0.040	0.040	4,160	4 160	4 160
City Attorney	3,164	3,027	3,640	3,640		4,160	4,160
City Auditor	3,021	1,076	2,288	2,288	2,380	2,380	2,380
BES Internal Services	33,700	34,433	18,242	18,242	19,273	19,273 104	19,273 104
Cable Communications	277	0	312	312	104		
Cable Communications	91	36	208	208	416	416 0	416
City Fleet Services Fund	0	473	0	0	0	_	0
Commissioner of Public Affairs	10	0	208	208 0	208 520	208 520	208
Commissioner of Public Safety	31	574	0	_			520
Commissioner of Public Works	752	458	832	832	520	520	520
Communications Services	58,813	58,011	66,215	66,215	0	0	0
Development Services	280,618	284,680	313,778	306,778	313,658	313,658	313,658
Emergency Communications	4,600	2,308	5,473	2,473	1,899	1,899	1,899
Emergency Management	0	2,737	8,101	3,101	3,767	3,767	3,767
Environmental Services	355,566	349,963	369,742	369,742	368,020	368,020	368,020
Environmental Services	0	0	12,594	12,594	16,172	16,172	16,172
Facilities Services Fund	50,586	57,370	60,744	55,744	50,224	50,224	50,224
Fire Bureau	563,414	648,155	853,285	640,285	685,900	685,900	685,900 205,901
Golf Fund	262,128	250,407	204,358	204,358	205,901 0	205,901 0	205,901
Government Relations	14,540	5,264	15,460	13,000 208	208		_
Health Insurance	53	124	208			208	208 1,560
Housing & Community Development	1,258	959	2,600	2,600	1,560	1,560	
Hydropower Operating Fund	3,057	3,290	3,101	3,101	2,847 2,704	2,847 2,704	2,847 2,704
Insurance & Claims	2,801	1,775	2,600	2,600	·		
Management & Finance	10,237	9,624	12,480	12,480	14,040	14,040	14,040
Mayor Najahbarbaad Involvement	397	11	416	416	5,273	5,273	5,273
Neighborhood Involvement	3,694	44,896	45,335	45,335	39,477	39,477	39,477
Sustainable Development	39	379	0	0	312	312	312
Parking Facilities Fund	1 000 700	18	0	1 200 061	1 446 076	1 446 076	1 446 076
Parks Bureau	1,303,793	1,447,267	1,477,586	1,399,061	1,446,076	1,446,076	1,446,076
Parks Capital Const & Maint Fund Planning Bureau	5,878 7,779	6,157 5,939	6,482 8,070	6,482 8,070	6,232 4,280	6,232 4,280	6,232 4,280

FUND SUMMARY

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Police Bureau	5,526,615	5,209,124	6,827,443	6,827,443	6,505,373	6,505,373	6,505,373
Portland International Raceway	5,509	5,364	6,467	6,467	5,878	5,878	5,878
Portland Parks Memorial Trust	235	0	0	0	0	0	(
Printing & Distribution	23,914	22,937	28,160	28,160	28,156	28,156	28,150
Revenue	0	1,288	2,200	0	2,600	2,600	2,60
Solid Waste Management Fund	5,100	2,656	2,245	2,245	2,031	2,031	2,03
Technology Services Fund	1,099	9,745	15,597	5,597	86,255	86,255	86,25
Transportation	6,650,274	7,140,891	7,336,891	7,145,112	7,211,310	7,211,310	7,211,31
Water Bureau	1,635,690	1,730,407	1,954,563	1,804,563	1,728,451	1,728,451	1,728,45
Workers Compensation Fund	767	767	1,040	1,040	1,092	1,092	1,09
	16,819,500	17,342,590	19,668,964	19,001,000	18,767,277	18,767,277	18,767,27
Equipment Cash Transfers							
Communications Services	(3,823)	31,278	9,500	9,500	0	0	
Development Services	7,426	0	21,300	21,300	0	0	
Emergency Communications	0	0	0	349,600	0	0	
Fire Bureau	7,964	4,900	19,236	0	0	0	
Golf Fund	98,183	0	7,100	0	0	0	
Parks Bureau	42,440	140,314	133,023	129,623	0	0	
Police Bureau	306,591	95,586	357,458	295,625	0	0	
Public Safety Fund	0	0	368,584	0	0	0	
Tr/ Park Trust	0	0	51,600	0	0	0	
Transportation	385,308	474,310	1,309,643	116,084	0	0	
	844,089	746,388	2,277,444	921,732	0	0	
Intra-Fund Service Reimbursement	0	0	159,970	160,000	125,158	76,499	76,49
Total Internal Revenues	17,663,589	18,088,978	22,131,378	20,082,732	18,892,435	18,843,776	18,843,77
Beginning Fund Balance	19,227,326	18,886,971	19,913,643	19,913,643	17,892,040	17,892,040	17,892,04
OTAL RESOURCES	\$ 37,747,485 \$	38,105,026 \$	42,771,369	\$ 41,014,375 \$	37,905,430	37,856,771	\$ 37,856,77
REQUIREMENTS							
Bureau Expenses							
Personal Services	4,917,705	5,133,807	5,511,630	5,200,000	5,399,386	5,399,386	5,399,38
External Materials and Services	6,216,307	6,495,620	7,877,429	7,000,000	7,462,569	7,462,569	7,462,56
Internal Materials and Services	0	473	0	0	0	0	
City Fleet Services Fund Communications Services	_		78.072	60.000	0	0	
	37,743	52,335 468,860	610,980	600,000	•	•	504.70
Facilities Services				600 000	594,790	594,790	594,79
	569,596		,	,	450.040	150.010	
Insurance	220,808	225,689	143,744	143,744	153,946	153,946	
Printing & Distribution	220,808 21,393	225,689 17,522	143,744 24,064	143,744 24,064	18,065	18,065	18,00
Printing & Distribution Technology Services Fund	220,808 21,393 39,780	225,689 17,522 92,589	143,744 24,064 123,424	143,744 24,064 110,000	18,065 168,986	18,065 168,986	18,00 168,98
Printing & Distribution Technology Services Fund Office of Management & Finance	220,808 21,393 39,780 347,476	225,689 17,522 92,589 365,300	143,744 24,064 123,424 396,473	143,744 24,064 110,000 396,473	18,065 168,986 391,602	18,065 168,986 391,602	18,00 168,98 391,60
Printing & Distribution Technology Services Fund Office of Management & Finance Parks Bureau	220,808 21,393 39,780 347,476	225,689 17,522 92,589 365,300 0	143,744 24,064 123,424 396,473 7,385	143,744 24,064 110,000 396,473 7,385	18,065 168,986 391,602 7,570	18,065 168,986 391,602 7,570	18,00 168,99 391,60 7,5
Printing & Distribution Technology Services Fund Office of Management & Finance Parks Bureau Sustainable Development	220,808 21,393 39,780 347,476	225,689 17,522 92,589 365,300	143,744 24,064 123,424 396,473 7,385 1,166	143,744 24,064 110,000 396,473	18,065 168,986 391,602	18,065 168,986 391,602 7,570 1,536	18,00 168,98 391,60 7,51
Printing & Distribution Technology Services Fund Office of Management & Finance Parks Bureau	220,808 21,393 39,780 347,476	225,689 17,522 92,589 365,300 0	143,744 24,064 123,424 396,473 7,385	143,744 24,064 110,000 396,473 7,385 1,166 33,000	18,065 168,986 391,602 7,570 1,536 5,000	18,065 168,986 391,602 7,570 1,536 5,000	18,06 168,98 391,60 7,53
Printing & Distribution Technology Services Fund Office of Management & Finance Parks Bureau Sustainable Development Transportation Water Bureau	220,808 21,393 39,780 347,476 0 10,366	225,689 17,522 92,589 365,300 0 330	143,744 24,064 123,424 396,473 7,385 1,166	143,744 24,064 110,000 396,473 7,385 1,166	18,065 168,986 391,602 7,570 1,536	18,065 168,986 391,602 7,570 1,536 5,000	18,06 168,98 391,60 7,57 1,53 5,00
Printing & Distribution Technology Services Fund Office of Management & Finance Parks Bureau Sustainable Development Transportation	220,808 21,393 39,780 347,476 0 10,366 24,384	225,689 17,522 92,589 365,300 0 330 121,809	143,744 24,064 123,424 396,473 7,385 1,166 30,000	143,744 24,064 110,000 396,473 7,385 1,166 33,000	18,065 168,986 391,602 7,570 1,536 5,000	18,065 168,986 391,602 7,570 1,536 5,000	153,94 18,06 168,98 391,60 7,57 1,53 5,00

CityFleet Operating Fund

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Capital Outlay	3,175,474	3,151,056	10,498,375	8,469,611	4,493,707	4,493,707	4,493,707
Total Bureau Expenses	15,666,783	16,214,158	25,462,712	22,205,413	18,773,656	18,773,656	18,773,656
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	16,287,396	0	851,151	839,606	839,606
Prior Years Encumbered	0	0	0	0	500,000	500,000	500,000
Compensation Adjustment	0	0	103,637	0	266,608	266,608	266,608
	0	0	16,391,033	0	1,617,759	1,606,214	1,606,214
General Fund Overhead	559,066	877,260	609,771	609,771	806,069	787,192	787,192
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	30,422	30,422
Communication Services	12,434	0	0	0	0	0	0
Development Services Fund	82,200	0	0	0	0	0	0
Emergency Communications	1,633	0	0	0	0	0	0
Facilities Services	10,586	940,000	0	0	0	0	0
General Fund	1,405,804	37,486	30,104	94,402	0	0	0
Golf Fund	28,874	50,674	0	0	0	0	0
Hydropower Operating Fund	961	0	65,000	0	0	0	0
Pension Debt Redemption Fund	0	0	0	212,749	293,244	293,244	293,244
Portland International Raceway	1,921	0	0	0	0	0	0
Printing & Distribution	4,510	0	0	0	0	0	0
Solid Waste Management Fund	0	11,010	0	0	0	0	0
Transportation Operating	883,789	14,083	0	0	0	0	0
	2,432,712	1,053,253	95,104	307,151	293,244	323,666	323,666
Debt Retirement	201,953	46,712	212,749	0	0	0	0
Ending Balance							
Reserve for Future Years	0	0	0	0	1,124,554	1,124,554	1,124,554
Unappropriated Ending Balance	18,886,971	19,913,643	0	17,892,040	250,148	201,489	201,489
Unexpendable Reserve	0	0	0	0	15,040,000	15,040,000	15,040,000
	18,886,971	19,913,643	0	17,892,040	16,414,702	16,366,043	16,366,043
Total Fund Requirements	22,080,702	21,890,868	17,308,657	18,808,962	19,131,774	19,083,115	19,083,115
TOTAL REQUIREMENTS	\$ 37,747,485	\$ 38,105,026	\$ 42,771,369	\$ 41,014,375	\$ 37,905,430	\$ 37,856,771	\$ 37,856,771

FUND OVERVIEW

The CityFleet Operating Fund accounts for the revenues and expenses associated with CityFleet's operations. CityFleet acquires, modifies, services, repairs, and disposes of vehicles and equipment owned, leased, and rented by the City.

Revenue

The fund's major source of revenue is service reimbursement transfers from City bureaus. Outside agencies also pay the City for vehicle maintenance services provided. As the number of City vehicles has continued to increase, the total revenue from charges to City bureaus has risen as well. Revenues from the sale of replaced vehicles continues to grow. Funding for additional, new vehicles is accomplished through cash transfers. An increase in the number of rented and leased vehicles has also contributed to a growth in the size of the fund.

Managing Agency Office of Management and Finance, General Services

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES						F	
External Revenues							
Service Charges and Fees							
Miscellaneous	2,091,901	3,552,556	3,138,458	3,684,500	0	0	0
Rents and Reimbursements	90,210	87,958	89,652	89,000	0	0	0
	2,182,111	3,640,514	3,228,110	3,773,500	0	0	0
Miscellaneous Revenues							
Bond and Note Sales	2,666,169	685,708	0	0	0	0	0
Interest Earned	255,376	125,218	120,000	197,000	0	0	0
Other Miscellaneous	72,129	42	2,000	2,000	0	0	0
Refunds	0	236,390	0	11,000	0	0	0
Sales Miscellaneous	137,570	149,241	2,000	80,000	0	0	0
	3,131,244	1,196,599	124,000	290,000	0	0	0
Total External Revenues	5,313,355	4,837,113	3,352,110	4,063,500	0	0	0
Internal Revenues	0,0.0,000	,,,,,,,,,	3,002,110	.,,,,,,,,,,			
Other Cash Transfers							
Cable Fund	219,948	153,096	67,396	0	0	0	0
City Fleet Services Fund	12,434	0	0	0	0	0	0
General Fund	257,950	250,000	692,500	350,000	0	0	0
	490,332	403,096	759,896	350,000	0	- 0	0
Federal Grants Transfers	22,157	0	0	0	0	0	0
Interfund Service Reimbursements	,						
City Attorney	46,829	46,097	51,403	46,949	0	0	0
City Auditor	63,030	64,072	64,846	71,045	0	0	0
BES Internal Services	49,753	48,520	38,572	33,065	0	0	0
BFRES Facilities Bond Const Fund	76,398	64,253	225,000	125,072	0	0	0
Cable	3,647	3,311	3,909	3,500	0	0	0
Cable Communications	4,153	3,830	4,447	4,041	0	0	0
Childrens Investment Fund	0	0	3,360	0	0	0	0
City Fleet Services Fund	37,743	52,334	78,072	58,050	0	0	0
Commissioner of Public Affairs	9,138	8,635	9,501	8,383	0	0	0
Commissioner of Public Safety	8,254	9,280	9,420	7,877	0	0	0
Commissioner of Public Utilities	9,667	8,460	8,965	8,338	0	0	0
Commissioner of Public Works	8,866	8,389	8,830	8,569	0	0	0
Development Services	392,409	385,921	402,934	400,117	0	0	0
Emergency Communications	443,750	377,141	451,830	333,254	0	0	0
Emergency Management	0	58,830	68,927	67,949	0	0	0
Environmental Services	703,683	1,248,948	1,628,672	693,095	0	0	0
Environmental Services	0	0	31,866	9,890	0	0	0
Environmental Services	0	0	13,000	10,460	0	0	0
Environmental Services	0	0	4,700	3,628	0	0	0
Facilities Services Fund	316,662	528,656	486,952	335,210	0	0	0
Fire Bureau	1,042,035	997,353	1,038,212	993,841	0	0	0
FPD&R	32,989	21,938	17,767	17,788	0	0	0
Golf Fund	15,984	15,787	17,247	15,069	0	0	0
Government Relations	19,666	22,731	24,005	22,648	0	0	0

FUND SUMMARY

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 200405	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Health Insurance	8,756	7,487	7,784	7,212	0	0	0
Housing & Community Development	20,395	25,061	22,933	26,675	0	0	0
Hydropower Operating Fund	5,704	5,369	5,461	4,945	0	0	0
Insurance & Claims	10,521	10,117	14,506	13,693	0	0	0
Management & Finance	174,004	165,769	165,345	156,410	0	0	0
Mayor	22,903	22,268	23,719	22,337	0	0	0
Neighborhood Involvement	65,070	100,770	143,196	143,196	0	0	0
Sustainable Development	14,830	13,915	18,739	14,951	0	0	0
Parking Facilities Fund	16,600	17,223	17,049	18,445	0	0	0
Parks Bureau	492,305	522,279	542,920	611,917	0	0	0
Parks Capital Const & Maint Fund	29,737	31,579	27,509	11,559	0	0	0
Planning Bureau	61,320	57,432	54,143	53,352	0	0	0
Police Bureau	3,143,203	3,293,495	3,467,412	3,397,895	0	0	0
Portland International Raceway	8,253	12,147	12,668	11,166	0	0	0
Portland Parks Memorial Trust	385	10,688	397	397	0	0	0
Printing & Distribution	30,444	31,308	32,908	32,531	0	0	0
Public Safety Fund	0	0	20,242	0	0	0	0
Revenue	56,960	108,023	135,113	122,033	0	0	0
Solid Waste Management Fund	16,366	18,036	19,033	19,731	0	0	0
Technology Services Fund	130,339	211,011	235,884	0	0	0	0
Transportation	1,019,241	1,105,905	1,111,216	1,044,934	0	0	0
Utility Billing System	0	0	24,941	17,582	0	0	0
Utility Customer Svcs	0	0	73,809	0	0	0	0
Water Bureau	1,287,790	1,388,719	1,462,225	1,545,725	0	0	0
Workers Compensation Fund	10,485	11,566	14,096	13,686	0	0	0
	9,910,267	11,144,653	12,345,685	10,568,210	0	0	0
Equipment Cash Transfers							
Police Bureau	360,452	89,003	84,250	0	0	0	0
Water Bureau	0	0	7,100	0	0	0	0
Water Baroad	360,452	89,003	91,350	0	0	0	0
Minor Equipment and Tools							
Emergency Communications	21,439	0	0	47,000	0	0	0
Transportation	39,543	3,191	25,302	25,302	0	0	0
Environmental Services	7,598	0,131	23,502	25,502	0	0	0
Fire Bureau	14,337	16,500	13,548	11,948	0	0	0
Parks Bureau	7,096	0	13,540	0	0	0	0
Police Bureau	0,030	201,640	66,576	63,476	0	0	0
Public Safety Fund	0	201,040	47,000	05,470	0	0	0
Water Bureau	34,938	0	21,964	29,064	- 0	0	0
water bureau	124,951	221,331	174,390	176,790	0	0	0
Total Internal Revenues	10,908,159	11,858,083	13,371,321	11,095,000	0	0	
Beginning Fund Balance	14,140,609	8,775,281	11,774,107	11,774,107	0	0	
TOTAL RESOURCES	\$ 30,362,123						\$ 0
REQUIREMENTS	+ 00,002,120	,,	- 25, 107,000	,502,007	- 0	-	
Bureau Expenses						-	
Personal Services	3,260,792	2,900,176	3,428,260	3,199,719	0	0	0

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
External Materials and Services	11,649,407	6,704,734	10,426,162	8,240,181	0	0	0
Internal Materials and Services							
City Fleet Services Fund	58,813	58,010	66,215	66,215	0	0	0
Facilities Services	388,182	343,137	473,254	473,566	0	0	0
Insurance	81,650	83,408	99,343	99,343	0	0	C
Printing & Distribution	7,995	6,302	7,162	7,162	0	0	C
Technology Services Fund	159,472	215,183	150,986	0	0	0	C
Cable Communications	0	10,000	10,000	10,000	0	0	C
Office of Management & Finance	397,376	372,855	399,546	399,546	0	0	C
Parking Facilities	4,153	3,600	3,720	3,720	0	0	C
Parks Bureau	1,969	842	0	0	0	0	C
Parks Capital Const & Maint Fund	0	0	25,000	0	. 0	0	0
Special Appropriations	130	1,742	1,136	0	0	0	0
Transportation	3,897	10,573	0	0	0	0	C
	1,103,637	1,105,652	1,236,362	1,059,552	0	0	0
Capital Outlay	1,669,779	941,371	1,582,272	1,172,938	0	0	0
Equipment Cash Transfers							
City Fleet Services Fund	(3,823)	31,278	9,500	0	0	0	(
	(3,823)	31,278	9,500	0	0	0	(
Minor Equipment Transfers							
City Fleet Services Fund	0	0	0	9,500	0	0	0
	0	0	0	9,500	0	0	0
Total Bureau Expenses	17,679,792	11,683,211	16,682,556	13,681,890	0	0	0
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	9,753,303	0	0	0	C
Compensation Adjustment	0	0	73,291	0	0	0	C
	0	0	9,826,594	0	0	0	C
General Fund Overhead	393,561	539,623	326,195	348,999	0	0	C
Fund Cash Transfers							
Facilities Services	0	0	1,600	1,600	0	0	0
General Fund	10,000	0	80,541	79,435	0	0	(
Pension Debt Redemption Fund	0	0 ,	0	89,617	0	0	(
Technology Services Fund	0	0	0	11,240,631	0	0	(
£	10,000	0	82,141	11,411,283	0	0	(
Debt Retirement	3,503,489	1,473,536	1,580,052	1,490,435	0	0	(
Ending Balance							
Unappropriated Ending Balance	8,775,281	11,774,107	0	0	0	0	C
1	8,775,281	11,774,107	0	0	0	0	C
Total Fund Requirements	12,682,331	13,787,266	11,814,982	13,250,717	0	0	C
OTAL REQUIREMENTS	\$ 30,362,123	\$ 25,470,477		\$ 26,932,607	\$ 0	\$ 0	\$ 0

Fund Summary

FUND OVERVIEW

The Communications Services Operating Fund has operated and maintained the City's telecommunication system, radios, 800 MHz radio system, and other electronic systems such as 911 dispatch, sirens, radar guns, and video systems. These systems have provided service to all City bureaus as well as to a growing number of other jurisdictions in the metropolitan area. Fund activities have been carried out by the Bureau of Communications and Networking Services within the Office of Management and Finance. In FY 2005-06, these fund activities will become part of the Bureau of Technology Services Fund.

Revenues

The fund's major source of revenue has been service reimbursement transfers from City bureaus and outside agencies. Purchase of new equipment for use by other bureaus has been supported through cash transfers. Non-City customers, primarily users of the 800 MHz radio system, have provided funding for use of the radio system and maintenance of radio equipment.

Managing Agency

Office of Management and Finance, Communications Services

CHANGES FROM PRIOR YEAR

Through FY 2004-05, Communications Operating and Information Technology were in two separate funds. For FY 2005-06, however, the funds will be merged to better match the Bureau of Technology Services financial structure with its organizational structure. The Communications Operating Fund (fund number 707) will be closed at the end of FY 2005-06 and a residual equity transfer of its assets and liabilities will be made to the Information Technology Fund (fund number 711), which will be renamed the Technology Services Fund.

Bond Description	Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Revenue Bonds, 2002 Series A (Communication's Por-						
tion Only)	7 705 000					
04/01/2002 - Due 2/1	7,795,000	2004/05	760,000	4.00%	339,013	1,099,013
		2005/06	815,000	4.00%	308,613	1,123,613
		2006/07	875,000	4.25%	276,013	1,151,013
		2007/08	935,000	4.25%	238,825	1,173,825
		2008/09	870,000	4.50%	199,088	1,069,088
		2009/10	940,000	4.50%	159,938	1,099,938
		2010/11	1,010,000	4.50%	117,638	1,127,638
		2011/12	1,080,000	4.50%	72,188	1,152,188
_		2012/13	510,000	4.63%	23,588	533,588
		TOTAL	7,795,000		1,734,900	9,529,900
Limited Tax Revenue Refunding						
Bonds, 2003 Series A (Communication's Portion Only)						
01/15/2003 - Due 4/1	2,635,000					
		2004/05	240,000	2.00%	75,850	315,850
		2005/06	245,000	2.00%	71,050	316,050
		2006/07	250,000	2.50%	66,150	316,150
		2007/08	260,000	2.75%	59,900	319,900
		2008/09	265,000	3.25%	52,750	317,750
		2009/10	270,000	3.50%	44,138	314,138
		2010/11	285,000	3.75%	34,688	319,688
		2011/12	295,000	4.00%	24,000	319,000
		2012/13	305,000	4.00%	12,200	317,200
.*		TOTAL	2,415,000		440,725	2,855,725
Limited Tax Revenue Refunding Bonds, 2004 Series A (Communi- cation Portion Only)						
06/01/1996 - Due 6/1	624,000					
00/01/1000 Duc 0/1	024,000	2004/05	44,000	2.00%	31,571	75,571
		2005/06	48,000	2.00%	25,800	73,800
		2006/07	66,000	5.00%	24,840	90,840
		2007/08	68,000	5.00%	21,540	89,540
		2008/09	72,000	5.00%	18,140	90,140
		2009/10	75,000	5.00%	14,540	89,540
		2010/11	79,000	5.00%	10,790	89,790
		2011/12	84,000	5.00%	6,840	90,840
4 2		2012/13	88,000	3.00%	2,640	90,640
		TOTAL	624,000		156,701	780,701
COMBINED DEBT SERVICE						
	5,121,462					
		2004/05	1,044,000		446,434	1,490,434
		2005/06	1,108,000		405,463	1,513,463
		2006/07	1,191,000		367,003	1,558,003
		2007/08	1,263,000		320,265	1,583,265
		2008/09	1,207,000		269,978	1,476,978
		2009/10	1,285,000		218,615	1,503,615
		2010/11	1,374,000		163,115	1,537,115
		2011/12	1,459,000		103,028	1,562,028
		2012/13	903,000		38,428	941,428

Facilities Services Operating Fund - 704

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	41,743	196,431	0	0	0	0	0
Parking Fees	217,894	30,890	18,729	18,729	18,923	18,923	18,923
Rents and Reimbursements	1,588,784	1,560,573	1,479,619	1,479,619	1,629,357	1,629,357	1,629,357
	1,848,421	1,787,894	1,498,348	1,498,348	1,648,280	1,648,280	1,648,280
State Sources							
State Cost Sharing	160,698	165,120	173,243	50,000	0	0	0
	160,698	165,120	173,243	50,000	0	0	C
Local Sources		,	,	,			
Local Cost Sharing	830,865	869,363	212,830	250,000	0	0	0
Multnomah County Cost Sharing	743,771	697,023	760,187	706,000	722,030	722,030	722,030
Walthoman County Cost Sharing							
	1,574,636	1,566,386	973,017	956,000	722,030	722,030	722,030
Miscellaneous Revenues							
Bond and Note Sales	17,722,741	22,556,732	0	0	0	0	C
Interest Earned	258,122	156,283	93,056	93,059	150,000	150,000	150,000
Other Miscellaneous	31,342	42,109	0	0	0	0	C
	18,012,205	22,755,124	93,056	93,059	150,000	150,000	150,000
Total External Revenues	21,595,960	26,274,524	2,737,664	2,597,407	2,520,310	2,520,310	2,520,310
Other Cash Transfers City Fleet Services Fund Communication Services Fund	10,586	940,000	1,600	0	0	0	0
General Fund	2,796,150	2,879,202	2,515,983	2,515,983	1,918,550	2,393,550	2,393,550
	2,806,736	3,819,202	2,517,583	2,515,983	1,918,550	2,393,550	2,393,550
Federal Grants Transfers	0	61,428	105,759	103,225	1,030,050	1,030,050	1,030,050
Interfund Service Reimbursements							
City Attorney	200,188	203,028	215,019	215,016	257,413	257,413	
City Auditor	364,225	372,289	385,401	385,401	442,065	442,065	442,065
City Auditor BES Internal Services	364,225 17,613	372,289 29,003	385,401 30,278	385,401 9,398	442,065 25,125	442,065 25,125	257,413 442,065 25,125
City Auditor BES Internal Services BFRES Facilities Bond Const Fund	364,225 17,613 1,086,883	372,289 29,003 1,247,976	385,401 30,278 1,718,536	385,401 9,398 1,718,536	442,065 25,125 2,087,470	442,065 25,125 2,087,470	442,065 25,125 2,087,470
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable	364,225 17,613 1,086,883 22,550	372,289 29,003 1,247,976 22,308	385,401 30,278 1,718,536 21,957	385,401 9,398 1,718,536 14,529	442,065 25,125 2,087,470 23,008	442,065 25,125 2,087,470 23,008	442,065 25,125 2,087,470 23,008
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications	364,225 17,613 1,086,883 22,550 14,856	372,289 29,003 1,247,976 22,308 14,472	385,401 30,278 1,718,536 21,957 14,529	385,401 9,398 1,718,536 14,529 21,957	442,065 25,125 2,087,470 23,008 15,217	442,065 25,125 2,087,470 23,008 15,217	442,065 25,125 2,087,470 23,008 15,217
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund	364,225 17,613 1,086,883 22,550 14,856 569,595	372,289 29,003 1,247,976 22,308 14,472 468,859	385,401 30,278 1,718,536 21,957 14,529 610,980	385,401 9,398 1,718,536 14,529 21,957 574,440	442,065 25,125 2,087,470 23,008 15,217 594,790	442,065 25,125 2,087,470 23,008 15,217 594,790	442,065 25,125 2,087,470 23,000 15,21 594,790
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,24
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Utilities	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,558
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616	442,065 25,125 2,087,470 23,006 15,21 594,790 71,380 66,24 70,555 65,610
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works Communications Services	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036 388,182	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126 343,138	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751 473,254	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751 474,854	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616	442,065 25,125 2,087,470 23,006 15,21 594,790 71,380 66,24 70,555 65,610
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works Communications Services Development Services	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036 388,182 2,223,987	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126 343,138 2,122,865	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751 473,254 2,138,992	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751 474,854 2,138,992	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,24 70,555 65,610
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works Communications Services Development Services Emergency Communications	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036 388,182 2,223,987 315,598	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126 343,138 2,122,865 273,471	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751 473,254 2,138,992 387,933	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751 474,854 2,138,992 624,933	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124	442,065 25,125 2,087,470 23,006 15,21 594,790 71,380 66,24 70,555 65,610 2,221,444
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works Communications Services Development Services Emergency Communications Emergency Management	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036 388,182 2,223,987 315,598 715	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126 343,138 2,122,865 273,471 166,947	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751 473,254 2,138,992 387,933 78,307	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751 474,854 2,138,992 624,933 71,521	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124 60,576	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124 60,576	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,555 65,610 (2,221,448 401,124 60,570
City Auditor BES Internal Services BFRES Facilities Bond Const Fund Cable Cable Communications City Fleet Services Fund Commissioner of Public Affairs Commissioner of Public Safety Commissioner of Public Utilities Commissioner of Public Works Communications Services Development Services Emergency Communications	364,225 17,613 1,086,883 22,550 14,856 569,595 54,848 51,490 55,317 51,036 388,182 2,223,987 315,598	372,289 29,003 1,247,976 22,308 14,472 468,859 56,387 51,807 55,877 51,126 343,138 2,122,865 273,471	385,401 30,278 1,718,536 21,957 14,529 610,980 59,645 55,306 58,868 54,751 473,254 2,138,992 387,933	385,401 9,398 1,718,536 14,529 21,957 574,440 59,645 55,306 58,868 54,751 474,854 2,138,992 624,933	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,244 70,559 65,616 0 2,221,448 401,124	442,065 25,125 2,087,470 23,008 15,217 594,790 71,386 66,24 70,555 65,610 (2,221,444 401,124

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Fire Bureau	52,739	5,374	5,310	5,310	5,482	5,482	5,482
FPD&R	12	36	0	0	0	0	0
Government Relations	28,340	28,468	30,583	30,583	36,634	36,634	36,634
Health Insurance	27,430	30,097	27,656	27,656	28,905	28,905	28,905
Housing & Community Development	1,588	733	2,205	2,205	2,280	2,280	2,280
Insurance & Claims	43,835	44,473	67,842	67,842	70,758	70,758	70,758
Management & Finance	906,778	905,033	1,083,367	809,907	878,340	878,340	878,340
Mayor	117,794	119,637	126,133	126,133	151,057	151,057	151,057
Neighborhood Involvement	107,065	230,539	139,149	139,149	94,959	94,959	94,959
Sustainable Development	1,616	923	3,727	3,727	2,797	2,797	2,797
Parking Facilities Fund	1,966,070	2,024,307	2,242,946	2,400,946	2,498,366	2,498,366	2,498,366
Parks Bureau	396,936	425,400	513,385	487,385	414,463	414,463	414,463
Parks Capital Const & Maint Fund	1,255	477	0	0	0	0	0
Planning Bureau	549,529	551,020	581,241	548,241	566,185	566,185	566,185
Police Bureau	5,034,719	5,176,749	5,488,088	5,488,088	4,261,629	4,261,629	4,261,629
Printing & Distribution	181,658	181,678	211,460	191,460	204,498	204,498	204,498
Public Safety Fund	0	0	237,000	0	237,000	237,000	237,000
Purchases	150	60	0	0	0	0	0
Revenue	288,231	836,634	7,905	7,905	6,264	6,264	6,264
Solid Waste Management Fund	117	1,793	0	0	0,201	0,201	0,20
Spectator Facilities	0	215,783	239,578	239,578	246,061	246,061	246,061
Technology Services Fund	510.076	486,543	641,684	641,684	1,119,783	1,119,783	1,119,783
Transportation	2,056,496	2,020,309	2,182,081	2,031,081	2,090,592	2,090,592	2,090,592
Utility Billing System	2,030,430	214	190,877	190,877	158,345	158,345	158,345
Utility Customer Svcs	0	0	28,998	28,998	885,778	305,778	323,292
Water Bureau	1,769,864	1,734,319		1,816,189	1,558,725	1,558,725	1,541,211
Workers Compensation Fund	43,237	45,635	1,816,189		75,984	75,984	75,984
Workers Compensation Fund	21,208,807	22,588,036	73,127	73,127	23,840,209	23,260,209	23,260,209
Equipment Cash Transfers		,,	, ,		,		
Fire Facilities Bond Constrctn	0	0	300,000	300,000	0	0	0
	0	0	300,000	300,000	0	0	0
Intra-Fund Service Reimbursement	0	0	188,477	173,477	1,857,400	1,857,400	1,791,611
Total Internal Revenues	24,015,543	26,468,666	27,258,305	26,610,662	28,646,209	28,541,209	28,475,420
Beginning Fund Balance	10,870,175	10,922,430	12,602,072	12,602,072	6,635,128	6,635,128	6,635,128
TOTAL RESOURCES	\$ 56,481,678	\$ 63,665,620 \$	42,598,041	\$ 41,810,141 \$	37,801,647	37,696,647	37,630,858
REQUIREMENTS						B.;	
Bureau Expenses							
Personal Services	2,645,903	2,556,083	2,879,729	2,800,000	2,923,459	2,923,459	2,923,459
External Materials and Services	12,496,019	12,727,183	20,905,512	20,168,152	15,335,470	14,821,259	14,821,259
Internal Materials and Services	50.580	E7 074	60 744	55.744	E0 004	E0 004	E0 004
City Fleet Services Fund	50,586	57,371	60,744	55,744	50,224	50,224	50,224
Communications Services	316,661	528,654	486,952	486,952	0	0	0
Insurance	199,360	203,522	196,326	196,326	174,632	174,632	174,632
Printing & Distribution	44,714	26,853	54,790	44,790	32,748	32,748	32,748
Technology Services Fund	59,597	136,212	119,297	104,297	617,705	617,705	617,705
Environmental Services	12,295	50,203	50,000	50,000	0	0	0

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Fire Bureau	0	26,621	0	0	0	0	0
Office of Management & Finance	634,777	607,019	653,962	653,962	735,940	735,940	735,940
Parking Facilities	165,597	169,063	159,329	159,329	148,791	148,791	148,791
Parks Bureau	104,566	110,406	100,518	98,018	83,800	83,800	83,800
Special Appropriations	26	155	189	0	0	189	189
Sustainable Development	8,737	17,586	13,429	13,429	15,000	15,000	15,000
Transportation	71,371	29,538	20,000	0	0	0	0
Water Bureau	39,860	0	0	173,477	0	0	0
Same Fund Services	0	0	188,477	0	1,857,400	1,857,400	1,791,611
	1,708,147	1,963,203	2,104,013	2,036,324	3,716,240	3,716,429	3,650,640
Capital Outlay	21,872	26,146	0	0	0	0	0
Equipment Cash Transfers Printing & Distribution	2,343	0	0	0	0	0	0
Finding & Distribution	2,343	0	0	0	0	0	0
Total Bureau Expenses	16,874,284	17,272,615	25,889,254	25,004,476	21,975,169	21,461,147	21,395,358
Fund Requirements	10,074,204	17,272,013	25,009,254	25,004,476	21,975,109	21,461,147	21,393,330
•						40	
General Operating Contingency	0	0	6 400 401	0	E00 007	1 666 470	1 666 470
General Operating Contingency Compensation Adjustment	0	0	6,483,401 55,610	0	522,337	1,666,472 140,500	1,666,472 140,500
Compensation Adjustment	0	0		0	140,500 662,837	1,806,972	
		•	6,539,011	•			1,806,972
General Fund Overhead	995,706	1,510,382	1,106,950	1,107,711	1,569,047	814,887	814,887
Fund Cash Transfers Campaign Finance Fund	0	0	0	0	0	19,047	19,047
General Fund	0	0	23,480	0	0	19,047	15,047
Pension Debt Redemption Fund	0	0	23,400	90,534	124,788	124,788	124,788
r choich bobt riedemption r and	0	0	23,480	90,534	124,788	143,835	143,835
Debt Retirement	27,689,258	32,280,551	9,039,346	8,948,812	7,529,224	7,529,224	7,529,224
Ending Balance					, ,		
Unappropriated Ending Balance	10,922,430	12,602,072	0	6,658,608	0	0	0
Unexpendable Reserve	0	0	0	0	5,940,582	5,940,582	5,940,582
	10,922,430	12,602,072	0	6,658,608	5,940,582	5,940,582	5,940,582
Total Fund Requirements	39,607,394	46,393,005	16,708,787	16,805,665	15,826,478	16,235,500	16,235,500
TOTAL REQUIREMENTS	\$ 56,481,678	\$ 63,665,620	\$ 42,598,041	\$ 41,810,141	\$ 37,801,647	\$ 37,696,647	\$ 37,630,858

The Facilities Services Fund accounts for all of the facilities-related programs and capital projects managed by the Bureau of General Services. The fund is self-sufficient, requiring no direct General Fund discretionary support.

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Revenues

The fund's primary source of revenue is service reimbursements and cash transfers for space rental and other services. Services include building operations and maintenance, interior space remodels and reconfigurations, janitorial services, and property and capital project management. Debt issuance has been a resource for capital projects in the past, with the resulting principal and interest obligations being incorporated into the rental rates.

Managing Agency

Office of Management and Finance, General Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Revenue Bonds, 1998						
Series A (Facilities Portion Only)						
04/15/1998 - Due 6/1	28,900,000					
	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	2004/05	1,230,000	4.40%	1,130,390	2,360,39
		2005/06	1,280,000	4.45%	1,076,270	2,356,27
		2006/07	1,340,000	4.50%	1,019,310	2,359,31
		2007/08	1,400,000	4.55%	959,010	2,359,01
		2008/09	1,460,000	4.60%	895,310	2,355,31
		2009/10	1,530,000	4.70%	828,150	2,358,15
		2010/11	1,600,000	4.80%	756,240	2,356,24
		2011/12	1,680,000	4.90%	679,440	2,359,44
		2012/13	1,760,000	4.95%	597,120	2,357,12
		2013/14	1,850,000	5.00%	510,000	2,360,00
		2014/15	1,940,000	5.00%	417,500	2,357,50
		2015/16	2,030,000	5.00%	320,500	2,350,50
		2016/17	2,140,000	5.00%	219,000	2,359,00
-		2017/18	2,240,000	5.00%	112,000	2,352,00
		TOTAL	23,480,000		9,520,240	33,000,24
Limited Tax Revenue Bonds, 1999 Series B (Facilities Portion Only)						
04/15/1998 - Due 6/1	2,935,000					
		2004/05	435,000	4.40%	75,425	510,42
		2005/06	460,000	4.45%	51,500	511,50
		2006/07	485,000	4.50%	28,500	513,50
·		2007/08	85,000	4.55%	4,250	89,25
		TOTAL	1,465,000		159,675	1,624,67
Limited Tax Revenue Bonds, 2002 Series A (Facilities Portion Only)						
04/1/2002 - Due 2/1	220,000					
		2004/05	20,000	4.00%	7,800	27,80
		2005/06	20,000	4.00%	7,000	27,00
		2006/07	20,000	4.25%	6,200	26,20
		2007/08	20,000	4.25%	5,350	25,35
		2008/09	25,000	4.50%	4,500	29,50
		2009/10	25,000	4.50%	3,375	28,37
		2010/11	25,000	4.50%	2,250	27,25
		2011/12	25,000	4.50%	1,125	26,12
		TOTAL	180,000		37,600	217,60
Limited Tax Revenue Refunding Bonds, 2003 Series A (Facilities Portion Only)						
01/15/2003 - Due 4/1	17,550,000					
		2004/05	4,125,000	2.00%	322,713	4,447,71
		2005/06	2,770,000	2.00%	240,213	3,010,21
		2006/07	2,815,000	2.50%	184,813	2,999,81
		2007/08	2,885,000	2.75%	114,438	2,999,43
		2008/09	515,000	3.25%	35,100	550,10
		2009/10	110,000	3.50%	18,363	128,36
		2010/11	115,000	3.75%	14,513	129,51
		2011/12	125,000	4.00%	10,200	135,20
_		2012/13	130,000	4.00%	5,200	135,20
imited Tax Revenue Refunding londs, 2004 Series A (Facilities		TOTAL	13,590,000		945,550	14,535,55
Portion Only)	04 600 555					
03/25/2004 - Due 6/1	21,096,000	0004/05	F00 000	0.000/	4 040 070	4 040 0=
		2004/05	596,000	2.00%	1,016,673	1,612,673
		2005/06	777,000	2.00%	847,240	1,624,240
		2006/07	1,589,000	5.00%	831,700	2,420,700

	Amount					
Bond Description	Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2007/08	1,667,000	5.00%	752,250	2,419,250
		2008/09	1,753,000	5.00%	668,900	2,421,90
		2009/10	1,840,000	5.00%	581,250	2,421,25
		2010/11	1,926,000	5.00%	489,250	2,415,25
		2011/12	2,026,000	5.00%	392,950	2,418,95
		2012/13	2,132,000	3.00%	291,650	2,423,65
		2013/14	2,190,000	3.20%	227,690	2,417,69
		2014/15	2,260,000	3.35%	157,610	2,417,61
		2015/16	2,340,000	3.50%	81,900	2,421,90
		TOTAL	21,096,000		6,339,063	27,435,06
COMBINED DEBT SERVICE						
	70,701,000					
		2004/05	6,406,000		2,553,000	8,959,00
		2005/06 '	5,307,000		2,222,223	7,529,22
		2006/07	6,249,000		2,070,523	8,319,52
		2007/08	6,057,000		1,835,298	7,892,29
		2008/09	3,753,000		1,603,810	5,356,8
		2009/10	3,505,000		1,431,138	4,936,13
		2010/11	3,666,000		1,262,253	4,928,25
		2011/12	3,856,000		1,083,715	4,939,71
		2012/13	4,022,000		893,970	4,915,97
		2013/14	4,040,000		737,690	4,777,69
		2014/15	4,200,000		575,110	4,775,11
		2015/16	4,370,000		402,400	4,772,40
75		2016/17	2,140,000		219,000	2,359,00
		2017/18	2,240,000		112,000	2,352,00
TAL FUND DEBT SERVICE			\$ 59,811,000		\$ 17,002,128	\$ 76,813,12

Federal Grants Fund - 252

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Federal Sources							
Federal Grants	14,048,188	22,370,793	56,085,562	53,561,695	37,793,755	43,211,702	43,211,702
Unaccrued Prior Years Grants	705,967	2,578,681	0	0	0	0	0
	14,754,155	24,949,474	56,085,562	53,561,695	37,793,755	43,211,702	43,211,702
State Sources						¥;	_
State Grants	136,585	689,843	348,884	343,414	0	0	0
	136,585	689,843	348,884	343,414	0	0	0
Miscellaneous Revenues							
Interest Earned	21,088	10,299	0	0	0	0	0
Private Grants/Donations	196,155	797,573	2,464,953	2,235,415	1,042,038	1,042,038	1,042,038
	217,243	807,872	2,464,953	2,235,415	1,042,038	1,042,038	1,042,038
Total External Revenues	15,107,983	26,447,189	58,899,399	56,140,524	38,835,793	44,253,740	44,253,740
Internal Revenues						121	
Beginning Fund Balance	422,430	0	0	0	0	0	
TOTAL RESOURCES	\$ 15,530,413	\$ 26,447,189	58,899,399	\$ 56,140,524	\$ 38,835,793	\$ 44,253,740 \$	44,253,740
REQUIREMENTS						4	
Bureau Expenses							
External Materials and Services	11,320	116,904	683,095	683,095	0	0	C
Total Bureau Expenses	11,320	116,904	683,095	683,095	0	0	C
Fund Requirements							
Federal Grants Transfers							
DEC Internal Complex							
BES Internal Services	148,868	10,204	275,728	275,728	0	102,925	102,925
BES Internal Services BTS	148,868 0	10,204 0	275,728 206,526	275,728 206,526	0 0	0	
	•	•					(
BTS	0	0	206,526	206,526	0	0 0 988,920	988,920
BTS City Fleet Services	0	0	206,526 25,000	206,526 25,000	0	0	988,920
BTS City Fleet Services Environmental Services	0 0 742,941	0 0 261,284	206,526 25,000 1,861,450	206,526 25,000 1,666,988	0 0 988,920	0 0 988,920	988,920 1,030,050
BTS City Fleet Services Environmental Services Facilities Services	0 0 742,941 0	0 0 261,284 61,428	206,526 25,000 1,861,450 105,759	206,526 25,000 1,666,988 103,225	0 0 988,920 1,030,050	0 0 988,920 1,030,050	988,920 1,030,050 1,535,969 3,883,689
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau	742,941 0 620,244	0 0 261,284 61,428 694,124	206,526 25,000 1,861,450 105,759 5,172,078	206,526 25,000 1,666,988 103,225 4,928,146	0 0 988,920 1,030,050 1,535,969	0 0 988,920 1,030,050 1,535,969	988,920 1,030,050 1,535,969 3,883,689
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development	0 0 742,941 0 620,244 3,162,989	0 0 261,284 61,428 694,124 9,605,223	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303	0 988,920 1,030,050 1,535,969 3,883,685	0 988,920 1,030,050 1,535,969 3,883,685	988,920 1,030,050 1,535,960 3,883,680 59,74
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement	0 0 742,941 0 620,244 3,162,989 103,562	0 0 261,284 61,428 694,124 9,605,223 50,667	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000	0 988,920 1,030,050 1,535,969 3,883,685 59,743	0 988,920 1,030,050 1,535,969 3,883,685 59,743	988,920 1,030,050 1,535,969 3,883,689 59,749 5,843,510
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management	0 0 742,941 0 620,244 3,162,989 103,562 0	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916	0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516	988,920 1,030,050 1,535,969 3,883,689 59,740 5,843,510 830,05
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051	0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051	988,920 1,030,050 1,535,969 3,883,689 59,743 5,843,510
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0	0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051	988,920 1,030,050 1,535,969 3,883,689 59,740 5,843,510 830,05
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500	988,920 1,030,050 1,535,960 3,883,680 59,740 5,843,510 830,05
City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau Parks Capital Const & Maint Fund Planning Bureau Police Bureau	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741 916,001	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221 232,832	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770 861,247 409,245 8,413,001	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034 861,247 284,072 7,970,963	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500 0 3,688,059	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500 0 3,688,059	988,926 1,030,056 1,535,968 3,883,688 59,748 5,843,511 830,05 487,500
BTS City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau Parks Capital Const & Maint Fund Planning Bureau	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741 916,001 56,279	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221 232,832 6,721	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770 861,247 409,245	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034 861,247 284,072	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500 0 3,688,059 237,000	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500 0 3,688,059 454,000	988,926 1,030,056 1,535,968 3,883,688 59,748 5,843,511 830,05 487,500
City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau Parks Capital Const & Maint Fund Planning Bureau Police Bureau Public Safety Fund Revenue	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741 916,001 56,279 4,271,849	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221 232,832 6,721 4,989,507	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770 861,247 409,245 8,413,001	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034 861,247 284,072 7,970,963 687,046	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500 0 3,688,059 237,000	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500 0 3,688,059 454,000	988,920 1,030,050 1,535,969 3,883,689 59,745 5,843,516 830,05 (487,500 3,688,059 454,000
City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau Parks Capital Const & Maint Fund Planning Bureau Police Bureau Public Safety Fund Revenue Sewer System Construction Fund	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741 916,001 56,279 4,271,849	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221 232,832 6,721 4,989,507	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770 861,247 409,245 8,413,001 687,046	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034 861,247 284,072 7,970,963 687,046	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500 0 3,688,059 237,000 0 2,695,000	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500 0 3,688,059 454,000 0 2,695,000	988,920 1,030,050 1,535,969 3,883,688 59,745 5,843,516 830,05 ((487,500 (3,688,059 454,000
City Fleet Services Environmental Services Facilities Services Fire Bureau Housing & Community Development Neighborhood Involvement Office of Emergency Management Sustainable Development OMF - Communications Svcs Parks Bureau Parks Capital Const & Maint Fund Planning Bureau Police Bureau Public Safety Fund Revenue	0 0 742,941 0 620,244 3,162,989 103,562 0 218,886 22,157 250,741 916,001 56,279 4,271,849 0 12,941	0 0 261,284 61,428 694,124 9,605,223 50,667 316,557 144,137 0 216,221 232,832 6,721 4,989,507 0	206,526 25,000 1,861,450 105,759 5,172,078 14,576,340 145,000 10,464,396 2,006,784 0 365,770 861,247 409,245 8,413,001 687,046	206,526 25,000 1,666,988 103,225 4,928,146 14,333,303 145,000 10,355,526 1,761,246 0 349,034 861,247 284,072 7,970,963 687,046	0 988,920 1,030,050 1,535,969 3,883,685 59,743 3,999,916 830,051 0 487,500 0 3,688,059 237,000	0 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 0 487,500 0 3,688,059 454,000	102,925 0 988,920 1,030,050 1,535,969 3,883,685 59,743 5,843,516 830,051 (0 487,500 (1 3,688,058 454,000 (2,695,000 (1 18,730,208

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	Ŀ	Actual FY 2002-03	Actual FY 2003–04	Rev FY 20		Yr End Est. FY 2004–05	ı	Proposed FY 2005-06	Approved FY 2005–06	Adop	
Water Bureau		774,966	2,849,568	3,4	60,464	3,460,717		3,924,114	3,924,114	3,92	4,114
		15,512,891	26,330,285	58,2	16,304	55,457,429		38,835,793	44,253,740	44,25	3,740
Fund Cash Transfers General Fund		6,202	0		0	0		0	0		C
		6,202	0		0	0		0	0		0
Total Fund Requirements		15,519,093	26,330,285	58,2	16,304	55,457,429		38,835,793	44,253,740	44,25	3,740
TOTAL REQUIREMENTS	\$	15,530,413	\$ 26,447,189	\$ 58,8	99,399	\$ 56,140,524	\$	38,835,793	\$ 44,253,740	44,25	3,740
LINE ITEM DETAIL – AU 245 Materials and Services		3	/2								
External Materials and Services 529000 Miscellaneous Services		11,320	116,904	6	83,095	683,095		0	0		
Total External Materials and Services		11,320	116,904	6	83,095	683,095		0	0		C
Total Materials and Services		11,320	116,904	6	83,095	683,095		0	0		C
TOTAL Bureau Expenses	\$	11,320	\$ 116,904	\$ 6	83,095	\$ 683,095	\$	0	\$ 0 5	3	C

The Federal Grants Fund serves as the centralized clearing fund for all federal financial assistance received by the City in any form including grants, contracts, and funds passed to the City through other local agencies. The City recieves funds from two federal entitlement programs, HOME and the Community Development Block Grant, which are budgeted in separate individual funds. In some cases state and private grants are also processed through this fund depending upon specific criteria or requirements. Revenues are received in the Federal Grants fund and transferred to operating bureaus or paid directly to the Portland Development Commission, as expenses are incurred.

Managing Agency

Office of Management and Finance, Financial Services

Governmental Bond Redemption Fund - 702

,	F	Actual Y 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES								
External Revenues								
Miscellaneous Revenues								
Bond and Note Sales		0	3,785,392	150,000	150,000	390,000	390,000	390,000
Interest Earned		59	35	0	0	0	0	0
Other Miscellaneous		0	2,356	1,332,822	1,332,822	0	0	0
		59	3,787,783	1,482,822	1,482,822	390,000	390,000	390,000
Total External Revenues		59	3,787,783	1,482,822	1,482,822	390,000	390,000	390,000
Internal Revenues								
Other Cash Transfers								
Business License Surcharge		0	14,362,278	0	0	0	0	0
Capital Improvement Fund		68,170	0	0	936,153	0	0	0
General Fund		2,675,093	7,746,852	2,140,873	2,140,873	1,955,493	1,955,493	1,962,950
Housing Investment Fund		6,496,859	7,560	4,285,250	4,285,250	526,716	533,097	533,097
Parks Capital Const & Maint Fund		323,379	277,061	936,153	0	889,725	889,725	889,725
Special Revenue and Finance		10,289	540	0	0	0	0	0
		9,573,790	22,394,291	7,362,276	7,362,276	3,371,934	3,378,315	3,385,772
Interfund Service Reimbursements								
Parks Bureau		30,384	12,096	12,097	12,097	12,097	12,097	12,097
		30,384	12,096	12,097	12,097	12,097	12,097	12,097
Total Internal Revenues		9,604,174	22,406,387	7,374,373	7,374,373	3,384,031	3,390,412	3,397,869
Beginning Fund Balance		52,150	7,209	14,826	14,826	0	0	0
TOTAL RESOURCES	\$	9,656,383 \$	26,201,379 \$	8,872,021	\$ 8,872,021	3,774,031 \$	3,780,412 \$	3,787,869
REQUIREMENTS								
Bureau Expenses								
External Materials and Services		2,504	24,533	14,250	14,250	0	0	0
Total Bureau Expenses		2,504	24,533	14,250	14,250	0	0	0
Fund Requirements								
Debt Retirement		9,646,670	26,162,020	8,857,771	8,857,771	3,774,031	3,780,412	3,787,869
Ending Balance Unappropriated Ending Balance		7,209	14,826	0	0	0	0	0
Onappropriated Ending Balance		7,209	14,826	0	0	0	0	0
Total Fund Requirements	-	9,653,879	26,176,846	8,857,771	8,857,771	3,774,031	3,780,412	3,787,869
	\$							
TOTAL REQUIREMENTS	•	9,656,383 \$	26,201,379 \$	8,872,021	\$ 8,872,021	3,774,031 \$	3,760,412 \$	3,767,669
LINE ITEM DETAIL – AU 782 Materials and Services								
External Materials and Services 549000 Miscellaneous		2,504	24,533	14,250	14,250	0	0	0
Total External Materials and Services	-	2,504	24,533	14,250	14,250	0	0	0
Total Materials and Services	-	2,504	24,533	14,250	14,250	0	0	0
TOTAL Bureau Expenses	\$	2,504 \$	24,533	14,250	\$ 14,250	\$ 0 \$	0 \$	0
		,		,		<u> </u>		

This fund is used to achieve a proper matching of revenues and expenditures for financing the acquisition of equipment and facilities for essential City services. Specifically, this fund accounts for resources, and allocation thereof, to pay principal and interest on outstanding indebtedness in the General Long Term Debt Account Group, primarily on capital lease and note obligations including lines of credit for housing preservation, Children's Receiving Center, and Portland Development Commission technology improvements. In addition to the lines of credit, this fund also matches revenues with debt service on bonds issued to take out lines of credit previously issued to finance projects including the Clark Center, East Permanent Housing Facility, and improvements backed by Parks System Development Charges.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+
State of Oregon Energy Loan -						
Multnomah Arts Center						
	100,902					
		2004/05	10,063	7.50%	2,034	12,0
		2005/06	11,025	7.50%	1,779	12,8
		2006/07	11,882	7.50%	922	12,8
-		2007/08 TOTAL	6,789 39,759	7.50%	120 4,855	6,9 44,6
Limited Tax Revenue Bonds, 1998 Series B (General Fund Portion		TOTAL	00,700		4,033	44,0
Only) 06/15/1998 - Due 6/1	9 400 400					
06/15/1996 - Due 6/1	8,499,490	2004/05	115,000	4.20%	101,733	216,7
		2005/06	120,000	4.25%	96,903	216,9
		2006/07	125,000	4.30%	91,803	216,8
		2007/08	130,000	4.35%	86,428	216,4
		2008/09	140,000	4.40%	80,773	220,7
		2009/10	145,000	4.45%	74,613	219,6
		2010/11	150,000	4.55%	68,160	218,1
		2011/12	155,000	4.65%	61,335	216,3
		2012/13	165,000	4.75%	54,128	219,1
		2013/14	170,000	4.80%	46,290	216,2
		2014/15	180,000	4.85%	38,130	218,1
		2015/16	190,000	4.90%	29,400	219,4
		2016/17	200,000	4.90%	20,090	220,0
-		2017/18 TOTAL	210,000	4.90%	10,290 860,073	3,055,0
F10/1						
11/01/1999 - Due 4/1	10,135,000					
	10,135,000	2004/05	1,090,000	5.50%	317,340	1,407,3
	10,135,000	2005/06	1,090,000 210,000	5.50% 5.00%	257,390	
	10,135,000	2005/06 2006/07	210,000 220,000	5.00% 5.00%	257,390 246,890	467,3 466,8
	10,135,000	2005/06 2006/07 2007/08	210,000 220,000 235,000	5.00% 5.00% 5.00%	257,390 246,890 235,890	467,3 466,8 470,8
	10,135,000	2005/06 2006/07 2007/08 2008/09	210,000 220,000 235,000 245,000	5.00% 5.00% 5.00% 5.10%	257,390 246,890 235,890 224,140	467,3 466,8 470,8 469,1
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10	210,000 220,000 235,000 245,000 260,000	5.00% 5.00% 5.00% 5.10% 5.25%	257,390 246,890 235,890 224,140 211,645	467,3 466,8 470,8 469,1 471,6
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11	210,000 220,000 235,000 245,000 260,000 270,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30%	257,390 246,890 235,890 224,140 211,645 197,995	467,3 466,8 470,8 469,1 471,6 467,9
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12	210,000 220,000 235,000 245,000 260,000 270,000 285,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40%	257,390 246,890 235,890 224,140 211,645 197,995 183,685	467,3 466,8 470,8 469,1 471,6 467,9 468,6
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 355,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,0
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,0 469,9
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 355,000 375,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,0 469,9 469,5
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 375,000 395,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2
	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 375,000 395,000 420,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2 471,1
11/01/1999 - Due 4/1 imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar	10,135,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 355,000 375,000 395,000 420,000 445,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2 471,1
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 355,000 375,000 395,000 420,000 445,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2 471,1
11/01/1999 - Due 4/1 Imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar	3,305,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 355,000 375,000 395,000 420,000 445,000 5,755,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70% 5.75% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,0 469,9 469,5 468,0 470,2 471,1 8,443,1
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 355,000 375,000 395,000 420,000 445,000 5,755,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70% 5.75% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,0 470,2 471,1 8,443,1
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 375,000 395,000 420,000 445,000 5,755,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70% 5.75% 5.75% 5.75% 5.75% 5.75% 4.00%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2 471,1 8,443,1
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 355,000 375,000 395,000 420,000 445,000 5,755,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.70% 5.75% 5.75% 5.75% 5.75%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2: 471,1 8,443,1:
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 375,000 395,000 420,000 445,000 5,755,000 490,000 515,000 245,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75% 5.75% 5.75% 5.75% 5.75% 4.00% 4.00% 4.00%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2: 471,1: 8,443,1:
imited Tax Revenue Bonds, 2002 eries A (Parks SDC & Streetcar ortion Only)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 2019/20 TOTAL	210,000 220,000 235,000 245,000 260,000 270,000 285,000 300,000 315,000 335,000 375,000 395,000 420,000 445,000 5,755,000 490,000 515,000 245,000 255,000	5.00% 5.00% 5.00% 5.10% 5.25% 5.30% 5.40% 5.50% 5.63% 5.75% 5.75% 5.75% 5.75% 5.75% 4.00% 4.00% 4.25% 4.25%	257,390 246,890 235,890 224,140 211,645 197,995 183,685 168,295 151,795 134,076 114,981 94,569 73,006 50,294 26,144 2,688,135	1,407,3 467,3 466,8 470,8 469,1 471,6 467,9 468,6 468,2 466,7 469,9 469,5 468,0 470,2: 471,1 8,443,13

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
_						0.704.00
		TOTAL	2,340,000	3	361,963	2,701,96
imited Tax Revenue Bonds, 2004 series A (Parks SDC Portion Only)						
3/25/2004 - Due 6/1	3,420,000					
		2004/05	420,000	2.00%	171,465	591,46
		2005/06	450,000	2.00%	136,500	586,50
		2006/07	460,000	5.00%	127,500	587,50
		2007/08	485,000	5.00%	104,500	589,50
		2008/09	510,000	5.00%	80,250	590,2
		2009/10	535,000	5.00%	54,750	589,7
		2010/11	560,000	5.00%	28,000	588,00
		TOTAL	3,420,000		702,965	4,122,9
OTAL - Limited Tax Revenue onds						
	25,359,490					
		2004/05	2,115,000		689,563	2,804,5
		2005/06	845,000		433,718	1,278,7
		2006/07	590,000		397,518	987,5
		2007/08	620,000		370,730	990,7
		2008/09	650,000		342,488	992,4 996,9
		2009/10 2010/11	685,000 710,000		311,908 279,205	989,2
		2011/12	440,000		245,020	685,0
		2017/12	465,000		222,423	687,42
		2013/14	485,000		198,085	683,0
		2014/15	515,000		172,206	687,2
		2015/16	545,000		144,381	689,3
		2016/17	575,000		114,659	689,6
		2017/18	605,000		83,296	688,2
		2018/19	420,000		50,294	470,2
		2019/20	445,000		26,144	471,1
OTAL LIMITED TAX REVENUE			10,710,000		4,081,635	14,791,6
ousing Preservation rojected Short-term Line of redit Repayment						
_		2004/05	4,000,000	V ariable	140,000	4,140,0
		TOTAL	4,000,000		140,000	4,140,0
ity Lights						
rojected Short-term Line of redit Repayment						
		2004/05	0		140,000	140,0
hildren's Receiving Center					,	,
rojected Short-term Line of redit Repayment						
_		2004/05	200,281		29,719	230,0
_		TOTAL	200,281		29,719	230,00
DC Technology Improvements						
rojected Short-term Line of redit Repayment						
		2004/05	1,132,255		200,567	1,332,8
-		TOTAL	1,132,255		200,567	1,332,82
treeteer Extension						
treetcar Extension rojected Short-term Line of						
redit Repayment						
realt ricpayment		2004/05	0		100,000	100,00

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		TOTAL	0		100,000	100,000
COMBINED DEBT SERVICE						
	26,344,402					
		2004/05	7,457,599		1,301,883	8,759,482
		2005/06	856,025		435,497	1,291,522
		2006/07	601,882		398,439	1,000,321
		2007/08	626,789		370,850	997,639
		2008/09	650,000		342,488	992,488
		2009/10	685,000		311,908	996,908
		2010/11	710,000		279,205	989,205
		2011/12	440,000		245,020	685,020
		2012/13	465,000		222,423	687,423
		2013/14	485,000		198,085	683,085
		2014/15	515,000		172,206	687,206
		2015/16	545,000		144,381	689,381
		2016/17	575,000		114,659	689,659
		2017/18	605,000		83,296	688,296
		2018/19	420,000		50,294	470,294
		2019/20	445,000		26,144	471,144
OTAL FUND DEBT SERVICE			\$ 16,082,295	\$	4,696,776	\$ 20,779,071

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	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Health Care Charges	25,600,769	25,882,233	22,893,431	23,728,366	24,341,495	24,341,495	24,341,495
•	25,600,769	25,882,233	22,893,431	23,728,366	24,341,495	24,341,495	24,341,495
Miscellaneous Revenues						*:	
Interest Earned	482,716	238,737	168,359	168,359	242,999	242,999	242,999
Other Miscellaneous	2,153,107	2,392,857	1,868,447	1,001,047	2,845,469	2,845,469	2,845,469
	2,635,823	2,631,594	2,036,806	1,169,406	3,088,468	3,088,468	3,088,468
Total External Revenues	28,236,592	28,513,827	24,930,237	24,897,772	27,429,963	27,429,963	27,429,963
Internal Revenues						*	
Other Cash Transfers							
General Fund	0	0	3,180,000	3,180,000	0	0	0
General Reserve Fund	0	3,958	0	0	0	0	0
	0	3,958	3,180,000	3,180,000	0	0	0
Interfund Service Reimbursements	0	0	070 010	000 077	200 100	000 100	200 122
PPA Health Insurance	0	0	276,312	326,977	308,122	308,122	308,122
	0	0	276,312	326,977	308,122	308,122	308,122
Total Internal Revenues	0	3,958	3,456,312	3,506,977	308,122	308,122	308,122
Beginning Fund Balance	23,007,392	20,391,169	14,587,246	14,483,307	13,503,230	13,503,230	13,503,230
TOTAL RESOURCES	\$ 51,243,984	\$ 48,908,954 \$	42,973,795	\$ 42,888,056	41,241,315 \$	41,241,315	\$ 41,241,315
REQUIREMENTS						-	
Bureau Expenses							
Personal Services	447,857	462,327	488,395	480,654	536,471	536,471	536,471
External Materials and Services	29,622,921	32,726,348	29,082,272	28,227,747	33,853,330	33,853,330	33,960,268
Internal Materials and Services	50	101	000	040	000	000	000
City Fleet Services Fund	53	124	208	212	208 0	208	208
Communications Services Facilities Services	8,756	7,487	7,784	7,951	28,905	28,905	28,905
Insurance	27,431 5,988	30,097 6,117	27,656	28,251 8,172	26,905 155	26,905 155	155
	37,436	39.078	8,000 39,800	46.565	42,798	42.798	42.798
Printing & Distribution Technology Services Fund	163,786	386,325	268,991	233,025	280,055	280,055	280,055
City Attorney	100,697	99,986	122,721	125,360	144,330	144,330	144,330
			77,214	72,966	89,891	89,891	89,891
Office of Management & Finance	149,812 493,959	171,952 741,166	552,374	522,502	586,342	586,342	586,342
Faultaniant Oach T	100,000	,	32,014	,	220,0 12		300,012
Equipment Cash Transfers	0.075	0	0	0	0	0	0
Printing & Distribution	8,975 8,975	0	0	0	0	0	0
Total Duranu Eymans							35,083,081
Total Bureau Expenses	30,573,712	33,929,841	30,123,041	29,230,903	34,976,143	34,976,143	33,063,061
Fund Requirements							
General Operating Contingency General Operating Contingency	0	0	12,682,691	0	5,982,065	5,990,239	5,883,301

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005–06	Adopted FY 2005-06
Compensation Adjustment	0	0	12,013	0	16,094	16,094	16,094
	0	0	12,694,704	0	5,998,159	6,006,333	5,899,39
General Fund Overhead	263,040	229,835	109,603	137,112	243,842	188,003	188,00
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	47,665	47,66
General Fund	0	0	29,636	0	0	0	
General Reserve Fund	0	262,281	0	0	0	0	
Pension Debt Redemption Fund	0	0	0	16,811	23,171	23,171	23,1
	0	262,281	29,636	16,811	23,171	70,836	70,8
Debt Retirement	16,063	3,690	16,811	0	0	0	
Ending Balance Unappropriated Ending Balance	20,391,169	14,483,307	0	13,503,230	0	0	W.
	20,391,169	14,483,307	0	13,503,230	0	0	
otal Fund Requirements	20,670,272	14,979,113	12,850,754	13,657,153	6,265,172	6,265,172	6,158,2
TAL REQUIREMENTS	\$ 51,243,984	\$ 48,908,954	\$ 42,973,795	\$ 42,888,056	\$ 41,241,315 \$	41,241,315 \$	41,241,3

Fund Purpose

The Health Insurance Fund is primarily used to pay medical and prescription claims for non-Portland Police Association (PPA) City employees, dependents, retirees, and other participants in the City's self-insured medical plans.

Expenditures

Health Insurance Fund expenses include medical and prescription claims, claims and premium administration, a variety of fees and other benefits administration costs, and General Fund overhead charges. Additionally, the fund's excess reserves currently subsidize medical plans whose costs are in excess of City and employee contributions. Small subsidies for life and long-term disability insurance premiums for certain groups are also paid from the fund. The City's benefits administration staff and related materials and services are budgeted within the fund as well.

Reserves

The Health Insurance Fund reserve must be sufficient to cover large claims (those exceeding \$100,000 in a plan year) and Incurred But Not Reported (IBNR) claims (those claims incurred in one plan year but submitted for payment in another plan year). In FY 2005-06, the IBNR and large claims reserves are \$2.3 million and \$2.7 million, respectively.

Managing Agency

Office of Management and Finance, Human Resources

CHANGES FROM PRIOR YEAR

FY 2005-06 Assumptions

Health Insurance Fund claims expenditures are projected to be \$30.2 million in FY 2005-06. The difference between health care charges (revenue) and medical claims (expenditures) is currently being subsidized through a drawdown in Health Insurance Fund excess reserves. In FY 2005-06, the total reserve drawdown for the gap between contributions to the fund and projected expenditures is estimated at \$8.2 million to \$8.5 million. As a result, contingency (less the IBNR and large claims reserves) is expected to decline to less than \$500,000.

The medical component of the Consumer Price Index (CPI) continues to outpace the general CPI for wage earners. The City's medical claim trend inflation rate is projected to be 15% in FY 2005-06, excluding large claims. While the general prescription drug trend is roughly 16%, the City's experience reflects a lower trend of approximately 11%.

Oregon Medical Insurance Pool (OMIP) rates charged to the fund are nearly doubling for FY 2005-06, from \$136,000 to \$250,000. The rate increase is primarily attributable to a significant expansion in the number of people eligible for inclusion in the state pool, as well as generally increasing medical costs. For the Adopted Budget, the OMIP rate increases have been offset with a decrease in fund contingency. However, the rate increases will actually be covered through bureau charges. The transaction will be reconciled in the fall budget update and monitoring process, when final bureau charge rates are known.

Other Changes

The City has made significant changes to its health benefit plans to moderate costs over the last several years. Annual reviews of plan design will continue as a means of identifying possible future savings. In addition, a negotiated employee premium share was implemented in FY 2004-05. The premium share is expected to generate roughly \$950,000 in FY 2005-06.

In response to a charge from Council, the City's Labor-Management Benefits Committee reviewed a number of potential actions to address the projected depletion of excess Health Insurance Fund reserves, which have been used to subsidize the medical plans. FY 2005-06 will be the final year for which excess reserves are available to subsidize the medical plans. The committee's report was presented to Council on November 30, 2004. The report included numerous findings and recommendations to control health plan cost increases, such as enhanced employee education on costs and health care issues, wellness and disease management programs, and plan benefit design changes. A new health plan funding model was also presented. The Council adopted a resolution in December 2004 that endorsed the recommended funding model. The new model retains a City contribution cap while increasing City and employee contributions and emphasizing new wellness and cost control strategies. Negotiations with the City's collective bargaining units (with the exception of the PPA) to implement the new funding model are ongoing. As a result of interest arbitration between the City and the PPA, in June 2004 PPA employees moved to CityNet, a new benefits plan exclusively for PPA members. Costs associated with this plan are budgeted in the PPA Health Insurance Fund.

Insurance and Claims Operating Fund – 708

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005–06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	279,839	194,905	226,369	232,817	446,878	446,878	446,87
Other Miscellaneous	133,709	113,881	109,541	114,000	116,622	116,622	116,62
	413,548	308,786	335,910	346,817	563,500	563,500	563,50
Total External Revenues	413,548	308,786	335,910	346,817	563,500	563,500	563,50
Internal Revenues							
Other Cash Transfers						W.	
General Fund	0	0	10,000	0	0	. 0	
	0	0	10,000	0	0	0	
Interfund Service Reimbursements							
City Attorney	35,137	35,856	38,287	38,287	37,306	37,306	37,3
City Auditor	33,980	34,676	42,916	42,916	40,604	40,604	40,6
Cable	10,063	10,268	3,456	3,456	3,399	3,399	3,3
Cable Communications	6,708	6,846	2,304	2,304	2,266	2,266	2,2
City Fleet Services Fund	58,064	59,252	57,333	57,333	56,888	56,888	56,8
Commissioner of Public Affairs	5,561	5,675	5,562	5,562	6,713	6,713	6,7
Commissioner of Public Safety	6,505	6,638	2,664	2,664	4,926	4,926	4,9
Commissioner of Public Utilities	6,078	6,203	4,708	4,708	4,237	4,237	4,2
Commissioner of Public Works	6,463	6,595	5,036	5,036	4,655	4,655	4,6
Communications Services	42,771	43,646	49,218	49,218	4,033	4,033	7,0
Development Services	328,545	307,077	249,334	249,334	225,372	225,372	225,3
Emergency Communications	92,646	94,541	90,803	90,803	78,778	78,778	78,7
Emergency Management	92,040	94,541	5,212	5,212	3,952	3,952	3,9
Environmental Services	453,706	566,826	683,193	683,193	616,824	616,824	616,8
Facilities Services Fund	,						133,8
	161,894	165,206	156,704	156,704	133,807	133,807	464,6
Fire Bureau Golf Fund	285,267	319,166	475,796	475,796	464,608	464,608	
	31,732	32,381	31,346	31,346	27,560	27,560	27,5
Government Relations	5,273	5,381	7,395	7,395	6,977	6,977	6,9
Health Insurance	3,495	3,567	4,081	4,081	70	70	15
Housing & Community Development	16,646	16,986	17,715	17,715	15,664	15,664	15,0
Hydropower Operating Fund	57,277	58,449	53,854	53,854	44,869	44,869	44,8
Management & Finance	81,539	83,207	114,944	114,944	54,451	54,451	54,4
Mayor	12,505	12,761	10,295	10,295	9,111	9,111	9,
Neighborhood Involvement	28,587	57,362	27,122	27,122	35,039	35,039	35,0
Sustainable Development	9,517	9,711	5,073	5,073	4,678	4,678	4,0
Parking Facilities Fund	81,731	83,404	68,286	68,286	72,698	72,698	72,6
Parks Bureau	301,457	308,577	382,071	382,071	378,936	378,936	378,9
Planning Bureau	234,015	238,803	48,458	48,458	42,585	42,585	42,5
Police Bureau	2,994,370	3,093,903	2,668,118	2,668,118	2,557,041	2,557,041	2,557,0
Portland International Raceway	29,739	30,348	21,492	21,492	20,080	20,080	20,0
Printing & Distribution	25,089	25,602	21,510	21,510	19,627	19,627	19,
Revenue	27,845	30,246	28,533	28,533	42,188	42,188	42,
Solid Waste Management Fund	9,718	9,917	5,072	5,072	4,678	4,678	4,0
Spectator Facilities	0	16,320	34,811	34,811	28,259	28,259	28,2
Technology Services Fund	26,567	27,111	88,376	88,376	92,281	92,281	92,2

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	Actual FY 2002-03	Actual FY 200304	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Transportation	739,473	686,665	687,512	687,512	659,283	659,283	659,283
Utility Billing System	0	0	0	0	11,422	11,422	11,422
Utility Customer Svcs	0	0	28,791	28,791	61,534	61,534	61,534
Water Bureau	686,984	682,770	494,330	494,330	381,415	381,415	381,415
Workers Compensation Fund	4,966	5,068	6,121	6,121	269	269	269
	6,941,913	7,187,010	6,727,832	6,727,832	6,255,050	6,255,050	6,255,050
Intra-Fund Service Reimbursement	0	0	10,194	10,194	206	206	206
Total Internal Revenues	6,941,913	7,187,010	6,748,026	6,738,026	6,255,256	6,255,256	6,255,256
Beginning Fund Balance	13,713,146	15,850,107	17,640,686	17,640,686	18,089,950	18,089,950	18,089,950
TOTAL RESOURCES	\$ 21,068,607	\$ 23,345,903	\$ 24,724,622	\$ 24,725,529	\$ 24,908,706	\$ 24,908,706	\$ 24,908,706
REQUIREMENTS	(3)						
Bureau Expenses						9	
Personal Services	631,851	580,200	853,784	886,388	871,543	871,543	871,543
External Materials and Services	2,837,679	3,391,027	5,011,960	4,255,203	3,983,826	3,983,826	3,983,826
Internal Materials and Services							
City Fleet Services Fund	2,801	1,775	2,600	2,600	2,704	2,704	2,704
Communications Services	10,521	10,118	14,506	14,506	0	0	0
Facilities Services	43,835	44,474	67,842	0	70,758	70,758	70,758
Insurance	3,544	3,624	5,225	5,225	149	149	149
Printing & Distribution	14,113	12,303	13,585	13,58 <mark>5</mark>	12,965	12,965	12,965
Technology Services Fund	24,633	14,959	92,580	87,580	107,685	107,685	107,685
City Attorney	1,135,069	1,156,121	1,178,023	1,178,023	1,418,930	1,418,930	1,418,930
Office of Management & Finance	304,388	307,295	82,166	82,166	86,916	86,916	86,916
Parking Facilities	3,600	3,600	3,720	3,650	3,960	3,960	3,960
Same Fund Services	0	0	10,194	10,194	206	206	206
	1,542,504	1,554,269	1,470,441	1,397,529	1,704,273	1,704,273	1,704,273
Capital Outlay	0	0	0	0	10,000	10,000	10,000
Equipment Cash Transfers Printing & Distribution	0	3,775	0	0	0	0	0
	0	3,775	0	0	0	0	0
Total Bureau Expenses	5,012,034	5,529,271	7,336,185	6,539,120	6,569,642	6,569,642	6,569,642
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	17,276,931	0	154,000	147,729	147,729
Compensation Adjustment	0	0	17,538	0	44,472	44,472	44,472
	0	0	17,294,469	0	198,472	192,201	192,201
General Fund Overhead	169,842	167,224	47,036	49,527	132,705	128,953	128,953
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	10,023	10,023
General Fund	0	0	7,205	7,205	0	0	0
Pension Debt Redemption Fund	0	0	0	0	54,758	54,758	54,758
	0	0	7,205	7,205	54,758	64,781	64,781
Debt Retirement	36,624	8,722	39,727	39,727	0	0	0

Fund Summary

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Ending Balance							
Unappropriated Ending Balance	15,850,107	17,640,686	0	18,089,950	0	0	0
Unexpendable Reserve	0	0	0	0	17,953,129	17,953,129	17,953,129
	15,850,107	17,640,686	0	18,089,950	17,953,129	17,953,129	17,953,129
Total Fund Requirements	16,056,573	17,816,632	17,388,437	18,186,409	18,339,064	18,339,064	18,339,064
TOTAL REQUIREMENTS	\$ 21,068,607 \$	23,345,903	\$ 24,724,622	\$ 24,725,529 \$	24,908,706 \$	24,908,706 \$	24,908,706
LINE ITEM DETAIL - AU 572 Personnel Services							
511000 Full-Time Employees	398,032	391,182	649.824	886,388	655,093	655,093	655,093
512000 Part-Time Employees	7,824	0	0	0	0	0	0
517000 Benefits	162,376	125,716	203,960	0	216,450	216,450	216,450
518000 Paid Absence	63,619	63,302	0	0	0	0	0
Total Personnel Services	631,851	580,200	853,784	886,388	871,543	871,543	871,543
Materials and Services							
External Materials and Services							
521000 Professional Services	245,007	423,219	123,922	480,000	394,511	394,511	394,511
524000 Repair & Maintenance Services 529000 Miscellaneous Services	1,728	271	4,380	0	1,915	1,915	1,915
529000 Miscellaneous Services 531000 Office Supplies	2,559,889 4,438	2,932,428 4,228	4,827,603 10,842	3,775,203 0	3,552,747 4,349	3,552,747 4,349	3,552,747 4,349
532000 Operating Supplies	4,430	4,220	10,842	0	2,500	2,500	2,500
534000 Minor Equipment & Tools	1,357	3.097	11,764	0	4,113	4,113	4,113
541000 Education	1,871	2,277	7,058	0	12,506	12,506	12,506
542000 Local Travel	1,768	1,359	5,344	0	1,435	1,435	1,435
543000 Out-of-Town Travel	0	3,272	5,287	0	4,100	4,100	4,100
549000 Miscellaneous	21,621	20,876	15,760	0	5,650	5,650	5,650
Total External Materials and Services	2,837,679	3,391,027	5,011,960	4,255,203	3,983,826	3,983,826	3,983,826
Internal Materials and Services							
551000 City Fleet Services Fund	2,801	1,775	2,600	2,600	2,704	2,704	2,704
552000 Printing & Distribution	14,113	12,303	13,585	13,585	12,965	12,965	12,965
553000 Facilities Services 554000 Communications Services	43,835	44,474	67,842	14.506	70,758 0	70,758 0	70,758 0
554000 Communications Services 555000 Technology Services Fund	10,521 24,633	10,118 14,959	14,506 92,580	14,506 87,580	107,685	107,685	107.685
556000 Insurance	3,544	3,624	5,225	5,225	149	149	149
558000 Same Fund Services	0,044	0,024	10,194	10,194	206	206	206
559000 Other Fund Services	1,443,057	1,467,016	1,263,909	1,263,839	1,509,806	1,509,806	1,509,806
Total Internal Materials and Services	1,542,504	1,554,269	1,470,441	1,397,529	1,704,273	1,704,273	1,704,273
Total Materials and Services	4,380,183	4,945,296	6,482,401	5,652,732	5,688,099	5,688,099	5,688,099
Capital Outlay							
564000 Capital Equipment	0	0	0	0	10,000	10,000	10,000
Total Capital Outlay	0	0	0	0	10,000	10,000	10,000
573000 Equipment Cash Transfers	0	3,775	0	0	0	0	0
TOTAL Bureau Expenses	\$ 5,012,034	\$ 5,529,271	\$ 7,336,185	\$ 6,539,120	\$ 6,569,642	\$ 6,569,642 \$	6,569,642

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FUND OVERVIEW

The Insurance and Claims Operating Fund provides for fleet liability and general liability claims administration, management of the liability self-insurance program, management of the City's commercial insurance portfolio, and Citywide leadership in loss prevention.

Actuarial claims projections are the primary driver of the fund's expenditures.

Fund expenditures are primarily for claims payments, which are budgeted at \$3,553,000 for FY 2005-06. Projected claims are based upon an independent actuarial study for the period ending June 30, 2004. The interagency agreements for Insurance and Claims are decreasing by 2.3% for the City as a whole in FY 2005-06, as compared to FY 2004-05.

The reserve requirement assumed in the FY 2005-06 budget is also based on the actuarial study, which recommends a range for the reserve levels needed to cover outstanding incurred liabilities. The range is produced by calculating reserves at various confidence levels (i.e., the probability that actual losses will not exceed the reserve level). In addition, reserves are stated at a discounted level, which takes into account the fact that the fund earns interest on fund balances. The liability reserve requirement is forecast to be \$17,953,129, based on a discounted confidence level of 60%.

Managing Agency

Office of Management and Finance, General Services

Pension Debt Redemption Fund - 305

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005–06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	391,860	163,959	132,001	132,000	230,000	230,000	230,000
Other Miscellaneous	255,564	251,566	305,528	305,528	421,127	421,127	421,127
	647,424	415,525	437,529	437,528	651,127	651,127	651,127
Total External Revenues	647,424	415,525	437,529	437,528	651,127	651,127	651,127
Internal Revenues	017,121	110,020	101,020		001,127		
Other Cash Transfers							
City Fleet Services Fund	0	0	0	212,749	293,244	293,244	293,244
Communication Services Fund	0	0	0	89,617	0	0	(
Development Services Fund	393,303	116,656	531,309	531,309	732,333	732,333	732,333
Emergency Communications Fund	74,627	23,244	105,866	105,866	145,921	145,921	145,921
Environmental Remediation Fund	0	0	0	653	900	900	900
Facilities Services Fund	0	0	0	90,534	124,788	124,788	124,788
General Fund	2,882,702	1,417,168	4,185,559	4,185,559	6,033,880	6,033,880	6,033,880
Golf Fund	0	0	0	91,076	125,535	125,535	125,535
Health Insurance Fund	0	0	0	16,811	23,171	23,171	23,171
Housing Investment Fund	16	0	0	0	0	0	23,
Hydropower Operating Fund	0	0	0	11,147	15,364	15,364	15,364
Insurance & Claims Fund	0	0	0	39,727	54,758	54,758	54,758
LID Construction Fund	19,870	8,320	37,897	37,897	52,235	52,235	52,235
Parks Capital Const & Maint Fund	20,371	11,263	51,299	51,299	70,708	70,708	70,708
Portland International Raceway	0	- 0	0	17,533	24,166	24,166	24,166
Printing & Distribution	0	0	0	72,096	99,374	99,374	99,374
Public Safety Fund	230	0	0	72,030	99,574	0	33,07-
Sewer System Operating Fund	0	0	0	1,454,294	2,004,536	2,004,536	2,004,536
Solid Waste Management Fund	0	0	0	28,282	38,982	38,982	38,982
Spectator Facilities Operating	0	1,828	0	20,202	0	0	30,302
Technology Services Fund	0	0	0	163,239	348,526	348,526	348,520
FPD&R Fund	0	0	0	22,682	31,264	31,264	31,264
Transportation Operating Fund	1,357,565	449,298	2,046,325	2,046,325	2,820,566	2,820,566	2,820,566
Water Fund	0	0	2,040,020	1,510,442	1,817,243	1,817,243	1,817,243
Workers Compensation Fund	0	0	0	37,160	51,220	51,220	51,220
Workers Compensation Fund	4,748,684	2,027,777	6,958,255	10,816,297	14,908,714	14,908,714	14,908,714
Total Internal Revenues	4,748,684	2,027,777	6,958,255	10,816,297	14,908,714	14,908,714	14,908,714
Beginning Fund Balance	18,828,087	15,515,027	7,528,082	7,528,082	5,008,214	5,008,214	5,008,214
TOTAL RESOURCES	\$ 24,224,195	\$ 17,958,329	\$ 14,923,866				
REQUIREMENTS						1.	10
Bureau Expenses							
External Materials and Services	408,432	411,187	508,868	508,868	415,200	415,200	415,20
	400,432	411,107	300,000	500,000	415,200	415,200	413,20
Internal Materials and Services Office of Management & Finance	75,000	110,921	109,992	109,992	114,312	114,312	114,31
Since of Management & Finance	75,000	110,921	109,992	109,992	114,312	114,312	114,312
Total Burgay Evpanos							
Totał Bureau Expenses	483,432	522,108	618,860	618,860	529,512	529,512	529,512

		Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Fund Requirements								
Fund Cash Transfers								
General Fund		0	500,000	0	0	0	0	0
		0	500,000	0	0	0	0	0
Debt Retirement		8,225,736	9,408,139	9,296,792	13,154,833	15,038,543	15,038,543	15,038,543
Ending Balance				_				_
Unappropriated Ending Balance		15,515,027	7,528,082	0	0	0	0	5 000 000
Unexpendable Reserve	-	0	0	5,008,214	5,008,214	5,000,000	5,000,000	5,000,000
	_	15,515,027	7,528,082	5,008,214	5,008,214	5,000,000	5,000,000	5,000,000
Total Fund Requirements		23,740,763	17,436,221	14,305,006	18,163,047	20,038,543	20,038,543	20,038,543
TOTAL REQUIREMENTS	\$	24,224,195	17,958,329	\$ 14,923,866	\$ 18,781,907	\$ 20,568,055	\$ 20,568,055 \$	20,568,055
LINE ITEM DETAIL – AU 283 Materials and Services							ā.	
External Materials and Services 549000 Miscellaneous		408,432	411,187	508,868	508,868	415,200	415,200	415,200
Total External Materials and Services		408,432	411,187	508,868	508,868	415,200	415,200	415,200
Internal Materials and Services 559000 Other Fund Services		75,000	110,921	109,992	109,992	114,312	114,312	114,312
Total Internal Materials and Services		75,000	110,921	109,992	109,992	114,312	114,312	114,312
Total Materials and Services	£.**	483,432	522,108	618,860	618,860	529,512	529,512	529,512
OTAL Bureau Expenses	\$	483,432 \$	522,108	\$ 618,860	\$ 618,860	\$ 529,512	\$ 529,512 \$	529,512

This fund is used to achieve proper matching of revenues and expenditures related to the financing of the City's unfunded actuarial accrued pension liability as of December 31, 1997. Specifically, this fund accounts for the allocation of resources to pay principal and interest on the Limited Tax Pension Obligation revenue bonds, 1999 Series C, D, and E.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Pension Obligation						
Revenue Bonds, 1999 Series C						
11/10/1999 - Due 6/1	150,848,346					
		2004/05	0		8,503,282	8,503,28
		2005/06	0	7.070/	8,503,282	8,503,28
		2006/07	2,570,000	7.27%	8,503,282	11,073,28
		2007/08 2008/09	4,755,000 5,990,000	7.32% 7.37%	8,316,443 7,968,377	13,071,44 13,958,37
		2009/10	3,030,000	7.42%	7,526,914	10,556,91
		2010/11	0,000,000	7.4270	7,302,088	7,302,08
		2011/12	0		7,302,088	7,302,08
		2012/13	0		7,302,088	7,302,08
		2013/14	0		7,302,088	7,302,08
		2014/15	0		7,302,088	7,302,08
		2015/16	0		7,302,088	7,302,08
		2016/17	0		7,302,088	7,302,08
		2017/18	0		7,302,088	7,302,08
		2018/19	0		7,302,088	7,302,08
		2019/20	27,935,000	7.70%	7,302,088	35,237,08
		2020/21	31,495,000	7.70%	5,150,814	36,645,81
		2021/22 2022/23	35,390,000	7.70% 7.70%	2,725,384	38,115,38
		2023/24	6,345,175 6,105,423	7.70%	33,294,825 35,119,578	39,640,00 41,225,00
		2024/25	5,874,733	7.93%	37,000,268	42,875,00
		2025/26	5,652,228	7.93%	38,937,772	44,590,00
		2026/27	5,438,274	7.93%	40,931,726	46,370,00
		2027/28	5,232,955	7.93%	42,997,045	48,230,00
		2028/29	5,034,559	7.93%	45,120,441	50,155,00
		TOTAL	150,848,346		403,620,315	554,468,66
Revenue Bonds, 1999 Series D &						
Revenue Bonds, 1999 Series D & E Periodic Auction Reset Securities						
Revenue Bonds, 1999 Series D & :: Periodic Auction Reset Securities PARS)	150.000.000					
evenue Bonds, 1999 Series D & eriodic Auction Reset Securities	150,000,000	2004/05	0	variable	4,211,551	4,211,55
eriodic Auction Reset Securities PARS)	150,000,000	2004/05 2005/06	0 0	variable variable	4,211,551 10,875,000	
eriodic Auction Reset Securities PARS)	150,000,000					10,875,00
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08	0	variable	10,875,000	10,875,00 10,875,00 10,875,00
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07	0	variable variable	10,875,000 10,875,000 10,875,000 10,875,000	10,875,00 10,875,00 10,875,00 10,875,00
evenue Bonds, 1999 Series D & eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10	0 0 0 0 4,325,000	variable variable variable variable variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11	0 0 0 0 4,325,000 8,775,000	variable variable variable variable variable variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43
evenue Bonds, 1999 Series D & eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12	0 0 0 0 4,325,000 8,775,000 10,300,000	variable variable variable variable variable variable variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25
evenue Bonds, 1999 Series D & eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	0 0 0 0 4,325,000 8,775,000 10,300,000 11,950,000	variable variable variable variable variable variable variable variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000	variable variable variable variable variable variable variable variable variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06
Revenue Bonds, 1999 Series D & :: Periodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43
Revenue Bonds, 1999 Series D & :: Periodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56
Revenue Bonds, 1999 Series D & :: Periodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56
eriodic Auction Reset Securities PARS)	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93
Revenue Bonds, 1999 Series D & Eriodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1	150,000,000	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93
eriodic Auction Reset Securities PARS)		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93
Revenue Bonds, 1999 Series D & : Periodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1	150,000,000 300,848,346	2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,42
Revenue Bonds, 1999 Series D & : Periodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 150,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,42
Revenue Bonds, 1999 Series D & Eriodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,42
Revenue Bonds, 1999 Series D & : Periodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,42
Revenue Bonds, 1999 Series D & E Periodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	4,211,55 10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12: 22,967,06: 23,932,43: 24,895,56: 25,895,56: 26,892,93: 270,222,420 12,714,83: 19,378,28: 21,948,28: 23,946,44; 24,833,37
		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,420 12,714,83 19,378,28 21,948,28 23,946,44 24,833,37
Revenue Bonds, 1999 Series D & E. Periodic Auction Reset Securities PARS) 11/10/1999 - Due 6/1		2005/06 2006/07 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 0 0 0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000	variable	10,875,000 10,875,000 10,875,000 10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 120,222,426	10,875,00 10,875,00 10,875,00 10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 270,222,42

DEBT REDEMPTION SCHEDULE

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2011/12	10,300,000		17,227,338	27,527,338
		2012/13	11,950,000		16,480,588	28,430,588
		2013/14	13,725,000		15,614,213	29,339,213
		2014/15	15,650,000		14,619,151	30,269,15
		2015/16	17,750,000		13,484,526	31,234,526
		2016/17	20,000,000		12,197,651	32,197,65
		2017/18	22,450,000		10,747,651	33,197,65
		2018/19	25,075,000		9,120,026	34,195,02
		2019/20	27,935,000		7,302,088	35,237,08
		2020/21	31,495,000		5,150,814	36,645,81
		2021/22	35,390,000		2,725,384	38,115,38
		2022/23	6,345,175		33,294,825	39,640,00
		2023/24	6,105,423		35,119,578	41,225,00
		2024/25	5,874,733		37,000,268	42,875,00
		2025/26	5,652,228		38,937,772	44,590,00
		2026/27	5,438,274		40,931,726	46,370,00
		2027/28	5,232,955		42,997,045	48,230,00
		2028/29	5,034,559		45,120,441	50,155,00
OTAL FUND DEBT SERVICE		2020,20	\$ 300,848,346		\$ 523,842,741	\$ 824,691,087

PPA Health Insurance Fund - 721

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Health Care Charges	0	0	7,775,006	8,036,646	8,285,518	8,285,518	8,285,518
	0	0	7,775,006	8,036,646	8,285,518	8,285,518	8,285,518
Miscellaneous Revenues							
Interest Earned	0	0	0	10,000	16,775	16,775	16,775
Other Miscellaneous	0	0	369,589	145,146	156,926	156,926	156,926
	0	0	369,589	155,146	173,701	173,701	173,701
Total External Revenues	0	0	8,144,595	8,191,792	8,459,219	8,459,219	8,459,219
Internal Revenues						TA .	
Beginning Fund Balance	0	0	0	0	592,010	592,010	592,010
TOTAL RESOURCES	\$ 0	\$ 0	\$ 8,144,595	\$ 8,191,792	\$ 9,051,229	\$ 9,051,229	9,051,229
REQUIREMENTS						2	
Bureau Expenses							
External Materials and Services	0	0	7,249,485	7,270,102	7,937,938	7,937,938	7,966,780
Internal Materials and Services							
Health Insurance	0	0	276,312	272,958	308,122	308,122	308,122
	0	0	276,312	272,958	308,122	308,122	308,122
Total Bureau Expenses	0	0	7,525,797	7,543,060	8,246,060	8,246,060	8,274,902
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	565,430	0	805,169	763,906	735,064
	0	0	565,430	0	805,169	763,906	735,064
General Fund Overhead	0	0	53,368	56,722	0	41,263	41,263
Ending Balance							
Unappropriated Ending Balance	0	0	0	592,010	0	0	0
	0	0	0	592,010	0	0	0
Total Fund Requirements	0	0	618,798	648,732	805,169	805,169	776,327
TOTAL REQUIREMENTS	\$ 0	\$ 0	\$ 8,144,595	\$ 8,191,792	\$ 9,051,229	\$ 9,051,229	\$ 9,051,229

FUND OVERVIEW

Fund Purpose

The PPA Health Insurance Fund is used to pay medical and prescription drug claims for Portland Police Association (PPA) City employees, dependents, retirees, and other participants. In July 2004 PPA members moved to CityNet, a new benefits plan exclusively for PPA employees, as the result of interest arbitration between the City and PPA.

Expenditures PPA Health Insurance Fund expenses include medical and prescription claims, claims and premium administration, and a

variety of fees and other benefits administration costs. Benefits administration staff and related materials and services are budgeted in the Health Insurance Fund (Fund 701). The PPA Health Insurance Fund reimburses the Health Insurance

Fund for benefits administration services.

ReservesThe PPA Health Insurance Fund is required to have sufficient reserves or insurance for large claims (those exceeding

\$100,000 in a plan year) and Incurred But Not Reported (IBNR) claims (those claims incurred in one plan year but submitted for payment in another plan year). Stop loss insurance has been purchased to provide large claims coverage for

the fund in FY 2005-06. The IBNR reserve for FY 2005-06 is approximately \$628,000.

Managing Agency Office of Management and Finance, Human Resources

CHANGES FROM PRIOR YEAR

FY 2005-06 Assumptions The PPA Health Insurance Fund has \$9.1 million in budgeted resources and requirements for FY 2005-06. Total City and participant contributions to the fund are estimated to be 6.6% higher than FY 2004-05 contributions. Medical claims expenses are projected to increase 17.5%, from \$6.2 million in FY 2004-05 to \$7.2 million in FY 2005-06.

Oregon Medical Insurance Pool (OMIP) rates charged to the fund are nearly doubling for FY 2005-06, from an estimated \$35,000 in FY 2004-05 to a projected \$67,000 in FY 2005-06. The rate increase is primarily attributable to a significant expansion in the number of people eligible for inclusion in the state pool, as well as generally increasing medical costs. For the Adopted Budget, the OMIP rate increases have been offset with a decrease in fund contingency. However, the rate increases will actually be covered through bureau charges. The transaction will be reconciled in the fall budget update and monitoring process, when final bureau charge rates are known.

Printing and Distribution Services Operating Fund - 706

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	279,859	262,266	308,244	266,100	280,886	280,886	280,886
	279,859	262,266	308,244	266,100	280,886	280,886	280,886
State Sources							
State Cost Sharing	296,769	255,995	214,273	413,400	271,502	271,502	271,502
	296,769	255,995	214,273	413,400	271,502	271,502	271,502
Local Sources							
Local Cost Sharing	174,068	255,767	198,019	334,500	238,828	238,828	238,828
Multnomah County Cost Sharing	539,311	547,996	584,810	533,000	571,687	571,687	571,687
	713,379	803,763	782,829	867,500	810,515	810,515	810,515
Miscellaneous Revenues							
Interest Earned	17,738	9,651	9,060	16,049	11,627	11,627	11,627
Other Miscellaneous	2,216	182	2,000	5,500	3,500	3,500	3,500
Sale of Capital Assets	0	1,000	0	0	0	0	0
	19,954	10,833	11,060	21,549	15,127	15,127	15,127
Total External Revenues	1,309,961	1,332,857	1,316,406	1,568,549	1,378,030	1,378,030	1,378,030
Internal Revenues							
Other Cash Transfers							
City Fleet Services Fund	4,510	0	0	0	0	0	0
	4,510	0	0	0	0	0	0
Interfund Service Reimbursements							
City Attorney	44,739	57,334	65,606	52,220	59,292	59,292	59,292
City Auditor	143,010	130,004	158,861	183,776	186,237	186,237	186,237
BES Internal Services	6,891	4,282	4,321	2,564	4,606	4,606	4,606
BFRES Facilities Bond Const Fund	0	1,715	0	0	0	0	0
Cable	7,559	6,228	9,649	5,528	7,137	7,137	7,137
Cable Communications	2,525	2,127	4,629	2,375	3,915	3,915	3,915
Childrens Investment Fund	0	0	500	0	0	0	C
City Fleet Services Fund	21,392	17,520	24,064	20,402	18,065	18,065	18,065
Commissioner of Public Affairs	4,126	6,494	6,399	2,466	6,676	6,676	6,676
Commissioner of Public Safety	3,083	3,896	4,430	3,554	4,211	4,211	4,211
Commissioner of Public Utilities	8,146	5,375	8,729	5,126	5,703	5,703	5,703
Commissioner of Public Works	5,441	4,584	5,703	3,320	4,856	4,856	4,856
Communications Services	7,994	6,301	7,162	5,234	0	0	(
Development Services	487,242	450,133	495,418	478,948	497,114	497,114	477,751
Emergency Communications	18,907	15,169	24,349	17,070	15,673	15,673	15,673
Emergency Management	0	42,442	14,982	15,000	44,570	44,570	44,570
Environmental Services	486,650	476,892	538,724	530,000	498,636	498,636	498,636
Environmental Services	0	0	1,696	500	311	311	311
Environmental Services	0	0	3,000	800	311	311	311
Facilities Services Fund	44,714	26,853	54,790	43,130	32,748	32,748	32,748
Fire Bureau	137,069	125,198	144,785	144,785	144,410	144,410	144,410
FPD&R	45,077	44,948	46,508	36,366	48,411	48,411	48,411

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Golf Fund	959	374	912	636	710	710	710
Government Relations	3,276	3,299	3,294	3,350	3,452	3,452	3,452
Health Insurance	37,435	39,078	39,800	9,934	42,798	42,798	42,798
Housing & Community Development	38,632	26,050	43,204	28,860	28,239	28,239	28,239
Hydropower Operating Fund	2,729	2,819	2,865	2,664	2,947	2,947	2,947
Insurance & Claims	14,113	12,303	13,585	9,720	12,965	12,965	12,96
Maintenance Stock	0	1,800	0	0	0	0	(
Management & Finance	286,084	249,956	270,123	248,000	268,305	268,305	268,30
Mayor	11,991	12,019	15,333	11,580	12,284	12,284	12,28
Neighborhood Involvement	60,735	88,827	80,374	74,648	90,824	90,824	90,82
Sustainable Development	15,856	40,935	44,406	23,500	54,366	54,366	54,36
Parking Facilities Fund	582	722	636	3,500	2,136	2,136	2,13
Parks Bureau	583,070	611,234	668,079	445,848	627,292	627,292	627,29
Parks Capital Const & Maint Fund	23,686	28,138	26,122	15,520	20,051	20,051	20,05
Planning Bureau	107,593	108,997	166,033	136,484	109,233	109,233	109,23
Police Bureau	559,613	607,442	636,560	603,003	645,710	645,710	645,71
Portland International Raceway	822	1,447	900	396	1,792	1,792	1,79
Portland Parks Memorial Trust	794	2,887	825	1,238	3,297	3,297	3,29
Revenue	100,191	92,318	266,369	265,000	139,040	139,040	139,04
Sewer System Construction Fund		-			139,040	139,040	155,04
,	7,700	0	10,000	0		_	
Solid Waste Management Fund	131,040	128,128	169,429	142,929	170,532	170,532	170,53
Special Appropriations	13,420	0	0	5,174	0	0	5.4
Spectator Facilities	984	500	3,559	1,500	544	544	54
Technology Services Fund	9,526	10,401	9,263	10,280	18,906	18,906	18,90
Transportation	346,936	375,408	479,031	428,200	371,923	371,923	371,92
Utility Billing System	0	0	9,300	4,394	7,474	7,474	7,47
Utility Customer Svcs	0	0	250,929	248,530	725,953	725,953	725,95
Water Bureau	815,019	920,711	700,677	516,470	302,406	302,406	302,40
Workers Compensation Fund	9,527	11,156	16,003	11,738	18,940	18,940	18,94
	4,656,878	4,804,444	5,551,916	4,806,260	5,265,001	5,265,001	5,245,63
Equipment Cash Transfers	2.000	0	0.400	0	0	0	
City Attorney	3,000	0	9,400	0	0	0	
City Auditor	4,800	0	0	0	0	0	
Development Services	0	2,000	0	0	0	0	
Emergency Communications	0	0	2,700	0	0	0	
Emergency Management	0	9,200	0	0	0	0	
Environmental Services	41,000	0	25,700	25,000	0	0	25,00
Facilities Services Fund	2,343	0	0	0	0	0	
Fire Bureau	450	0	0	0	0	0	
Health Insurance Fund	8,975	0	0	0	0	0	
Housing & Community Development	0	0	4,500	4,500	0	0	
Insurance & Claims	0	3,775	0	0	0	0	
Management & Finance	12,957	3,500	825	825	0	0	
Neighborhood Involvement	2,761	0	3,100	0	0	0	
Sustainable Development	0	3,920	0	0	0	0	
OMF Citywide Projects	0	0	9,000	9,000	0	0	
Parks Bureau	1,486	0	0	0	0	0	
Police Bureau	42,380	60,550	56,475	32,600	0	0	(

FUND SUMMARY

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Revenue	0	0	14,300	14,300	0	0	0
Solid Waste Management	0	3,080	0	0	0	0	0
Technical Services	0	0	8,600	0	0	0	0
Tr/ Park Trust	0	800	0	0	0	0	C
Transportation	0	0	9,800	1,500	0	0	(
Utility Customer Svcs	0	0	5,100	0	0	0	(
Water Bureau	11,700	9,200	16,500	7,000	0	0	(
Workers Compensation Fund	0	3,775	0	0	0	0	(
	131,852	99,800	166,000	94,725	0	0	25,000
Minor Equipment and Tools							
Transportation	3,850	2,500	2,150	0	0	0	(
Environmental Services	0	1,000	0	0	0	0	
Management & Finance	0	1,500	0	0	0	0	
Park's Trust	1,975	450	0	0	0	0	
Parks Bureau	0	2,500	2,500	0	0	0	
Parks Construction	0	3,200	0	0	0	0	
Police Bureau	3,575	0	15,956	0	0	0	
Water Bureau	0	0	6,200	0	0	0	
	9,400	11,150	26,806	0	0	0	
Intra-Fund Service Reimbursement	0	0	0	0	4,722	4,722	4,72
Total Internal Revenues	4,802,640	4,915,394	5,744,722	4,900,985	5,269,723	5,269,723	5,275,36
Beginning Fund Balance	861,395	741,277	914,912	914,913	990,100	990,100	990,10
TOTAL RESOURCES	\$ 6,973,996	\$ 6,989,528 \$	7,976,040	\$ 7,384,447	\$ 7,637,853	7,637,853 \$	7,643,49
REQUIREMENTS							
Bureau Expenses							
Personal Services	1,664,662	1,574,354	1,686,203	1,624,677	1,753,216	1,753,216	1,753,21
External Materials and Services	3,079,575	3,244,613	3,831,110	3,378,000	3,574,119	3,574,119	3,554,75
Internal Materials and Services City Fleet Services Fund	23,912	22,937	28,160	28,160	28.156	28,156	28,15
Communications Services	•	,	•	32,908	20,130	20,130	20,10
Facilities Services	30,444	31,308	32,908		204,498	204.498	204,49
	181,658	181,676	211,460	191,460		44,359	44,35
Insurance	47,010	48,021	46,312	46,312	44,359		
Technology Services Fund	119,548	102,730	134,729	120,344	168,888	168,888	168,88 174,22
Office of Management & Finance	186,745	159,556	181,376	181,376	174,223	174,223	7,92
Parking Facilities	7,200	7,200	7,440	7,300	7,920	7,920	4,72
Same Fund Services	596,517	553,428	642,385	607,860	4,722 632,766	4,722 632,766	632,76
Capital Outlay	238,274	277,954		513,540	267,542	267,542	292,54
Total Bureau Expenses	5,579,028	5,650,349	474,312 6,634,010	6,124,077	6,227,643	6,227,643	6,233,28
Fund Requirements	3,37 8,026	5,050,548	0,034,010	0,127,011	0,227,040	0,227,040	0,200,20
General Operating Contingency							
General Operating Contingency	0	0	1,001,612	0	904,000	918,773	918,77
Compensation Adjustment	0	0	29,719	0	88,397	88,397	88,39
•	0	0	1,031,331	0	992,397	1,007,170	1,007,17
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Printing and Distribution Services Operating Fund

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
General Fund Overhead	251,651	408,436	189,302	187,985	305,029	281,163	281,163
Fund Cash Transfers Campaign Finance Fund	0	0	0	0	0	9,093	9,09
General Fund	213,867	0	49,301	10,189	0	0	-,
Pension Debt Redemption Fund	0	0	0	0	99,374	99,374	99,37
	213,867	0	49,301	10,189	99,374	108,467	108,46
Debt Retirement	70,802	15,830	72,096	72,096	0	0	
Ending Balance Unappropriated Ending Balance	858,648	914,913	0	990,100	13,410	13,410	13,41
	858,648	914,913	0	990,100	13,410	13,410	13,41
Total Fund Requirements	1,394,968	1,339,179	1,342,030	1,260,370	1,410,210	1,410,210	1,410,21
OTAL REQUIREMENTS	\$ 6,973,996	\$ 6,989,528 \$	7,976,040	\$ 7,384,447 \$	7,637,853	7,637,853 \$	7,643,49

FUND OVERVIEW

The Printing and Distribution (P&D) Fund was established to account for all revenues and expenditures of Printing and Distribution Services. P&D provides support services to all City bureaus, Multnomah County, Portland-area State of Oregon departments, and other local governmental agencies. These services include traditional printing and binding, digital printing and pre-press services, variable data printing, microfilming, reprographics and blueprinting, the purchase and maintenance of copy machines, Citywide paper procurement and management, U.S. mail processing, inserting, addressing, and delivery of U.S. and interoffice mail and supplies.

Revenues

The main source of revenue is services reimbursement transfers from other City bureaus and funds. These revenues are estimated to be approximately \$5.24 million in FY 2005-06. Revenues from non-City governmental agencies are projected at \$1.36 million. Revenues for replacement equipment are collected from City bureaus and deposited into the fund, where purchase of replacement equipment is recorded.

Note:

The FY 2003-04 CAFR shows an adjusted beginning fund balance of \$741,277. This was adjusted from the FY 2002-03 CAFR ending fund balance of \$858,648.

Managing Agency

Office of Management and Finance, General Services

Special Finance and Resource Fund - 207

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues Bond and Note Sales Interest Earned	87,611,438 29,533	41,152,187 12,740	76,485,828 0	78,458,515 8,000	108,763,983 0	114,159,261 0	114,159,261 0
	87,640,971	41,164,927	76,485,828	78,466,515	108,763,983	114,159,261	114,159,261
Total External Revenues	87,640,971	41,164,927	76,485,828	78,466,515	108,763,983	114,159,261	114,159,261
Internal Revenues							
Beginning Fund Balance	862,033	375,534	27,000	335,978	0	0	0
TOTAL RESOURCES	\$ 88,503,004	\$ 41,540,461 \$	76,512,828 \$	78,802,493	\$ 108,763,983	\$ 114,159,261	\$ 114,159,261
REQUIREMENTS						×	
Bureau Expenses							
External Materials and Services	87,094,095	41,169,459	76,464,828	78,782,793	108,763,983	114,159,261	114,159,261
Internal Materials and Services	1		_				
Office of Management & Finance	0	29,458	0	0	0	0	0
Special Appropriations	1,000,000	0	0	0	0	0	0
	1,000,000	29,458	0	0	0	0	0
Total Bureau Expenses	88,094,095	41,198,917	76,464,828	78,782,793	108,763,983	114,159,261	114,159,261
Fund Requirements							
Fund Cash Transfers							
Airport Way Debt Service	12,487	0	0	0	0	0	0
Bond Debt Interest & Sinking Fnd	0	0	13,000	13,000	0	0	0
FPD&R Supplemental Debt Service	0	0	35,000	_j . 0	0	0	0
Governmental Bond Redemption	10,289	540	0	0	0	0	0
Special Projects Debt Redemption	0	5,026	0	0	0	0	0
Waterfront Renewal Bond	10,599	0	0	6,700	0	0	0
	33,375	5,566	48,000	19,700	0	0	0
Ending Balance Unappropriated Ending Balance	375,534	335,978	0	0	0	0	0
	375,534	335,978	0	0	0	0	0
Total Fund Requirements	408,909	341,544	48,000	19,700	0	0	0
TOTAL REQUIREMENTS	\$ 88,503,004	\$ 41,540,461	\$ 76,512,828 \$	78,802,493	\$ 108,763,983	\$ 114,159,261	\$ 114,159,261
LINE ITEM DETAIL – AU 238 Materials and Services				-		18	
External Materials and Services 529000 Miscellaneous Services 549000 Miscellaneous	85,192,494 1,901,601	41,037,395 132,064	74,902,330 1,562,498	76,720,827 2,061,966	108,156,533 607,450	113,544,531 614,730	113,544,531 614,730
Total External Materials and Services	87,094,095	41,169,459	76,464,828	78,782,793	108,763,983	114,159,261	114,159,261

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TOTAL Bureau Expenses	\$ 88,094,095 \$	41,198,917 \$	76,464,828 \$	78,782,793	\$ 108,763,983	\$ 114,159,261	\$ 114,159,261
Total Materials and Services	88,094,095	41,198,917	76,464,828	78,782,793	108,763,983	114,159,261	114,159,261
Total Internal Materials and Services	1,000,000	29,458	0	0	0	0	0
Internal Materials and Services 559000 Other Fund Services	1,000,000	29,458	0	0	0	0	0

FUND OVERVIEW

This fund was created to record both the revenue and the liability associated with the financing of urban renewal projects. Debt proceeds associated with urban renewal projects are budgeted in separate funds for each urban renewal district. The Special Finance and Resource Fund serves as a staging area for urban renewal bond proceeds, where both the liability and revenue are recorded with the City and a transfer is made to the Portland Development Commission (PDC). PDC is responsible for managing and expending these funds.

Managing Agency

Office of Management and Finance, Financial Services

Special Projects Debt Service Fund -

	Actual FY 2002–03	Actual FY 2003~04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Bond and Note Sales	33,694,258	0	0	0	0	0	0
Interest Earned	55,288	14,815	17,681	17,681	0	0	0
Other Miscellaneous	5,553,084	4,669,893	5,152,843	5,152,843	5,311,093	5,311,093	5,311,093
	39,302,630	4,684,708	5,170,524	5,170,524	5,311,093	5,311,093	5,311,093
Total External Revenues	39,302,630	4,684,708	5,170,524	5,170,524	5,311,093	5,311,093	5,311,093
Internal Revenues						+	
Other Cash Transfers Special Revenue and Finance	0	5,026	0	0	0	0	0
	0	5,026	0	0	0	0	0
Total Internal Revenues	0	5,026	0	0	0	0	0
Beginning Fund Balance	3,594,512	1,506,192	543,533	543,533	0	0	0
TOTAL RESOURCES	\$ 42,897,142	\$ 6,195,926 \$	5,714,057	\$ 5,714,057	5,311,093 \$	5,311,093	5,311,093
REQUIREMENTS							
Bureau Expenses						25	
Fund Requirements							
Debt Retirement	41,390,950	5,652,393	5,714,057	5,714,057	5,311,093	5,311,093	5,311,093
Ending Balance Unappropriated Ending Balance	1,506,192	543,533	0	0	0	0	0
1	1,506,192	543,533	0	0	0	0	0
Total Fund Requirements	42,897,142	6,195,926	5,714,057	5,714,057	5,311,093	5,311,093	5,311,093
TOTAL REQUIREMENTS	\$ 42,897,142	\$ 6,195,926 \$	5,714,057	\$ 5,714,057	5,311,093	5,311,093	5,311,093

FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing special projects. Specifically, this fund accounts for the allocation of resources to pay principal and interest on bonded indebtedness related to financing of the Convention Center expansion project and improvements to the Portland Center for Performing Arts (PCPA).

The resources to pay the debt service on the Convention Center expansion and PCPA improvements are received from Multnomah County via the Visitor Facilities intergovernmental agreement.

Managing Agency

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tou Beyoning Bonds, 2000						
Limited Tax Revenue Bonds, 2002 Series B						
	00 750 000					
09/15/2002 - Due 12/15/04	32,750,000	2004/05	22 750 000	2 00%	401.250	22 241 25
-		2004/05 TOTAL	32,750,000 32,750,000	3.00%	491,250 491,250	33,241,25 33,241,25
		TOTAL	32,730,000		491,230	33,241,20
imited Tax Revenue Bonds, 2001 Series A						
02/01/2001 - Due 6/1	81,940,000					
	,,	2004/05	800,000	5.50%	4,176,763	4,976,76
		2005/06	1,010,000	5.50%	4,132,763	5,142,76
		2006/07	1,270,000	5.50%	4,077,213	5,347,2
		2007/08	1,560,000	5.50%	4,007,363	5,567,36
		2008/09	1,870,000	5.50%	3,921,563	5,791,56
		2009/10	220,000	5.00%		4,038,7
			•	5.00%	3,818,713 3,807,713	
		2010/11	260,000			4,067,7
		2011/12	270,000	5.00%	3,794,713	4,064,7
		2012/13	310,000	5.00%	3,781,213	4,091,2
		2013/14	280,000	5.00%	3,765,713	4,045,7
		2014/15	340,000	5.00%	3,751,713	4,091,7
		2015/16	260,000	5.00%	3,734,713	3,994,7
		2016/17	470,000	5.00%	3,721,713	4,191,7
		2017/18	550,000	5.00%	3,698,213	4,248,2
Y)		2018/19	900,000	5.00%	3,670,713	4,570,7
		2019/20	1,290,000	5.00%	3,625,713	4,915,7
		2020/21	2,710,000	5.00%	3,561,213	6,271,2
		2021/22	3,480,000	5.00%	3,425,713	6,905,7
		2022/23	6,640,000	5.00%	3,251,713	9,891,7
		2023/24	6,970,000	5.00%	2,919,713	9,889,7
		2024/25	7,320,000	5.13%	2,571,213	9,891,2
		2025/26	7,700,000	5.13%	2,196,063	9,896,06
		2026/27	8,090,000	5.13%	1,801,438	9,891,4
		2027/28	8,510,000	5.13%	1,386,825	9,896,82
		2028/29	9,040,000	5.13%	950,688	9,990,68
- T		2029/30 TOTAL	9,510,000 81,630,000	5.13%	487,388 84,038,463	9,997,38 165,668,46
imited Tax Revenue Bonds, 2001			, , , , , , , , , , , , , , , , , , , ,		, , , , , , , , , , , , , , , , , , , ,	
Series B 02/13/2001 - Due 6/1	18,058,888					
52, 15,2551 Bus 5, 1	10,000,000	2004/05	0	0.00%	0	
		2005/06	0	0.00%	0	
		2006/07	0	0.00%	0	
		2007/08	0	0.00%	Ö	
		2008/09	0	0.00%	0	
		2009/10		4.52%		2,000,00
			1,319,780		680,220	
		2010/11	1,249,440	4.62%	750,560	2,000,00
		2011/12	1,295,734	4.74%	904,266	2,200,00
		2012/13	1,388,250	4.84%	1,111,750	2,500,00
		2013/14	1,463,112	4.94%	1,336,888	2,800,00
		2014/15	1,480,530	5.00%	1,519,470	3,000,00
		2015/16	1,626,940	5.07%	1,873,060	3,500,00
		2016/17	1,749,000	5.14%	2,251,000	4,000,00
		2017/18	1,645,720	5.20%	2,354,280	4,000,00
		2018/19	1,549,480	5.25%	2,450,520	4,000,00
		2019/20	1,457,480	5.30%	2,542,520	4,000,00
		2020/21	1,031,250	5.33%	1,968,750	3,000,00
		2020/21				
		2021/22	802,172	5.36%	1,672,828	2,475,00

Limited Tax Revenue Bonds, 2001 Series C

05/01/2001 - Due 6/1

2,100,000

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2004/05	80,000	4.00%	91,530	171,53
		2005/06	80,000	4.10%	88,330	168,33
		2006/07	80,000	4.20%	85,050	165,05
		2007/08	90,000	4.30%	81,690	171,69
		2008/09	90,000	4.40%	77,820	167,82
		2009/10	90,000	4.50%	73,860	163,86
		2010/11	100,000	4.60%	69,810	169,81
		2011/12	100,000	4.70%	65,210	165,2
		2012/13	110,000	4.80%	60,510	170,5
		2013/14	110,000	4.90%	55,230	165,2
		2014/15	120,000	5.00%	49,840	169,8
		2015/16	120,000	5.00%	43,840	163,8
		2016/17	130,000	5.10%	37,840	167,8
		2017/18	140,000	5.15%	31,210	171,2
		2018/19	150,000	5.20%	24,000	174,0
		2019/20	150,000	5.20%	16,200	166,2
		2020/21	160,000	5.25%	8,400	168,4
		TOTAL	1,900,000		960,370	2,860,3
COMBINED DEBT SERVICE						
	132,748,888					
		2004/05	33,630,000		4,759,543	38,389,5
		2005/06	1,090,000		4,221,093	5,311,0
		2006/07	1,350,000		4,162,263	5,512,2
		2007/08	1,650,000		4,089,053	5,739,0
		2008/09	1,960,000		3,999,383	5,959,3
		2009/10	1,629,780		4,572,793	6,202,5
		2010/11	1,609,440		4,628,083	6,237,5
		2011/12	1,665,734		4,764,189	6,429,9
		2012/13	1,808,250		4,953,473	6,761,7
		2013/14	1,853,112		5,157,831	7,010,9
		2014/15	1,940,530		5,321,023	7,261,5
		2015/16	2,006,940		5,651,613	7,658,5
		2016/17	2,349,000		6,010,553	8,359,5
		2017/18	2,335,720		6,083,703	8,419,4
		2018/19	2,599,480		6,145,233	8,744,7
		2019/20	2,897,480		6,184,433	9,081,9
		2020/21	3,901,250		5,538,363	9,439,6
		2021/22	4,282,172		5,098,540	9,380,7
		2022/23	6,640,000		3,251,713	9,891,7
		2023/24	6,970,000		2,919,713	9,889,7
		2024/25	7,320,000		2,571,213	9,891,21
		2025/26	7,700,000		2,196,063	9,896,06
		2026/27	8,090,000		1,801,438	9,891,43
		2027/28	8,510,000		1,386,825	9,896,82
		2028/29	9,040,000		950,688	9,990,68
		2029/30	9,510,000		487,388	9,997,38
TAL FUND DEBT SERVICE			\$ 134,338,888		\$ 106,906,194	\$ 241,245,08

	Actual FY 2002-03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Service Charges and Fees							
Miscellaneous	0	0	0	0	3,506,140	3,506,140	3,506,140
Rents and Reimbursements	0	0	0	0	89,680	89,680	89,680
	0	0	0	0	3,595,820	3,595,820	3,595,820
Local Sources							
Local Cost Sharing	254,937	233,253	193,701	199,190	206,768	206,768	206,768
,	254,937	233,253	193,701	199,190	206,768	206,768	206,768
Miscellaneous Revenues							
Bond and Note Sales	0	0	936,051	0	2,164,430	2,164,430	2,164,430
Interest Earned	88,095	57,997	50,000	77,624	200,000	200,000	200,000
Other Miscellaneous	17,355	21,001	75,000	80,000	30,000	30,000	30,000
Sales Miscellaneous	0	0	0	0	2,000	2,000	2,000
	105,450	78,998	1,061,051	157,624	2,396,430	2,396,430	2,396,430
Total External Revenues	360,387	312,251	1,254,752	356,814	6,199,018	6,199,018	6,199,018
Internal Revenues							
Other Cash Transfers	21						
Communication Services Fund	0	0	0	11,240,631	0	0	(
General Fund	474,900	618,616	1,086,145	1,086,145	868,957	868,957	868,957
Transportation Operating Fund	0	500,000	0	0	0	0	. (
	474,900	1,118,616	1,086,145	12,326,776	868,957	868,957	868,957
Federal Grants Transfers	0	0	206,526	0	0	0	(
Interfund Service Reimbursements Assessment Collection	0	0	0	0	268	268	268
City Attorney	38,734	109,452	82,082	80,791	166,519	166,519	166,519
City Auditor	467,345	264,442	241,316	232,611	307,793	307,793	307,793
BES Internal Services	0	559	500	220	23,708	23,708	23,708
BFRES Facilities Bond Const Fund	0	0	0	0	274,774	274,774	274,774
Business License Surcharge	0	0	0	0	439	439	439
Cable	11,632	12,063	26,254	39,490	14,791	14,791	14,79°
Cable Communications	9,755	8,559	8,262	7,326	15,439	15,439	15,439
Childrens Investment Fund	0	0	4,795	0	12,113	12,113	12,113
City Fleet Services Fund	39,780	92,589	123,424	109,410	168,986	168,986	168,986
Commissioner of Public Affairs	14,886	13,693	31,105	38,091	27,857	27,857	27,857
Commissioner of Public Safety	19,813	11,509	12,365	11,335	23,004	23,004	23,004
Commissioner of Public Utilities	15,491	13,276	15,164	12,779	25,574	25,574	25,574
Commissioner of Public Works	17,267	14,166	15,943	13,666	27,320	27,320	27,320
Communications Services	159,472	215,183	150,986	0	0	0	(
Convention and Tourism	0	0	0	0	1,435	1,435	1,435
Development Services	813,636	955,003	964,207	909,152	1,761,878	1,761,878	1,761,878
Emergency Communications	1,573,063	1,327,350	1,627,797	1,405,556	2,260,966	2,260,966	2,260,966
Emergency Management	0	65,533	59,490	66,220	130,535	130,535	130,535
Environmental Remediation	1,315	0	0	0	744	744	744
Environmental Services	2,167,803	1,730,007	1,628,679	1,613,556	2,986,127	2,986,127	2,986,127
Environmental Services	0	0	0	0	9,170	9,170	9,170

FUND SUMMARY

	Actual FY 2002–03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Environmental Services	0	0	1,200	0	14,003	14,003	14,003
Environmental Services	0	0	0	0	4,499	4,499	4,499
Facilities Services Fund	59,596	136,212	119,297	100,633	617,705	617,705	617,705
Fire Bureau	1,185,820	1,121,130	1,033,148	1,041,078	2,148,540	2,148,540	2,148,540
FPD&R	11,133	11,232	35,683	31,009	54,604	54,604	54,604
Golf Fund	14,617	10,173	9,743	9,634	39,248	39,248	39,248
Government Relations	31,572	14,443	18,964	15,624	38,150	38,150	38,150
Health Insurance	163,786	386,325	268,991	247,675	280,055	280,055	280,055
Housing & Community Development	106,552	120,651	181,612	248,602	157,929	157,929	157,929
Hydropower Operating Fund	2,695	2,519	2,696	2,390	12,610	12,610	12,610
Insurance & Claims	24,633	14,959	92,580	77,177	107,685	107,685	107,685
LID Construction Fund	0	0	0	0	11,368	11,368	11,368
Management & Finance	1,929,658	3,433,855	3,065,430	2,680,734	3,020,925	3,020,925	3,020,925
Mayor	68,232	41,658	63,103	40,538	76,827	76,827	76,827
Neighborhood Involvement	66,988	137,720	131,814	154,113	269,088	269,088	269,088
Sustainable Development	22,955	43,157	38,308	35,401	65,542	65,542	65,542
Parking Facilities Fund	5,227	234	92	1,249	34,079	34,079	34,079
Parks Bureau	830,286	708,571	735,016	685,768	1,369,989	1,369,989	1,369,989
Parks Capital Const & Maint Fund	11,215	972	442	520	31,336	31,336	31,336
Parks Local Option Levy	0	0	0	0	6,411	6,411	6,411
Planning Bureau	222,066	179,275	153,127	163,485	220,925	220,925	220,925
Police Bureau	1,935,711	2,209,665	2,534,786	2,517,784	6,358,141	6,358,141	6,358,141
Portland International Raceway	2,251	5,729	7,807	6,638	20,808	20,808	20,808
Portland Parks Memorial Trust	0	174	1,150	1,849	443	443	443
Printing & Distribution	119,548	102,730	134,729	88,606	168,888	168,888	168,888
Public Safety Fund	1,763	0	0	0	269	269	269
Revenue	257,638	407,837	373,082	343,203	382,170	382,170	382,170
Solid Waste Management Fund	26,711	24,818	22,464	22,076	53,172	53,172	53,172
Spectator Facilities	0	0	0	0	8.549	8,549	8,549
Transportation	2,484,414	2,662,301	3,000,907	2,960,309	4,220,223	4,220,223	4,220,223
Utility Billing System	0	99,370	402,942	73,205	159,930	159,930	159,930
Utility Customer Svcs	0	0	885,615	0	2,800,222	2,800,222	2,800,222
Water Bureau	2,264,865	1,904,052	1,877,275	2,038,213	3,840,514	3,840,514	3,840,514
Workers Compensation Fund	24,535	16,991	93,440	78,196	108,583	108,583	108,583
	17,224,459	18,630,137	20,277,812	18,205,912	34,942,870	34,942,870	34,942,870
Equipment Cash Transfers	0	0	005.000	0	0	0	(
OMF Citywide Projects	0	0	225,000 225,000	0	0	0	
Intra-Fund Service Reimbursement	0	0	424,510	0	533,476	533,476	533,47
Total Internal Revenues	17,699,359	19,748,753	22,219,993	30,532,688	36,345,303	36,345,303	36,345,303
Beginning Fund Balance	5,000,989	4,987,040	5,845,574	5,845,574	14,510,304	14,510,304	14,510,304
OTAL RESOURCES	\$ 23,060,735	25,048,044	\$ 29,320,319	\$ 36,735,076 \$	57,054,625	57,054,625	\$ 57,054,62
REQUIREMENTS						7	
Bureau Expenses							
Personal Services	11,480,409	11,782,205	13,243,504	12,414,750	18,354,626	18,354,626	18,354,62
External Materials and Services	3,601,797	3,863,980	5,222,976	4,262,620	12,181,636	12,181,636	12,181,636

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Internal Materials and Services						3	
City Fleet Services Fund	1,099	9,746	15,597	14,061	86,255	86,255	86,255
Communications Services	130,339	211,012	235,884	0	0	0	(
Facilities Services	510,076	486,544	641,684	646,684	1,119,783	1,119,783	1,119,783
Insurance	45,524	46,498	174,707	169,559	203,529	203,529	203,52
Printing & Distribution	9,526	10,401	9,263	11,137	18,906	18,906	18,90
Cable Communications	0	0	0	0	10,000	10,000	10,00
Environmental Services	0	0	14,326	14,326	21,000	21,000	21,00
Fire Bureau	0	0	10,014	10,014	10,354	10,354	10,35
Office of Management & Finance	474,113	499,210	562,057	558,914	919,447	919,447	919,44
Parking Facilities	0	0	0	0	3,960	3,960	3,96
Parks Bureau	0	0	11,208	11,208	0	0	40.70
Police Bureau	0	0	16,237	16,237	16,789	16,789	16,78
Special Appropriations	2,686	35,503	20,455	0	0	21,591	21,59
Transportation	133,883	117,429	158,282	158,282	160,574	160,574	160,57
Utility Billing System	0	0	936,051	227,400	4,330,430	4,330,430	4,330,43
Water Bureau	0	0	8,397	0	32,076	32,076	32,07
Same Fund Services	<u> </u>	0	424,510	0	533,476	533,476	533,47
	1,307,246	1,416,343	3,238,672	1,837,822	7,466,579	7,488,170	7,488,17
Capital Outlay	58,651	466,609	1,857,678	1,247,307	1,465,000	1,465,000	1,465,00
Equipment Cash Transfers							
Printing & Distribution	0	0	8,600	0	0	0	
	0	0	8,600	0	0	0	
Total Bureau Expenses	16,448,103	17,529,137	23,571,430	19,762,499	39,467,841	39,489,432	39,489,43
Fund Requirements							
General Operating Contingency							
General Operating Contingency	0	0	3,043,945	0	3,656,208	3,626,039	3,626,03
Prior Years Encumbered	0	0	0	0	1,495,258	1,495,258	1,495,25
Compensation Adjustment	0	0	239,136	0	864,285	864,285	864,28
9	0	0	3,283,081	0	6,015,751	5,985,582	5,985,58
General Fund Overhead	452,805	503,097	408,228	410,128	877,632	844,595	844,59
Fund Cash Transfers							
Campaign Finance Fund	0	0	0	0	0	41,615	41,61
General Fund	0	0	39,814	34,379	0	0	
Pension Debt Redemption Fund	0	0	0	163,239	348,526	348,526	348,52
Transportation Operating	0	0	306,527	306,527	0	0	
	0	0	346,341	504,145	348,526	390,141	390,14
Debt Retirement	1,172,787	1,170,236	1,711,239	1,548,000	1,896,713	1,896,713	1,896,71
Ending Balance							
Unappropriated Ending Balance	4,987,040	5,845,574	0	14,510,304	0	0	
Unexpendable Reserve	0	0	0	0	8,448,162	8,448,162	8,448,16
	4,987,040	5,845,574	0	14,510,304	8,448,162	8,448,162	8,448,16
Total Fund Requirements	6,612,632	7,518,907	5,748,889	16,972,577	17,586,784	17,565,193	17,565,19
OTAL REQUIREMENTS	\$ 23,060,735	25,048,044	\$ 29,320,319	\$ 36,735,076	\$ 57,054,625	\$ 57,054,625	\$ 57.054.62

FUND OVERVIEW

The Technology Services Fund provides technology support through its nine primary programs, Strategic Support, Operations, Strategic Technology, Telecommunications, 800 MHz Operations, Engineering, Customer Service, Information Security, and Radio Shop to all City bureaus and agencies as well as to some non-City agencies. Fund activities are carried out by the Bureau of Technology Services within the Office of Management and Finance.

Revenues

The fund's major source of revenue is service reimbursement transfers from City bureaus and outside agencies. Purchase of new capital equipment for use by other bureaus is supported through cash transfers. The fund also receives resources from the General Fund in support of the Corporate Geographic Information Systems (GIS) and the 800 MHz System.

Managing Agency

Office of Management and Finance, Technology Services

CHANGES FROM PRIOR YEAR

Through FY 2004-05, Communications & Networking and Information Technology were in two separate funds. For FY 2005-06, however, the funds will be merged to better match the BTS financial structure with its organizational structure. The Communications & Networking Fund (fund number 707) will be closed on June 30, 2005 and a residual equity transfer of its assets and liabilities will be made to the Information Technology Fund (fund number 711), which will be renamed the Technology Services Fund.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
*						
Limited Tax Revenue Bonds, 1999 Series B (Information Systems Portion Only)						
04/15/1998 - Due 6/1	5,560,000					
		2004/05	1,450,000	5.50%	98,000	1,548,000
		2005/06	365,000	5.00%	18,250	383,250
TOTAL FUND DEBT SERVICE			\$ 1,815,000		\$ 116,250	\$ 1,931,250

Workers' Compensation Self-Insurance Operating Fund - 709

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004–05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
RESOURCES							
External Revenues							
Miscellaneous Revenues							
Interest Earned	262,875	158,189	156,858	179,817	263,470	263,470	263,470
Other Miscellaneous	157,785	193,900	167,582	225,000	115,329	115,329	115,329
	420,660	352,089	324,440	404,817	378,799	378,799	378,799
Total External Revenues	420,660	352,089	324,440	404,817	378,799	378,799	378,799
Internal Revenues	,	,					
Interfund Service Reimbursements							
City Attorney	32,183	32,913	57,181	57,181	62,947	62,947	62,947
City Auditor	33,333	34,089	62,592	62,592	66,369	66,369	66,369
Cable	4,259	4,356	5,684	5,684	6,431	6,431	6,431
Cable Communications	2.839	2,904	3.789	3,789	4,287	4,287	4,287
City Fleet Services Fund	162,744	166,437	86,411	86,411	97,058	97,058	97,058
Commissioner of Public Affairs	6,146	6,286	9,188	9,188	12,611	12,611	12,61
Commissioner of Public Safety	7,032	7,192	4,002	4,002	9,242	9,242	9,242
Commissioner of Public Utilities	6,739	6,892	7,808	7,808	7,999	7,999	7,999
Commissioner of Public Works	7,115	7,276	8,250	8,250	8,712	8,712	8,712
Communications Services	38,879	39,762	50,125	50,125	0	0	· (
Development Services	195,655	183,231	348,207	348,207	400,863	400,863	400,863
Emergency Communications	134,900	137,960	137,296	137,296	110,153	110,153	110,15
Emergency Management	0	0	8,688	8,688	7,096	7,096	7,096
Environmental Services	297,659	295,486	284,603	284,603	286,446	286,446	286,446
Facilities Services Fund	37,466	38,316	39,622	39,622	40,825	40,825	40,82
Fire Bureau	349,420	359,904	194,468	194,468	152,080	152,080	152,080
Golf Fund	46,138	47,184	45,929	45,929	42,884	42,884	42,88
Government Relations	5,536	5,661	7,134	7,134	7.646	7,646	7.640
Health Insurance	2,493	2,550	3,919	3,919	85	85	8
Housing & Community Development	16,951	17,336	27,826	27,826	28,317	28,317	28,31
Hydropower Operating Fund	3,152	3,223	3,207	3,207	3,352	3,352	3,35
Insurance & Claims	3,544	3,624	5,225	5,225	149	149	14
Management & Finance	76,336	78,068	110,205	110,205	63,931	63,931	63,93
Mayor	12,731	13,020	16,717	16,717	16,894	16,894	16,89
Neighborhood Involvement	30,641	48,198	43,759	43,759	60,308	60,308	60,30
Sustainable Development	10,334	10,569	8,294	8,294	8,666	8,666	8,66
Parks Bureau	501,955	518,837	538,194	538,194	670,396	670,396	670,39
Planning Bureau	34,134	34,908	58,527	58,527	69,881	69,881	69,88
Police Bureau	315,705	327,129	404,304	404,304	691,954	691,954	691,95
Portland International Raceway	5,657	5,786	7,935	7,935	8,132	8,132	8,13
Printing & Distribution	21,922	22,419	24,802	24,802	24,732	24,732	24,73
Revenue	33,265	36,208	39,103	39,103	54,872	54,872	54,87
Solid Waste Management Fund	6,200	6,340	8,294	8,294	8,668	8,668	8,66
Technology Services Fund	18,957	19,387	86,331	86,331	111,248	111,248	111,24
Transportation	819,940	820,794	1,035,465	1,035,465	1,039,126	1,039,126	1,039,12
Utility Billing System	0	0	0	0	27,250	27,250	27,25
Utility Customer Svcs	0	0	47,908	47,908	141,516	141,516	141,51

	Actual FY 2002–03	Actual FY 2003–04	Revised FY 2004-05	Yr End Est. FY 2004–05	Proposed FY 2005-06	Approved FY 2005-06	Adopted FY 2005-06
Water Bureau	443,174	449,034	528,988	528,988	498,289	498,289	498,289
	3,725,134	3,793,279	4,359,980	4,359,980	4,851,415	4,851,415	4,851,415
Intra-Fund Service Reimbursement	0	0	10,630	10,630	154	154	154
Total Internal Revenues	3,725,134	3,793,279	4,370,610	4,370,610	4,851,569	4,851,569	4,851,569
Beginning Fund Balance	13,050,954	13,155,985	13,219,685	13,219,685	13,399,846	13,399,846	13,399,846
TOTAL RESOURCES	\$ 17,196,748	\$ 17,301,353	\$ 17,914,735	\$ 17,995,112	\$ 18,630,214	\$ 18,630,214	\$ 18,630,214
REQUIREMENTS						-	
Bureau Expenses							
Personal Services	653,711	700,102	900,307	906,399	892,767	892,767	892,767
External Materials and Services	2,543,749	2,500,623	3,844,843	2,993,384	2,972,253	2,972,253	2,972,253
Internal Materials and Services							
City Fleet Services Fund	767	766	1,040	1,040	1,092	1,092	1,092
Communications Services	10,484	11,566	14,096	0	0	0	0
Facilities Services	43,237	45,635	73,127	73,127	75,984	75,984	75,984
Insurance	4,966	5,068	6,121	6,121	269	269	269
Printing & Distribution	9,528	11,156	16,003	11,003	18,940	18,940	18,940
Technology Services Fund	24,535	16,991	93,440	88,440	108,583	108,583	108,583
City Attorney	221,348	270,100	296,877	296,877	230,896	230,896	230,896
Office of Management & Finance	304,388	307,294	82,167	82,167	86,918	86,918	86,918
Parking Facilities	3,600	3,600	3,720	3,650	3,960	3,960	3,960
Same Fund Services	0	0	10,630	10,630	154	154	154
	622,853	672,176	597,221	573,055	526,796	526,796	526,796
Capital Outlay	0	0	0	0	10,000	10,000	10,000
Equipment Cash Transfers							
Printing & Distribution	0	3,775	0	0	0	0	0
	0	3,775	0	0	0	0	0
Total Bureau Expenses	3,820,313	3,876,676	5,342,371	4,472,838	4,401,816	4,401,816	4,401,816
Fund Requirements						2	
General Operating Contingency							
General Operating Contingency	0	0	12,448,152	0	171,000	161,656	161,656
Compensation Adjustment	0	0	0	0	43,261	43,261	43,261
	0	0	12,448,152	0	214,261	204,917	204,917
General Fund Overhead	184,798	196,833	81,294	79,510	156,978	158,614	158,614
Fund Cash Transfers						4 141	
Campaign Finance Fund	0	0	0	0	0	7,708	7,708
General Fund	0	0	5,758	5,758	0	0	0
Pension Debt Redemption Fund	0	0	0	0	51,220	51,220	51,220
P. d. P. d.	0	0	5,758	5,758	51,220	58,928	58,928
Debt Retirement	35,652	8,159	37,160	37,160	0	0	0
Ending Balance Unappropriated Ending Balance	13,155,985	13,219,685	0	13,399,846	0	0	0

Fund Summary

	Actual FY 2002-03	Actual FY 2003-04	Revised FY 2004-05	Yr End Est. FY 2004-05	Proposed FY 2005-06	Approved FY 2005–06	Adopted FY 2005-06
Unexpendable Reserve	0	0	0	0	13,805,939	13,805,939	13,805,939
	13,155,985	13,219,685	0	13,399,846	13,805,939	13,805,939	13,805,939
Total Fund Requirements	13,376,435	13,424,677	12,572,364	13,522,274	14,228,398	14,228,398	14,228,398
TOTAL REQUIREMENTS	\$ 17,196,748 \$	17,301,353 \$	17,914,735	17,995,112 \$	18,630,214 \$	18,630,214 \$	18,630,214
LINE ITEM DETAIL - AU 577							
Personnel Services							
511000 Full-Time Employees	406,404	463,829	697,974	906,399	667,811	667,811	667,811
512000 Part-Time Employees	10,296	8,737	0	0	0	0	0
515000 Premium Pay	150	142	0	0	0	0	0
517000 Benefits	165,859	156,087	202,333	0	224,956	224,956	224,956
518000 Paid Absence	71,002	71,307	0	0	0	0	0
Total Personnel Services	653,711	700,102	900,307	906,399	892,767	892,767	892,767
Materials and Services							
External Materials and Services							
521000 Professional Services	274,547	199,892	212,740	210,000	254,576	254,576	254,576
524000 Repair & Maintenance Services	2,120	433	4,380	0	1,915	1,915	1,915
529000 Miscellaneous Services	2,216,389	2,237,803	3,536,166	2,783,384	2,657,331	2,657,331	2,657,331
531000 Office Supplies	4,465	2,508	10,842	0	4,508	4,508	4,508
532000 Operating Supplies	0	0	0	0	22,400	22,400	22,400
534000 Minor Equipment & Tools	1,781	4,636	11,764	0	9,800	9,800	9,800
541000 Education	4,007	3,295	7,058	0	11,678	11,678	11,678
542000 Local Travel	2,143	1,916	5,345	0	2,345	2,345	2,345
543000 Out-of-Town Travel	1,728	2,139	5,287	0	5,200	5,200	5,200
549000 Miscellaneous	36,569	48,001	51,261	0	2,500	2,500	2,500
Total External Materials and Services	2,543,749	2,500,623	3,844,843	2,993,384	2,972,253	2,972,253	2,972,253
Internal Materials and Services					1		
551000 City Fleet Services Fund	767	766	1,040	1,040	1,092	1,092	1,092
552000 Printing & Distribution	9,528	11,156	16,003	11,003	18,940	18,940	18,940
553000 Facilities Services	43,237	45,635	73,127	73,127	75,984	75,984	75,984
554000 Communications Services	10,484	11,566	14,096	0	0	0	0
555000 Technology Services Fund	24,535	16,991	93,440	88,440	108,583	108,583	108,583
556000 Insurance	4,966	5,068	6,121	6,121	269	269	269
558000 Same Fund Services	0	0	10,630	10,630	154	154	154
559000 Other Fund Services	529,336	580,994	382,764	382,694	321,774	321,774	321,774
Total Internal Materials and Services	622,853	672,176	597,221	573,055	526,796	526,796	526,796
Total Materials and Services	3,166,602	3,172,799	4,442,064	3,566,439	3,499,049	3,499,049	3,499,049
Capital Outlay							
564000 Capital Equipment	0	0	0	0	10,000	10,000	10,000
Total Capital Outlay	0	0	0	0	10,000	10,000	10,000
573000 Equipment Cash Transfers	0	3,775	0	0	0	0	0
TOTAL Bureau Expenses	\$ 3,820,313 \$	3,876,676	5,342,371	\$ 4,472,838	\$ 4,401,816	\$ 4,401,816 \$	4,401,816

FUND OVERVIEW

The Workers' Compensation Operating Fund supports the City's self-insured Workers' Compensation program, including claims administration and Citywide loss prevention activities aimed at minimizing occupational injury and illness.

Budgeted fund expenditures are primarily driven by actuarial claims projections. Fund expenditures are primarily for claims payments, which are budgeted at \$2,300,000 for FY 2005-06. Projected claims are based upon an independent actuarial study for the period ending June 30, 2004. Interagency agreements for Workers' Compensation Citywide are increasing by 11% in FY 2005-06 over FY 2004-05.

The reserve requirement assumed in the FY 2005-06 Adopted Budget is also based on the actuarial study, which recommends a range of reserve levels needed to cover outstanding incurred liabilities. The range of estimates is produced by calculating reserves at various confidence levels (i.e., the probability that actual losses will not exceed the reserve level). In addition, reserves are stated at a discounted level, which takes into account the fact that the fund earns interest on fund balances. The Workers' Compensation reserve requirement is forecast to be \$13,805,939, based on a discounted confidence level of 75%.

Managing Agency

Office of Management and Finance, General Services





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Office of Management & Finance Current 5-Year Financial Forecast General Fund-City Of Portland

As Of... 29-Jun-2005 Previous Forecast....... 10-May-2005
Council's Adopted Budget Reduces Budgets, Begins
Process Of Balancing Over A Three Year Window

Process Of Balancing Over A Three Year Window Appproved June Adopted Difference Budget **Budget** vs. Approved Item Council Discretionary \$310,106,135 \$310,935,538 Available FY2005-06. <u>\$829,403</u> Requirements: Capital Set-Aside..... \$1,789,327 \$1,789,327 (\$106,348) \$42,278,234 Council Set-Asides...... \$42.171.886 One-Time Budgets...... \$11,269,307 \$11,924,654 \$655,347 \$254,769,267 \$255,049,670 **Bureaus & Programs....** \$280,403 CAL Requirements.. \$310,106,136 \$310,935,538 \$829,403 Resources Less CAL (\$1 (\$0) Programs FY05-06..... \$0 \$0 \$0 \$0 (\$0) Available One-Time... (\$0) (\$4,928,200) (\$4,839,000) (\$89,200) Programs FY06-07..... Available One-Time..... \$7,141,574 \$7,419,550 \$277,976

Approved Budget Balances General Fund Over Three Years

- The May financial forecast/Approved Budget has been updated. Council has finalized an FY2005-06 Adopted Budget. The June resource forecast shows a net increase in resources of \$829,403. This is due mostly to as increased natural gas related franchise fees. All other revenues are little changed. An increased balance offsets a reduced reserve transfer.
- ◆ The FY2005-06 resource estimate is about \$7 million higher compared to December. This increase occurred in two steps. In March revenues were increased \$1.7 million mostly on higher transient lodging revenues and higher business license revenues. In April revenues were revised upward another \$1.4 million again due principally to increased transient lodging business license tax revenues. The remainder of the increase results from increased beginning balance estimates.
- Council's Adopted Budget begins the process of paring on-going program costs. Council's financial plan indicates on-going reductions of \$4.9 per year in FY2006-07 and FY2007-08 are needed to balance.

Current Outlook

Both Regional And State Economies Pickup

Revised and benchmarked employment numbers for calendar 2004 showed both the regional and state economies to be much stronger than earlier published data had suggested. It now appears that there was no slow down during the last six months of calendar 2004. The revised data show that stronger jobs growth actually occurred. The economy is not out of the woods yet. Job levels are still twenty thousand below the previous cycle's peak. But, conditions are improved and improving.

Cost Uncertainties Remain

The out-years of this forecast remain problematic. This forecast assumes healthcare costs under Option #2 increase from \$3.3 million to about \$5.8 million by FY2009-10. This forecast is preliminary. Fire's labor contract is still unresolved and a new Police contract will be negotiated next year. Successor forecasts could easily show much higher costs then currently projected.

	M50 Assess. Value \$1000	\$37,103,034	State Cigarette & Liquor	
	FY2005-06 M50 Tax Base	\$169,820,589	Tax Revenues To City	\$10,075,895
	M50 Compression Loss	(\$6,538,093)	CPI-W Increase (2nd Half '03	
Some	Est. Tax Base Imposed	\$163,282,496	To 2nd Half '04, for COLAs)	2.7%
Key	Delinquency/Discount(%)	-5.6%	Measure 50 FPD&R Levy	\$86,597,962
Forecast	Delinquency/Discount (\$)	(\$9,101,093)	Beginning General Fund	
Assump-	FY06 Tax Base Revenues	\$154,181,403	FY2005-06 Balance	\$21,005,245
tions	County M50 Levy	\$193,347,412	Estimated Urban Renewal Di-	
	Library-Local Option			\$49,634,381
	Total-County Levies	\$226,956,404	Current Forecast: FY2005-06 to	FY2009-10

Financial Forecast (FORC06AB)

29-Jun-2005

Forecast FY2005-06 resources are up net \$829,403 compared to the April forecast done just prior to Council's Approved Budget. Revenues are down net \$1.5 million. This is due to elimination of a transfer of excess reserves from the General Reserve Fund. Budgeted revenues for FY2005-06 are high enough that the \$1.8 million is now need to keep reserves at the required 10 percent level. This decline is offset by an increased beginning fund balance estimate as shown in the period 10 OUTLOOK. Property taxes and state revenues (cigarette and liquor taxes) are both up marginally in this forecast.

	Revenue Forecast RECAP-First Year Budget, FY2005-06					
The two biggest changes	General Fund	Council	June-Council			
are in transient lodging	Revenue Category	Approved	Adopted	Difference		
taxes and utility license	Property Taxes	\$158,644,543	\$158,678,968	\$34,425		
and franchise fee reve-	Transient Lodgings	\$12,218,827	\$12,092,518	(\$126,309)		
nues. Transient lodging	Business Licenses	\$44,418,253	\$44,418,253	\$0		
taxes are down on weak-	Utility License/Franchise	\$57,272,430	\$57,612,598	\$340,168		
er fourth quarter current	State Revenues	\$10,050,061	\$10,075,895	\$25,834		
year revenues. This re-	Interest Income	\$1,545,510	\$1,545,510	\$0		
venue forecast is still	Transfers IN	\$2,615,203	\$820,303	(\$1,794,900)		
about \$1 million above	Miscellaneous	\$4,686,249	\$4,686,249	\$0		
the pre-911 peak of just	Revenue Forecast	\$291,451,075	\$289,930,293	(\$1,520,782)		
under \$11.1 million.	Beginning FUND Balance	\$18,655,059	\$21,005,245	\$2,350,185		
	Forecast Resources	\$310,106,135	\$310,935,538	\$829,403		
Utility license fees are up	% Change In Revenues		-0.52%			
on the strength of higher	% Change In Resources	0.27%				
formation and a new toward and						

fourth quarter natural gas'

related franchise fee revenues. All other utility license, franchise fee revenues are unchanged. Business licenses and fund interest income are unchanged from the previous forecast. Overall General Fund re-

sources are up about 0.27 percent in this forecast.

A key revenue forecast assumption is a "Measure 50" General Fund tax base levy of \$169.82 million. This is unchanged from December. The forecast calls for 2.85% assessed value growth on existing taxable assessed values with 0.25% added to the tax rolls as a result of new construction. The lingering effects of recession continue to negatively impact nonresidential assessed values. In FY2004-05, corporate personal property, centrally assessed industrial and Mult. County Levy Total...... utility values, taken together grew by only 1.2%. While M50 Assessed Value Growth.... this was better than FY2003-04's across-the-board negative growth, taxable assessed value growth remains meager in these key property classes.

The FPD&R levy is expected to total \$86.5 million, up GDP Growth (Economy.Com).... only marginally over the current fiscal year. This, levy Revenue Sharing (State)...... estimate is based on FPD&R's Adopted Budget. A

new five-year FPD&R forecast has also been fed into this forecast. The forecast also assumes property tax revenues continue to be generated under DOR's new Shilo-Inn tax rules.

THE BOTTOM LINE: The forecast shows that General Fund resources are improved over last Deccember but out-year health benefits costs increases, a higher PERS employer contribution rate and an expected PFFA contract above CPI-W increase costs well above the December forecast. The result is no significant change in the General Fund's financial outlook which still requires close to \$16 million in cumulative on-going reductions over three years to balance.

Financial Forecast (FORC06AB)

29-Jun-2005

Page 2

Revenue Forecast ASSUMPTIONS

FY2005-06

\$169,820,589

\$99,070,722

\$86,597,962

\$355,489,273

\$193,347,412

\$33,608,992

\$226,956,404

3.10%

-5.60%

-3.85%

0.9%

555,861

\$10,075,895

Revenue Category

CITY Property Tax Levies.......

Measure 50 Taxbase Levy.......

Local Option & UR Collections

Measure 50 F&PD&R Levy......

Measure 50 Levy Authority......

Local Option Levy (Library).....

FPD&R, General Fund Total.

MULTNOMAH County Levies

Percent of FY2004-05 Levies Not Received First Year.....

Measure 50 Compression.......

Est. Portland Population.....

Current Mayor's Proposed 5-Year REVENUE Forecast General Fund Financial Model

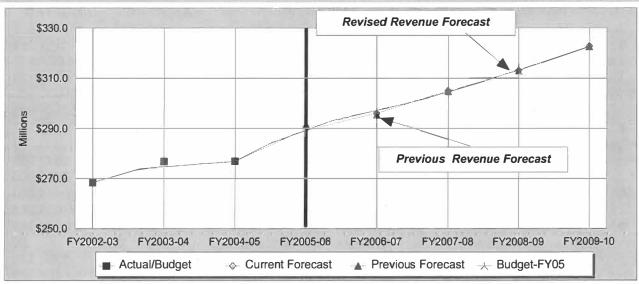


Figure 1-Current General Fund 5-Year Revenue Forecast

A key forecast assumption is a national economy that continues to recover from recession, as well as a recovering local economy. The Pacific Northwest economy continues to lag in recovery from recession. Metroarea and Oregon unemployment rates have only recently retreated from among the highest nationally.

Figure 1 summarizes the 5 year revenue forecast off of the FY2004-05 base. Revenue growth remains critically dependent on assessed value growth. Revenue growth is forecast to average 3.1 percent over the next five years. Revenues were higher in the previous forecasts in FY2009-10 because they contemplated using excess reserves in that year. The previous forecast as well as this forecast does not use this strategy because of the size of the General Fund shortfall.

Adopted Budget FY2005-06 General Fund current allocation level (CAL) costs are \$255.045 million, versus the initial forecast's \$262.476 million. Bureau CAL targets are down net by about \$7.4 million compared to last December's forecast. Council's Adopted Budget takes the initial step of reducing CAL requirements in order to begin the process of bringing ongoing expenditures in line with expected resources available in the five-year forecast.

Assumptions	FY2005-06
FY2005-06 CAL Targets	
December CAL Forecast	
Adopted Budget CAL	\$255,049,670
Difference In CAL Estimates	(\$7,426,356)
General Inflation Rates	
GDP Price Deflator	2.4%
CPI-W% (Dec.'03-Dec.'04)	2.7%
Benefits CAP Escalation.(*)	4.3%
Producer Price Index	0.6%
CPI-Energy	1.8%
External M&S	
General-Overall	2.3%
Energy-Electricity	
Energy-Gas	20.0%
Sewer	8.9%
Water	
Utilities-Overall	8.1%
Internal M&S	
General-Overall	
Risk/Workers' Comp	
Wage & Salary % Increase	
Public Safety	3.7%
All Other	2.7%

(*) Not applicable to sworn Police personnel.

This financial forecast and the previous forecast do not benefit from slower CAL growth due to continued lower inflation in the Portland area as measured by Portland-Salem CPI-W price index growth. Labor contracts are tied to the actual December 2003 to December 2004 CPI-W increase which as published by the Bureau of Labor Statistics came in at 2.7%. This number is well above recent annual increases.

Financial Forecast (FORC06AB)

29-Jun-2005

COUNCIL set-asides, FY2005-06, as found in the Council's Adopted Budget are shown in the table at the right:

- The compensation set-aside is unchanged at \$6.7 million but \$1.7 million lower than the original December estimate.
- The General Fund's cash position continues to be stable and the forecast continues to assume the fund will not have to issue tax anticipation notes (TANS).
- The capital set-aside (net of related debt service requirements) remains at \$1.8 million net of \$1 million included in Fire's target. Capital related "Other Debt Service" totals about \$1.96 million for FY2005-06 and now includes \$757,000 of new debt service on new affordable housing projects.
- Approved set-asides include a \$1.9 million place holder for Fire labor contract costs in excess of CPI-W. In addition, another \$1.2 million has been included to meet higher PERS costs next year.

Forecast Council Set-Asides							
	Forecast F	Y2005-06					
Set-Aside Item	Approved	ADOPTED					
Compensation Set-Aside	\$6,670,526	\$6,670,526					
ESA(*) Set-Aside/Planning	\$359,349	\$359,349					
Street Light O&M	\$4,664,552	\$4,664,552					
General Fund Contingency	\$6,613,204	\$3,759,326					
Unforeseen & Inventory	\$2,000,000	\$2,000,000					
Subtotal-Contingency	\$8,613,204	\$5,759,326					
Capital Set-Aside	\$1,789,327	\$1,789,327					
PFFA Contract Offer	\$1,868,636	\$1,868,636					
ESA Set-Aside/BES	\$362,056	\$352,056					
Transfer, 1900 Bldg. Offset	\$0	\$475,000					
City Hall Debt Service	\$1,624,240	\$1,624,240					
POBS Debt Service	\$6,033,880	\$6,033,880					
Other Debt Service	\$1,955,493	\$1,962,949					
Healthcare Fund Option #2	\$0	\$0					
City Hall Maintenance Reserve.	\$294,310	\$294,310					
Housing Trust Fund	\$482,123	\$2,482,123					
Park-CAL/On-Going Maint	\$0	\$436,484					
Rainy Day Reserve	\$7,000,000	\$5,568,149					
Voter Elections	\$0	\$447,526					
PERS Increase (Discretionary).	\$1,159,580	\$1,159,580					
Parks Maint. Transfer	\$0	\$1,478,743					
Miscellaneous Transfers	\$431,957	\$534,457					
Total Budgeted/Council							
Estimated Council Set-Asides	\$43,309,232	\$43,961,213					
Difference versus Previous Fo	recast	\$651,981					

Adopted Budget Current Allocation Level (CAL) Requirements General Fund Financial Model

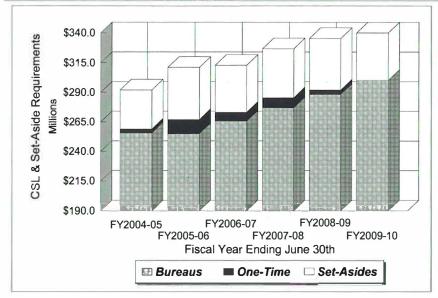


Figure 2-Current Service Level (CAL) Requirements

Financial Forecast (FORC06AB)

29-Jun-2005

Other set-asides in Council's current financial plan are Pension Obligation Bond debt service costs of about \$6.033 million as revised by Debt Management.

Council's Adopted Budget includes a \$5.6 million "rainy day" cash transfer to the reserve fund as a hedge against forecast uncertainties. Contingency is \$3.8 million and includes \$1.8 million potentially earmarked for the Police Bureau.

Set-asides are up net by about \$651,981 compared to the Approved Budget. Reductions in contingency and the rainy day transfer were more than offset by housing and other miscellaneous transfer increases.

The table at the right combines the FY2005-06 resource forecast with proposed CAL estimates

for FY2005-06. Resources total an estimated \$310.9 million. Deducting setasides of \$44.0 million leaves an Adopted Budget bureau CAL level of \$267.0 million inclusive of one-time budgets of \$11.9 million. Balancing the General Fund over the life of the five-year forecast currently indicates that \$4.9 million of further CAL reductions will be required in both FY2006-07 and FY2007-08. The General Fund is balanced for FY2005-06 with further planned outyear reductions expected to close the identified gap between resources and requirements.

	–	. =					
Sources & Uses of Funds: Financial Forecast FY2005-06							
	Budget	FY2005-06					
Item	FY2004-05	ADOPTED					
Forecast FUND Revenues	\$276,909,409	\$289,930,293					
Beginning FUND Balance	\$14,965,294	\$21,005,245					
Total FUND RESOURCES	\$291,874,703	\$310,935,538					
Less: Council Set-Asides	(\$31,172,489)	(\$42,171,886)					
Less: Capital Set-Aside	(\$1,813,044)	(\$1,789,327)					
EQUALS: AVAILABLE TO							
BUREAUS-PROGRAMS	\$258,889,170	\$266,974,324					
Bureaus CAL Requirement	\$258,889,170	\$266,974,324					
EST. GAP, DIFFERENCE	(\$0)						
AVAILABLE ON-GOING FY2005	\$0						
New One-TimeFY2005-06	(\$3)						

The out-years of the financial forecast continue to indicate that a large deficit remains in the this forecast's out-years as increased healthcare costs start to show-up in the financial forecast beginning FY2006-07. In short it is useful to remember that:

- Resources estimates continue to be impacted by Council's "capping" of Water and BES utility license fees. The initial FY2005-06 impact is only \$1.2 million but this number is expected to rise to about a \$5.9 million revenue loss in the last year of this forecast.
- Expenditure estimates are \$3.3 million higher in recent forecast's as a result of a
 a higher PERS employer contribution rates, a healthcare funding requirements
 increase (\$3.2 million in FY2006-07 rising to an estimated \$6 million in FY200910), and a set-aside of \$1.9 million for Fire contract costs above CPI-W.

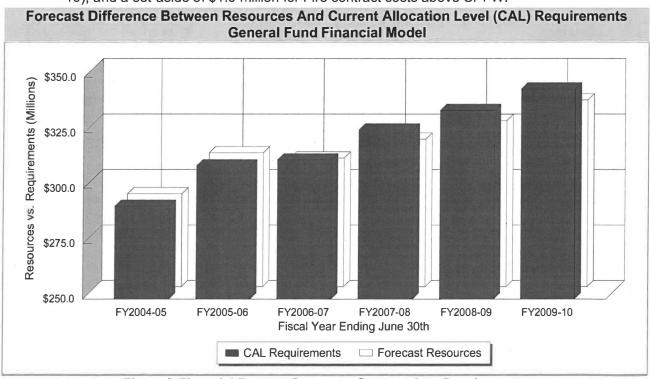


Figure 3-Financial Forecast Resources Compared To Requirements
Financial Forecast (FORC06AB) 29-Jun-2005

2-YEAR FINANCIAL FORECAST RESOURCES & REQUIREMENTS DETAIL

The table below summarizes the full two-year financial forecast General Fund resources and requirements:

- Resources total \$618.728 million for two years ending FY2006-07.
- Estimated requirements total \$611.308 million over two years, with \$7.4 million available one-time FY2006-07.
- The General Fund is balanced in the out-years of the forecast with on-going CAL cuts of \$4.9 million in each of the next two years.

	Resources & Requirements Summary Next Two Years			
	Budget	Current 2 Year Forecast		
	FY2004-05	FY2005-06 FY2006-07		Total
Item-Category ▼ Resources ►	\$291,874,703	\$310,935,538	\$307,792,530	\$618,728,068
Less: Assumed Set-Asides				
TANS Interest Expense		\$0	\$0	\$0
Compensation Set-Aside	\$9,313,203	\$6,670,526	\$6,621,348	\$13,291,874
Other Set-Asides				
Contingency		\$3,759,326	\$3,200,000	\$6,959,326
Unforeseen Reimbursable		\$2,000,000	\$2,000,000	\$4,000,000
Subtotal-Contingency		\$5,759,326	\$5,200,000	\$10,959,326
Capital Set-Aside		\$1,789,327	\$1,915,000	\$3,704,327
PERS Debt Service		\$6,033,880	\$7,707,143	\$13,741,023
Other General Fund Debt Service	, , , , , ,	\$1,962,949	\$1,665,000	\$3,627,949
City Hall/Precincts-Debt Service		\$1,624,240	\$2,420,700	\$4,044,940
Street Light O&M Transfer		\$4,664,552	\$4,835,676	\$9,500,228
Transfer To General Reserve		\$5,568,149	\$0	\$5,568,149
ESA Set-Aside BES		\$352,056	\$361,913	\$713,969
1900 Building Offset		\$475,000	\$0	\$475,000
Transfer Public Safety Fund/911 Flag		\$17,500	\$0	\$17,500
City Hall Maintenance Reserve		\$294,310	\$294,310	\$588,620
ESA Set-Aside Planning)		\$359,349	\$369,411	\$728,759
Eco.Dev. ('05)/Voter Elections('06)		\$447,526	\$447,526	\$895,052
City PFFA Contract Set-Aside	\$0	\$1,868,636	\$1,920,999	\$3,789,635
Healthcare Funding Option#2		\$0	\$3,277,957	\$3,277,957
Housing Trust Fund	\$492,716	\$2,482,123	\$495,622	\$2,977,745
Parks On-Going Maintenance	\$0	\$436,484	\$448,706	\$885,190
Parks One-Time Maintenance, Other.		\$1,478,743	\$0	\$1,478,743
PERS rate to 14.09%		\$1,159,580	\$1,159,580	\$2,319,161
BIT & Miscellaneous Transfers		\$516,953	\$521,135	\$1,038,092
Subtotal, Assumed Set-Asides		\$43,961,209	\$39,662,026	\$83,623,239
Bureau Requirements & One-Time		\$266,974,333	\$260,710,955	\$527,685,288
Total Requirements	\$291,874,703	\$310,935,538	\$300,372,980	\$611,308,527
Resources less Requirements				
Equals Excess(+)/CAL Gap(-)	\$0	(\$0)	\$7,419,550	
On-Going Program Reductions		\$0	(\$4,928,200)	
Available One-Time	\$0	(\$0)	\$7,419,550	\$7,419,550

Financial Forecast (FORC06AB)

29-Jun-2005

FY2005-06 Through FY2009-10 Financial Forecast Summary

The five-year financial forecast, now being run off of Council's Adopted Budget, shows that the General Fund is balanced for FY2005-06 and the following year. The last three years of the financial forecast show successively larger deficits that now estimated estimated at \$10.3 million in the last year of the forecast. Council's Adopted Budget has reduced the size the FY2009-10 deficit by an estimated \$8 million when compared to earlier forecasts. Thus, Council's Adopted Budget takes a significant step in closing the gap identified in the original December financial forecast. Additional revenue growth in subsequent forecasts may help to further reduce the gap. A higher requirements forecast increases the gap

	ADOPTED				
Item	2006	2007	2008	2009	2010
Resources	\$310,935,538	\$308,732,478	\$317,089,943	\$325,870,697	\$334,729,963
Requirements	ļ.				
Bureau Requirements.	\$255,045,977	\$265,639,155	\$276,815,752	\$288,223,658	\$300,027,775
One-Time Budgets	\$11,924,654	\$3,431,298	\$0	\$0	\$0
Council Set-Asides	\$43,964,906	\$39,662,026	\$41,312,702	\$43,548,295	\$45,029,218
GAP-Surplus(Deficit)	\$0	\$0	(\$1,038,511)	(\$5,901,257)	(\$10,327,030)

Out-Year Detail Of Proposed 5-Year Financial Plan

The financial forecast shows that the General Fund can be balanced over the next two-year budget cycle with additional reductions of \$4.9 million in FY2006-07 and FY2007-08. This is the current estimate, given Council's Adopted Budget. OMF continues to recommend that Council close the remaining gap in stages so as to avoid "over-cutting." Future forecasts may show improved resource estimates. In addition, Council is embarking on a full blown strategic planning process. Staging reductions will allow Council to make reductions that more readily reflect actual community priorities generated by the strategic planning process. Reductions of \$4.9 million per year are indicated over the next two years.

	ADOPTED	Financial Forecast Out-Years			
Item	2006	2007	2008	2009	2010
Total Resources	\$310,935,538	\$307,792,530	\$316,507,853	\$324,909,031	\$333,029,006
Transfer In From					
General Reserve	\$0	\$0	\$0	\$0	\$1,120,425
Bureaus & Programs	\$255,049,673	\$265,639,155	\$276,815,752	\$288,223,658	\$300,027,775
Capital Set-Aside	\$1,789,327	\$1,915,000	\$1,915,000	\$2,225,000	\$1,961,082
Est. CAL Reduction	\$0	(\$4,928,200)	(\$10,063,751)	(\$10,478,490)	(\$10,907,634)
Planned One-Time	\$11,924,654	\$0	\$0	\$0	\$0
New One-Time	\$0	\$7,419,550	\$8,443,150	\$3,615,567	\$71
Pension Bonds P&I	\$6,033,880	\$7,707,143	\$8,951,105	\$9,303,170	\$9,669,762
Council Set-Asides	\$36,138,006	\$30,039,883	\$30,446,597	\$32,020,125	\$33,398,375
Total Requirements	\$310,935,541	\$307,994,410	\$316,515,423	\$324,909,315	\$334,149,440
Difference	(\$3)	(\$0)	\$0	(\$0)	\$0
Reserve Fund As A					
Percent Net Revenues	11.3%	12.3%	12.4%	12.6%	12.5%

Risks To The Financial Forecast

This forecast continued national economic expansion as well continued local recovery. There are several uncertainties that could adversely affect this forecast:

- The long term effect of the Shilo-Inn rule on property tax compression is not known.
- The Oregon Supreme Court must still rule on the PERS related "Lipscomb Case."
- \$60 a barrel oil may pitch the national economy back into recession if higher oil prices persist.
- Failure of voters to reauthorize the Parks local option levy would probably pressure Council to "backfill" Parks' revenues loss upsetting the forecast beginning FY2008-09.
- The City's Police contract comes up for renegotiation next year. Fire's remains unresolved.

Financial Forecast (FORC06AB)

29-Jun-2005

Two-Year Forecast Resources-By Budget Category Detail						
Category	FY2004-05					
RESOURCES	Budget	Adopted	Next Year			
Property Taxes						
Current Year Taxes	\$148,587,819	\$154,181,404	\$158,553,625			
Prior Year Taxes	\$3,780,042	\$3,769,106	\$3,687,404			
Payment in Lieu of Taxes	\$805,221	\$728,458	\$777,007			
Total Property Taxes	\$153,173,082	\$158,678,968	\$163,018,036			
Other Taxes						
Lodging Tax	\$10,811,022	\$12,092,518	\$12,511,334			
Licenses & Permits	1	V				
Business Licenses	\$39,274,397	\$44,418,253	\$44,934,998			
Utility License-External	\$40,828,684	\$40,619,124	\$41,211,583			
State Sources(*)						
State Shared Revenue	\$9,702,997	\$10,075,895	\$10,080,151			
Local Government						
Local Shared Revenue	\$2,446,069	\$2,606,249	\$2,740,841			
Miscellaneous Revenues						
Refunds	\$30,000	\$30,000	\$30,000			
Interest on Investments	\$755,533	\$1,545,510	\$1,676,772			
Other Misc. Revenues						
Other Misc. Revenues	\$20,000	\$50,000	\$20,000			
Unforeseen Reimbursable	\$2,000,000	\$2,000,000	\$2,000,000			
Transfers, Other Funds						
Utility License-Internal						
Water Operating	\$4,184,153	\$4,184,153	\$4,184,153			
Sewer Operating	\$12,809,321	\$12,809,321	\$12,809,321			
Miscellaneous						
Parking Facility-Tax Offset		\$220,745	\$227,367			
Hyro-Fund Transfer	\$300,000	\$200,000	\$200,000			
Fleet Transfer	\$50,000	\$68,000	\$0			
Refuse Disposal	\$55,000	\$85,000	\$85,000			
HCD-Indirect	\$243,835	\$235,081	\$243,835			
Federal Grants-Indirect	\$0	\$0	\$0			
Transfer-General Reserve	\$0	\$0	\$0			
Other Transfers		\$11,477	\$0			
Subtotal-Transfers, Misc.	\$874,151	\$820,303	\$756,202			
Beginning Fund Balance						
Unencumbered	\$14,965,294	\$21,005,245	\$11,819,139			
TOTAL DISCRETIONARY	\$291,874,703	\$310,935,538	\$307,792,530			
Checksum Total-Page 2	\$291,874,703	\$310,935,538	\$307,792,530			
Checksum Difference	\$0	\$0	\$0			

^(*) Cigarette & liquor tax distributions to General Fund from State of Oregon

This table shows the resource forecast by budget categories as they appear in City's budget document. The italicized categories are identical to line items on the summary on page 2. Local Shared Revenues and Miscellaneous Revenues are collapsed into one simplified category on page 2 (Misc. & Local Shared) but are shown here in budget detail.

The Financial Forecast is written and produced by D.S. Barden, City Economist, Kourosh Ghaemmaghami, Economist, Bureau of Financial Planning dbarden@ci.portland.or.us (503-823-6954) and kmaghami@ci.portland.or.us (503-823-6957)

Financial Forecast (FORC06AB)

29-Jun-2005

Discussion of PERS Pension Obligation Bonds (POBS) Debt Service Schedule

In November of 1999, the City sold \$300 million of Pension Obligation Bonds (POBS). The bond proceeds were used to eliminate the City's unfunded PERS pension liability. This reduced the City's employer's PERS contribution rate from 10.48% to 8.56% during FY2000-01. In selling the POBS, the City avoided an immediate PERS employer contribution rate increase to 17.4%. The debt service costs were structured so as to phase in higher pension costs over a ten-year period allowing revenue growth to help absorb the impact of higher employer PERS costs.

Pension bond debt service is allocated to bureaus using a bureau's actual PERS contributions for the fiscal year in which the sale of the pension obligation bonds occurred.

2			Annual POB Debt Service		
	Bureau PERS	Percentage	FY2005-06	FY2006-07	
FUND	Liability	Allocation	\$15,329,841	\$19,416,162	
General Fund Bureaus.	.\$112,995,285	37.55889%	\$5,757,717	\$7,292,494	
Unused Line	\$0	0.00000%	\$0	\$0	
Unused Line	\$0	0.00000%	\$0	\$0	
Unused Line	\$0	0.00000%	\$0	20 II 11 2 (0 to	
Unused Line	\$0	0.00000%	\$0	\$0	
Subtotal		37.55889%	<u>\$5,757,717</u>	\$7,292,494	
PDOT (net)	\$55,353,650	18.39919%	\$2,820,566	\$3,572,416	
BOEC (net)	. \$2,863,692	0.95187%	\$145,921	\$184,817	
Buildings (OPDR)	\$14,372,047	4.77717%	\$732,333	\$927,544	
BES	\$39,339,045	13.07604%	\$2,004,536	\$2,538,865	
Hydroelectric	\$301,519	0.10022%	\$15,364	\$19,459	
WATER	\$40,857,865	13.58088%	\$2,081,928	\$2,636,886	
Golf Operating	\$2,463,623	0.81889%	\$125,535	\$158,997	
PIR	\$474,262	0.15764%	\$24,166	\$30,608	
Refuse Disposal	\$765,029	0.25429%	\$38,982	\$49,373	
Environ. Remediation	\$17,662	0.00587%	\$900	\$1,140	
Parks Bond Const.	\$1,364,843	0.45366%	\$69,546	\$88,084	
Parks Construction	\$22,806	0.00758%	\$1,162	\$1,472	
Facilities Services	\$2,448,975	0.81402%	\$124,788	\$158,052	
Fleet Operating	\$5,754,908	1.91289%	\$293,244	\$371,410	
Print & Distribution	\$1,950,219	0.64824%	\$99,374	\$125,863	
BIT	\$4,415,663	1.46774%	\$225,002	\$284,978	
Insurance & Claims	\$1,074,630	0.35720%	\$54,758	\$69,355	
Health Insurance	\$454,732	0.15115%	\$23,171	\$29,348	
LID	\$1,025,120	0.34074%	\$52,235	\$66,159	
FPD&R	\$613,557	0.20394%	\$31,264	\$39,598	
Unused Line	\$0	0.00000%	\$0	\$0	
Comm. Services	\$2,424,160	0.80577%	\$123,524	\$156,451	
Arena/Facilities	\$225,242	0.07487%	\$11,477	\$14,537	
Worker Comp. Oper.	\$1,005,184	0.33412%	\$51,220	\$64,873	
PDC	\$8,264,628	2.74711%	\$421,127	\$533,383	
TOTAL All Funds	\$300,848,346	100.00000%	\$15,329,841	\$19,416,162	

The table below details POB debt service for the three out-years of the financial forecast. About half of

	2008	2009	2010
Out-Year Debt Service	\$22,550,002	\$23,436,939	\$24,360,474

the debt issued is variable interest rate debt. Actual annual debt service numbers will fluctuate year-to-year in response to short term interest rates. The out-year numbers must be viewed as approximate. Higher interest rates represent a risk to this and subsequent forecasts.

Financial Forecast (FORC06AB)

29-Jun-2005

Bureau CAL Targets -- Adopted Budget vs. Original December CAL Targets Estimates

The table below compares bureau Adopted Budget on-going discretionary budget with original bureau current appropriation level targets as published last December:

- On-going discretionary bureau budgets have been reduced by about \$5.19 million or by about 2.0% and net of a \$1.8 million contingency for Police.
- Bureau one-time budgets total \$11.9 million versus the original December estimate of \$79,500 and previously planned by Council.
- About \$1.4 million of the capital set-aside is allcocated to General Fund bureaus with the remaining \$400,000 going to Street Light.

		ureau CAL Targ		One-Time	From Capital
Bureau	December	Adopted	Difference	Budget	Set-Aside
POLICE	\$121,213,499	\$116,397,371			
Budget In Contingency	\$0	\$1,800,000			
Subtotal-Police	\$121,213,499	\$118,197,371	(\$3,016,128)	\$1,120,556	\$80,000
FIRE	\$68,350,782	\$66,610,724	(\$1,740,058)	\$1,269,000	\$509,327
PARKS	\$30,770,688	\$30,011,060	(\$759,628)	\$823,232	\$363,000
Maint. Trans. Const	\$0	\$436,484	\$436,484		
Subtotal-Police	\$30,770,688	\$30,447,544	(\$323,144)	\$823,232	\$363,000
Commissioner #2-190	\$277,214	\$289,244	\$12,030		
Commissioner #4-191	\$275,252	\$287,212	\$11,960		
Commissioner #3-192	\$289,116	\$295,304	\$6,188		
Commissioner #I-193	\$278,077	\$290,406	\$12,328		
Office of the Mayor	\$573,502	\$609,242	\$35,740		
Cable Communications.	\$673,278	\$692,061			
PCA Cable Access	\$776,065	\$756,355			
Subtotal-Cable	\$1,449,343	\$1,448,416	(\$926)		
Office Sus. Dev	\$423,577	\$420,542	(\$3,035)		
Governmental Relations	\$313,301	\$304,939	(\$8,361)	191901	
OMF	\$3,857,841	\$3,870,532	\$12,691	\$949,065	\$437,000
Office-City Attorney	\$1,649,582	\$1,779,280	\$129,698		
Bureau of Licenses	\$2,580,076	\$2,391,172	(\$188,904)	\$460,579	
Office-City Auditor	\$2,519,559	\$2,948,101	\$428,541	\$48,772	
Office, Neigh.Involve	\$4,495,439	\$4,540,069	\$44,630	\$80,000	
Office Emer.Manage	\$386,351	\$371,888	(\$14,463)		
BOEC Target Transfer	\$8,599,554	\$8,599,554	(\$0)		
AU381-OMF Citywide	\$0	\$0	\$0	*	
AU390-Utility Billing	\$0	\$0	\$0	\$500,000	
Bureau of Planning	\$5,242,775	\$4,778,853		\$574,650	
ESA-Planning	\$359,349	\$359,349		\$0	
Subtotal-Planning	\$5,602,124	\$5,138,201	(\$463,923)	\$574,650	
Bureau-Com. Dev	\$2,767,350	\$2,656,257	(\$111,093)	\$342,943	
Special Appropriations	\$2,872,937	\$2,768,381	(\$104,556)	\$5,705,857	
Reg. Arts Com.(RAC)	\$2,110,617	\$2,066,292	(\$44,325)	\$50,000	
BDS-Neighbor. Quality	\$1,179,595	\$1,314,837	\$135,242		
BUREAU CAL TARGET	\$262,835,376	\$257,645,508	(\$5,189,868)	\$11,924,654	\$1,389,327
Checksum Total	\$262,835,376	\$257,645,508	(\$5,189,868)	\$11,924,654	\$1,389,327

Financial Forecast (FORC06AB)

24-Jun-2005

Council Set-Asides -- Adopted Budget vs. Original December Assumptions

The table below compares bureau Adopted Budget Council set-asides December financial forecast assumed set-aside amounts as published last December:

- Adopted Budget set-asides total \$39.9 million versus the December financial forecast assumption of \$28.8 million.
- Council set-asides are increased \$11.1 million above December with about \$9.6 million of the increase committed to one-time budgets. There appears to be about a \$1.5 million net on-going increase.
- Virtually all of the net on-going increase is due to increases in compensation POBs debt service requirements, and voter owned elections. All other changes lare offsetting.

	Council Set-Asides FY2005-06		New-Time	On-Going	
Council Set-Aside	December	Adopted	Difference	Budget	Adjustment
TANS Interest	\$0	\$0	\$0		
ESA Planning (****)	(See Plan	ning's CAL targe	on Page 10)		
Comp. Set-Aside	\$8,433,091	\$6,670,526	(\$1,762,565)		(\$1,762,565
PFFA Contract Offer	\$0	\$1,868,636	\$1,868,636		\$1,868,636
Increased PERS	\$0	\$1,159,580	\$1,159,580		\$1,159,580
Subtotal-Compensation	\$8,433,091	\$9,698,742	\$1,265,651		\$1,265,651
PERS POB Debt Svc	\$5,769,195	\$6,033,880	\$264,685		\$264,685
Contingency(*)	\$1,400,000	\$1,959,326	\$559,326	\$559,326	
Unforeseen Reimburse	\$2,000,000	\$2,000,000	\$0		Action to the
Subtotal-Contingency	\$3,400,000	\$3,959,326	\$559,326	\$559,326	
Capital Set-Aside(**)	\$400,000	\$400,000	\$0		
Parks O&M (CAL)(***)	(See Pa	rks' CAL target o	n Page 10)		
Debt Service-Other	\$1,955,493	\$1,962,949	\$7,457		\$7,457
Debt Service-City Hall	\$1,624,240	\$1,624,240	\$0		
Street Ligth O&M	\$5,164,552	\$4,664,552	(\$500,000)		(\$500,000
Transfer 1900 Bldg	\$475,000	\$475,000	\$0		
Transfer To Reserves	\$0	\$5,568,149	\$5,568,149	\$5,568,149	
PDOT Sustainability	\$0	\$85,000	\$85,000		\$85,000
ESA-BES	\$372,918	\$352,056	(\$20,862)		(\$20,862
Public Safety Fund	\$0	\$17,500	\$17,500	\$17,500	
Unused Line	\$0	\$0	\$0	\$0	
CH Maint. Reserve	\$302,055	\$294,310	(\$7,745)		(\$7,745
Health-Option#2A	\$0	\$0	\$0		
Housing Trust Fund	\$507,497	\$2,482,123	\$1,974,625	\$1,974,625	
Voter Owned Elections.	\$0	\$447,526	\$447,526		\$447,526
Parks Maint. One-Time	\$0	\$1,478,743	\$1,478,743	\$1,478,743	
GIS,BIT, Misc.Transfers	\$431,957	\$431,957	\$0		
Set-Asides Total	\$28,835,998	\$39,976,053	\$11,140,055	\$9,598,343	\$1,541,712
Checksum Total	\$28,835,998	\$39,976,053	\$11,140,055	(\$0)	\$11,140,055

^(*) Net of \$1.8 million for Police shown separately in Police's CAL target on page 10.

Financial Forecast (FORC06AB)

29-Jun-2005

^(**) Net of General Fund bureau amounts shown separately on page 10.

^(***) Included in Parks' CAL target on page 10.

^(***) Included in Planning's CAL target on page 10.

BUREAU OF DEVELOPMENT SERVICES

Five-Year Financial Plan: Executive Summary

FINANCIAL FORECAST

- Construction is one of the most volatile sectors of the economy, and it is difficult to project revenue.
- Oregon Office of Economic Analysis predicts slow economic recovery.
- Portland's Office of Management and Finance projects inflationary rates to vary between 2.4% and 3.0% through FY 2009-10.
- Large projects, such as the South Waterfront project, will continue to bring in more work and higher revenues in the next several years...
- Costs will grow at a slightly faster rate than the revenues (without accounting for fee increases) at about 3% per year.

FINANCIAL ISSUES

- Targets for reserve levels are proposed to be lowered.
- Reserves in Building/Mechanical program are being transferred to Electrical and Facilities Permit programs to bring their cumulative deficits to zero.
- New Development Services fee is being explored to fund the Land Use Services program

PROGRAM SUMMARY

Construction Programs (Building/Mechanical, Electrical, Plumbing, Facilities Permit)

- Projections:
 - Commercial construction is expected to increase only slightly in FY 2005-06.
 - Residential construction is expected to remain flatremain flat in FY 2005-06.
- Reserves in Building/Mechanical Program are adequate.
- Fee increases are necessary in the Electrical and Facilities Permit programs to cover inflationary cost increases and meet reserve goals.

Land Use Services

- Supported by dwindling General Fund and fee revenues.
- Funding crisis:
 - Expenditures are projected to exceed revenues by \$600,000 in FY 2004-05.
 - Reserves at negative level.
- A new Development Services fee is being explored to resolve funding issues.
- Workload impact of new regulations should be fully funded as a condition of adoption.

Other Local Programs (Site Development, Environmental Soils, and Signs, Zoning)

- Dependent upon fees; have no General Fund support.
- Environmental Soils program:
 - BDS provides service to M ultrom ah County under intergovernm ental agreem ent.

- Board of County Comm issioners sets fees.
- Reserves projected at negative \$1.1 m illion by end of FY 2004-05.

BUREAU OF ENVIRONMENTAL SERVICES

Five-Year Financial Plan: Executive Summary

The bureau's revenue requirements for the fiscal years 2005-06 through 2009-10 reflect the need to fund the ongoing capital program to control combined sewer overflows, to meet applicable regulatory requirements, and to operate and maintain the existing sanitary sewer and stormwater drainage system. The attached table shows forecast expenses, interfund cash transfers, system resources, and revenue requirements from rates over the forecast period.

SYSTEM COSTS

Annual system costs increase by \$94.9 million over the five-year financial forecast interval.

- CIP expenditures increase by \$54.9 million over the forecast interval. Cash transfers from the Operating Fund to the Construction Fund decrease \$4.1 million over the forecast interval.
- Costs other than CIP and cash transfers to the Construction Fund increase by \$44.1 million over the forecast interval. 79% of the increase, \$34.7 million, is new debt service from issuance of sewer system revenue bonds to finance capital construction activity. The financial forecast includes \$560.1 million in additional bonded indebtedness over the five-year forecast interval..
- Total operations and maintenance expenditures increase by \$8.3 million over the forecast interval, an average annual increase of 2.5%.
- Utility License Fees (ULF) are projected to remain constant at \$12.8 million annually over the forecast interval due to the freeze instituted by City Council earlier this fiscal year. This freeze will be in effect until such time as the effective ULF rate reaches 5%, compared to the 7.5% currently charged in FY 2004-05.
- CIP expenditures are projected to total \$748.9 million over the forecast interval (including inflation). The pattern of expenditures is influenced primarily by the timing of CSO projects. These expenditures are funded by sewer system revenue bonds, but also include substantial cash contributions (\$90.7 million over the five-year forecast interval) made possible by coverage requirements on sewer system revenue bonds.

CIP expenditures occur in five programmatic areas:

- Combined Sewer Overflow projects account for the largest portion at \$601.4 million over the interval. Major projects include the West Side Tunnel and Pump Station, the Carolina Basin Stream Diversion, CSO-related improvements at the Columbia Boulevard treatment Plant, the East Side tunnel, and the Tanner Creek Basin Stream Diversion.
- ♦ Maintenance and Reliability expenditures are forecast at \$92.1 million over the interval. Sewer relief, reconstruction, and sewer separation are the primary programs. In addition, many CSO-related projects (treatment plant upgrades and pipeline replacements, for example) have maintenance-related benefits for the system.
- Systems Development program expenditures are forecast at \$14.5 million, primarily for the South Airport sanitary trunk sewer, and residential and commercial sewer extensions. Funding for these projects comes largely from non-rate sources.
- Forecast expenditures for Sewage Treatment Systems are \$27.4 million over the interval. Major projects during that time include reconstruction of the Columbia Boulevard sludge lagoon, treatment plant rehabilitation and modification, pump station improvements, and aeration basin repairs.
- Surface Water Management expenditures are forecast at \$9.8 million over the interval. Major projects include flood mitigation and restoration and the willing seller program.

SYSTEM RESOURCES

Annual revenue requirements from rates increase by \$47.2 million over the five-year forecast interval, due to a combination of higher construction financing costs and increasing operating costs. BES forecasts annual rate increases averaging 5.9% over the next five years. These increases are a combination of growth in annual system costs, partially offset by increases in non-rate revenues, as explained below. Forecast annual system revenues from sources other than rates (excluding changes in Operating Fund balance) increase by \$56.4 million over the five-year forecast interval. This is due primarily to an increase in CIP reimbursements from the Construction Fund.

- No transfers from the Rate Stabilization Fund to the Operating Fund occur during the five-year forecast interval. Transfers to the Rate Stabilization Fund occur in FY 2005-06 through FY 2009-10. CIP and associated debt service expenditures beyond the current five-year forecast interval will require subsequent use of Rate Stabilization Fund balances for smoothing of rate increases, beginning in FY 2010-11.
- Reimbursements from the Construction Fund to the Operating Fund increase by \$55.7 million over the forecast interval. The fluctuations in these reimbursements reflect the timing of CIP expenditures.
- System development charge revenues are forecast to increase by \$1.8 million over the forecast interval, reflecting primarily infill growth in the City.

Risks to the Forecast

The following were judged to be issues of potential significance, but their effects were not explicitly included in the forecast.

Columbia Slough Sediments

The bureau could incur additional costs associated with fulfilling the 1993 consent order with DEQ to conduct a remedial investigation and feasibility study of contaminated sediments in the Columbia Slough.

Willamette Basin TMDLs

Costs associated with implementation watershed plans related to new Total Maximum Daily Load (TMDL) standards for the Willamette basin are not known at present, but could be significant.

Sanitary Sewer Overflows (SSO)

Newly proposed SSO rules could have significant financial impacts to both capital and operating budgets.

Underground Injection Control Rules

Both the capital and operating budgets could be impacted by costs associated with complying with new regulations and permit requirements.

EPA Letter

BES is currently in discussions with representatives from EPA and DEQ related to concerns regarding CSO controls, the water quality implications of underground injection wells, and sanitary sewer overflows. Substantive changes to current CSO control plans would impact the budget.

Columbia Boulevard Wastewater Treatment Plant Biosolids Removal

If the planned lining of the lagoon facility is required before the end of year five of this plan, funding will need to come from either added borrowing or offsetting reductions or deferrals of other projects.

Fanno Basin Infiltration and Inflow

Costs of either reducing infiltration and inflow or expanding the wet weather treatment capacity at the Tryon Creek treatment facility are at present unknown, but could be significant.

Other Factors

- Forecast rate increases could be affected by residential, commercial and industrial water use patterns that differ substantially from the conservation assumptions in the forecast.
- A significant increase in interest rates over the forecast interval could increase revenue requirements for interest on new debt.
- An increase in the actual rate of inflation over the forecast inflation rate could require correspondingly higher rate increases.
- Greater than anticipated economic growth in the region could cause system development charge revenues to exceed forecast levels over the coming five years. Any such unexpected revenues would be an offset to revenue requirements from rates.

Bureau of Environm ental Services Revenue Requirem ent from Rates

	2006	2007	2008	2009	2010
O&M and CIP Expenses					
Personal.Services	\$27,603,077	\$28,228,119	\$29,361,777	\$30,374,209	\$31,339,868
M aterials & Services - External	17,577,522	20,840,287	19,517,358	20,228,718	20,515,621
Materials & Services - Internal	32,764,662	32,826,288	33,133,391	34,236,385	35,253,604
CapitalOutlay (non-CIP)	2,431,733	1,394,098	1,530,043	1,711,530	1,581,932
CIP	129,189,223	100,151,218	152,104,158	183,314,769	184,112,979
Equipm entCash Transfers	25,448	25,904	26,369	26,842	27,323
Lease/Purchase Paym ents	0	0	0	0	0
Am ortized Bond Interest/D iscount	165,647	3,479,960	108,830	2,849,828	2,805,138
Cash Transfers:					
General.Fund Overhead	2,796,298	2,872,115	2,949,987	3,029,971	3,112,123
Utility License Fees	12,809,321	12,809,321	12,809,321	12,809,321	12,809,321
Rate Stabilization Fund	9,325,000	5,425,000	5,425,000	6,525,000	6,525,000
SewerRevolving Loan Fund	0	0	0	0	0
O ther Funds	6,493,753	6,742,105	6,332,672	5,803,389	5,704,133
TotalO&M and CIP Expenses	\$241,181,684	\$214,794,414	\$263,298,905	\$300,909,963	\$303,787,042
Cash Transfers to Debt Redemption Fund:					
Existing DebtService	65,775,139	65,532,370	66,215,170	66,223,120	66,217,845
Projected New Senior Debt Service	0	0	19,312,458	19,312,458	34,678,117
less Capitalized Interest Offset	0	0	0	0	0
Existing/New Junior Lien Debt Service	18,253,580	18,863,192	19,072,166	18,783,070	19,559,905
Cash Transfers to Sewer Construction Fund:					
Cash Financed Capital. Im proven ents	20,706,113	18,433,391	14,091,040	20,927,043	16,552,994
Annual System Costs	\$345,916,516	\$317,623,367	\$381,989,739	\$426,155,654	\$440,795,903
				46.90	
Less: Other System Resources				0.61	
CIP Rein bursen ent from Constr. Fd	\$135,892,621	\$107,051,207	\$159,206,503	\$190,625,405	\$191,638,014
System s D evelopm ent Charges	6,126,473	6,654,062	7,043,705	7,456,728	7,894,531
W holesale SewerContracts	3,115,067	3,216,501	3,321,253	3,429,434	3,541,156
OtherService Charges	642,496	662,681	683,500	704,973	727,121
Service Rein bursem ents	1,251,208	1,290,516	1,331,060	1,372,877	1,416,008
Rate Stabilization Fund Transfer In	0	0	0	0	0
Other Cash Transfers	2,152,814	0	0	0	0
ProductSales	163,270	168,399	173,690	179,147	184,775
R ents	139,416	143,795	148,313	152,972	157,778
Licenses and Permits	649,982	670,402	691,464	713,187	735,593
Interest on Investments	536,362	478,346	616,796	622,782	736,594
M iscellaneous	322,739	332,879	343,337	354,122	365,248
Decrease/(Increase) in Oper. Fund Balance	8,709,319	(59,695)	(37,874)	(49,613)	(52,273)
TotalOtherResources	\$159,701,768	\$120,609,093	\$173,521,747	\$205,562,014	\$207,344,545
Required Revenues from Rates	\$186,214,748	\$197,014,274	\$208,467,992	\$220,593,640	\$233,451,358
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OFFICE OF MANAGEMENT AND FINANCE

Five-Year Financial Plan: Executive Summary

The Office of Management and Finance (OMF) internal service funds, enterprise funds, and Health Insurance Fund face a number of significant issues and challenges over the course of the next few years. This five-year forecast identifies these issues and challenges and details how OMF proposes to address them. The following is a summary of the issues and challenges common to the funds as well as a summary of each fund's specific issues and challenges.

ALL FUNDS

Based on a recommendation from the Governmental Finance Officer's study of Portland's budget process, interagency agreements (IAs) now are being generated a month earlier than in previous years. The rates and rate budgets for FY 2005-06 interagency agreements are at current service level targets for rate increases, as determined by the City economist in the Bureau of Financial Services-Financial Planning Division. These inflation targets are projected to be in the range of 2.9% to 3.7% in FY 2005-06 and to stay in this approximate range for the five-year planning period. FY 2005-06 is the basis for each fund's five-year financial forecast.

For FY 2005-06, all IA data was loaded to BRASS, the City's new budgeting software, and bureaus are running reports to view their IAs. They will also use BRASS to make changes to their IAs.

OMF is keenly aware that there are significant financial challenges facing the City and that all bureaus will be seeking ways to reduce and/or contain costs, while maintaining the effective delivery of critical services with minimal disruption. The rate reductions that OMF and the Mayor's Office decide to propose as part of the OMF Requested Budget would be processed through decision packages. These decision packages would be taken into account along with all the other bureaus' decision packages as part of the Mayor's balancing of the Proposed Budget.

The internal service funds have reduced rate budgets for the past five years. The challenge for these funds continues to be finding efficiencies and reducing services in ways that limit the impact on core service delivery.

One of City Council's strategic issues is aging infrastructure. All City assets are aging, including civic assets in the Technology Services and Facilities Services funds. However, funding for replacement or major maintenance is either non-existent or below industry standards. Problems will get worse in the future if OMF is not able to fund large projects to keep aging assets from deteriorating. The City needs a comprehensive approach for funding major maintenance of large physical assets, including facilities and communications systems. Rates for 800 MHz radio system services and most facilities include a major maintenance component. 800 MHz rates collect 2.2% of system replacement value each year for major maintenance. Due to rate budget reductions over the last two fiscal years, Facilities Services has had to reduce the major maintenance component of its rates. Facilities Services rental rates now collect 1.56% of building replacement value each year for major maintenance; this is down from 2.2% and the industry standard of 3%. 800 MHz rates are below industry standards of 5% of replacement value of communications infrastructure. There has been no set aside for replacement of other core data communication or computing equipment.

Other significant issues, challenges, and changes for the funds include:

- Higher costs for health benefits The projected funding shortfall in the City's Health Fund will mean cost increases to all City funds.
- City revenues not keeping track with inflation All the City's major funds are under financial constraints. In the General and Transportation funds, revenues are not keeping track with inflation. And, in the utility funds, there is great pressure to keep rate increases down and to manage large capital projects within budget.

- ◆ Implementation of the Enterprise Business System (EBS) Project The implementation of an EBS is much more than a replacement for the City's financial system with a new, more integrated system. It represents a time for the City to standardize and improve business process for increased efficiency and to put the system on a new IT platform. This will be a large project for the City and one in which the OMF funds, particularly BTS, will be involved.
- Strategic sourcing This new approach for purchasing goods and services through large contracts has the
 potential to provide savings to the OMF funds and therefore their customers.
- Focused review of General Fund overhead model The OMF funds pay \$4.3 million a year in General Fund overhead and have experienced large, unanticipated cost swings, which makes them significant stakeholders in the outcome of this review.
- Focus on program budgeting/managing for results The increased focus on program budgeting has the OMF funds revamping their program budgeting structures to be able to report on program finances and performance in the manner that will be used by the entire City.

BUREAU OF TECHNOLOGY SERVICES

In the spring of 2002, OMF undertook an organizational analysis and a number of recommendations were made and accepted by the Chief Administrative Officer. One of these organizational changes was combining the bureaus of Communications & Networking and Information Technology under one director, the City's Chief Technology Officer (CTO). The new bureau for this organization is known as the Bureau of Technology Services (BTS).

Through FY 2004-05, Communications & Networking and Information Technology were in two separate funds. For FY 2005-06, however, the funds will be merged to better match the BTS financial structure with its organizational structure. The Communications & Networking Fund (fund number 707) will be closed on June 30, 2005 and a residual equity transfer of its assets and liabilities will be made to the Information Technology Fund (fund number 711), which will be renamed the Technology Services Fund.

Other benefits of merging the funds include the following:

- BTS will do away with the 554XXX series of IA accounts formerly used by ComNet. All BTS services will be budgeted and billed under the 555XXX series of IA accounts. This gives BTS an opportunity to improve the subaccounts used for budgeting and billing its services to provide customers with a higher level of detail in IBIS on the costs of BTS services.
- Combining the two funds' balances will give BTS more flexibility to meet the challenges of its dynamic environment and address the problem of certain rates in IT programs not having a replacement component.
- The consolidation of IT and ComNet allows for rates and rate budgets to be consolidated. In FY 2005-06, rates for administration programs of BTS were consolidated. In the future, this may include ComNet and IT rates that provide similar services, such as in the area of data networks.

Replacement of the 800 MHz system backbone will not take place in the next five years. ComNet is looking at several options for the funding of a replacement system. These include federal appropriations, merging with a statewide system, bond measure, debt financing, or a combination of sources. The fund does not currently collect replacement for the backbone in its rates.

In FY 2004-05, ComNet dedicated \$326,622 in rate revenue to the capital project known as PREP (Public Safety Radio Enhancement Project). In addition, \$350,000 for 800 MHz major maintenance was authorized on a one-time basis from the General Fund Capital Set-Aside. This mix has allowed the fund to do important work on the 800 MHz radio system under PREP. Continuing this funding, and possibly increasing it, is a priority for BTS because the system needs to be maintained at public safety standards.

The main portion of the Integrated Regional Networking Enterprise (IRNE) capital project was completed in January 2003. The IRNE is now an ongoing operating program of the fund. Now that a contractual arbitration with Qwest has been resolved, extending the IRNE to off-net sites can be completed and is projected to be completed in FY 2005-06.

The operating budget for the IRNE is being closely monitored in FY 2004-05 because the fund had little history of IRNE operating costs on which to base rates and because FY 2004-05 is the first year in which debt service will be at its full level. The FY 2004-05 IRNE budget is balanced with CSL rates to City users and external revenues and so is the FY 2005-06 IRNE rate budget that was drafted for FY 2006 interagency agreements. The fund was able to balance this program for two reasons. First, IRNE outside agency revenue is projected to be about \$1.19 million annually (23% of the total), mostly derived from the IRNE/I-Net data connectivity product offering. Second, the fund has decreased the major maintenance component of the rates. It is projected that as the IRNE project is completed, cost efficiencies will be identified to provide the money to restore the major maintenance component of the rates.

BTS has identified some approaches for funding new initiatives. The one with the most potential is for BTS to identify efficiencies in the IT infrastructure of the City, fund them out of its fund balance combined with elements of funded projects, provide a higher level of service, and get repaid by not decreasing rates to bureaus when the savings materialize. This is the approach taken with the server consolidation project now underway as part of the FY 2004-05 budget process. The fund fronted \$459,000 for the replacement and consolidation of servers and an unfunded project to upgrade the e-mail system that was at the end of its supportable lifecycle. When completed, the program will require two fewer positions to manage the new group of servers, and thus the fund will have the savings to pay back the initial costs and fund a replacement program.

Consistent with the ASR and the City IT Strategic Plan, the FY 2004-05 Adopted Budget included a budget note for BTS, BES, and the Water Bureau to develop a management agreement for the transfer of IT staff to BTS in FY 2005-06. The budget note also called for TRACS operational costs and support staff in BDS to transfer to BTS on July 1, 2005. This is all in process and the FY 2005-06 BTS interagency agreements and budget will reflect the transfers.

Two other implications of these staff transfers are:

- TRACS will become a corporate application, and BTS will be responsible for its ongoing management, operations, and maintenance.
- The transfer of hands-on management of bureau-specific applications will be accomplished over a period of time, through a collaborative planning process with each bureau.

For the FY 2007-10 planning period, BTS is expanding its capital planning beyond the 800 MHz system and IRNE to include other capital programs necessary to maintain secure and reliable data networks and server infrastructure.

After implementation of the EBS project is completed, BTS will be responsible for the system's overall ownership, ongoing management, and maintenance because it is a corporate application. This forecast details the specifics on the plan for implementation and its implications.

CITYFLEET

CityFleet completed a focused review of its operations and finances as directed in the FY 2002-03 budget. This review included the input of customers and other professionals in the vehicle services field and resulted in a Service Improvement Plan (SIP). This plan included 31 work items, which CityFleet and a committee of bureau representatives are close to completing. As a result, the committee of bureau representatives has been reconstituted as a customer advisory board. This group is a sounding board comprised of five representatives from the Environmental Services, Transportation Maintenance, Police, Parks, and Water bureaus to give advice and input to the CityFleet Manager. Fleet coordinators for the customer bureaus meet monthly to review and advise CityFleet on fleet-related initiatives, and they serve as a point of contact for communication and coordination between CityFleet and customer bureaus.

Most of the 31 SIP work items were customer-service and operations oriented; however, two represented significant changes to the financial models of the fund. The first change was a new model for operating rates and was implemented in FY 2004-05. The second change is a new method of accounting for replacement monies and developing replacement rates. This includes managing the monies as one single bureau unit instead of a group of accounts set up for each bureau's vehicles.

The previous model of having individual accounts for each bureau vehicle had two disadvantages. It inherently required more cash because the customer was basically having to fully fund each vehicle, and it led to confusion with bureaus as to how much flexibility they had.

The new model includes the following elements:

- Replacement rates will be at the customer bureau level. They will be based on a 20-year projection of the needs
 of the bureau.
- An endowment will be funded by transferring proportionate amounts from each customer bureau to the endowment. The endowment will serve as a financial backstop to the bureaus' replacement accounts.
- The endowment will spin off all its interest earnings each year to bureaus.
- The rates per bureau are calculated to keep the bureau's account positive and no more. This minimizes cash needs for the bureaus.

There are two advantages of this new model. It reduces the cash needs from bureaus, and the money is truly managed at the customer level. Any change a bureau wants to make to its fleet has to be made in the context of the model (e.g., upgrading a vehicle by paying cash or covering the cost out of the customer's account). Therefore, the model can be used to address the special situations that come up like upgrades, turn-ins, sales, additions, change of lives/salvage values, leasing versus purchase decisions, etc.

This new model makes replacement rates subject to bureau decisions during the year. As bureaus decide to decrease vehicle lives in order to have newer vehicles with reduced repair and maintenance costs, their replacement rates will go up. Likewise, as bureaus upgrade vehicles, turn in vehicles, etc., their replacement rates will be affected.

It is not yet known what the financial impact will be to the CityFleet fund due to bureaus moving to direct bill for repair and maintenance services. Consultants in the vehicle management industry predict some drop off in services requested by customers. The fact that bureaus are paying for each and every repair and that future estimates will only be based on their vehicles' history may be enough to see a change in behavior by bureaus that results in a revenue decrease for the fund. The fund will continue to monitor this closely during the fiscal year to make sure it does not have an adverse impact on the fund. The fund has only three months of financial data, so it is difficult to use this to project costs for the full fiscal year due to the following factors:

- There is a lag in hours getting posting to Fleet Anywhere, CityFleet's management information system.
- There is a lag in recording vended services expenses due to lags in vendors submitting their bills.
- In the summer months, mechanics use their vacation time more than other times of the year.
- In the summer months, customers need their vehicles a great deal on construction and paving projects and may only bring them in for required repairs.

The implementation of the new rate model required a number of changes to the way mechanics record time, how billings are calculated, and how information is presented to customers. Progress has been made in this area, specifically the launching of a website for posting information on billings. Work on this will continue to demand a major portion of CityFleet staff time over the next year as the website is expanded to provide customers with the ability to run reports to get more information on their billings and vehicle costs.

RISK MANAGEMENT

The CSL interagency agreements for Insurance & Claims are decreasing by 7.4% for the City as a whole in FY 2005-06, and they will continue at this annual rate of decrease through the five-year period of the plan. CSL interagency agreements for Workers' Compensation citywide are increasing by 10.4% in FY 2005-06, and they will continue at this annual rate of decrease through the five-year period of the plan.

These rates were determined based on a five-year forecast model that has claims payments and reserve requirements as its two key components, as determined by the annual actuarial study the funds have prepared. The actuarial study recommends a range for the reserve levels needed to cover outstanding incurred liabilities. The range is produced by calculating reserves at various confidence levels (i.e., the probability that actual losses will not exceed the reserve level). In addition, reserves are stated at a discounted level, which takes into account the fact that the fund earns interest on fund balances. For the five-year CSL forecast, the Insurance & Claims Fund is at a 60% confidence level and the Workers' Compensation Fund is at a 75% confidence level.

For the combined Insurance & Claims and Workers' Compensation Funds, interagency agreements will decrease by Risk Management's internal services inflation rate of 0.25% in FY 2005-06 and average 1.18% for the five-year period. This was accomplished with no change in the confidence levels of the funds. However, the funds have built into their forecasts a reserve for administrative costs. In previous years, when unanticipated costs came up they were funded out of the regular self-insurance reserves. These reserves are set at 10% of the administrative budgets, approximately \$177,000 for Insurance & Claims and \$195,000 for Workers' Compensation.

It is the practice of the Risk funds to have the target for annual rate increases based on two factors. These two factors are what is needed to have the funds hit their actuarial reserve targets in the fifth year and to keep the administrative programs only increasing at the level of CPI. These reserve targets are set with no change in confidence levels. Any change in confidence levels would have to be requested as part of a decision package, because the service level to the customer is increasing.

PRINTING & DISTRIBUTION

As of July 1, 2004, P&D has implemented the City's new Sustainable Paper Policy and moved to a 30% post consumer waste (PCW) standard for everyday copy paper (20# white bond). As this does not meet the City's 10% requirement for alternative environmentally preferred paper (AEPP), P&D is continuing to work with bureaus to identify projects that can use more environmentally friendly paper stocks. Over the next five years, P&D anticipates AEPP stocks being used with increasing frequency.

Over the five-year period, P&D will continue to work with customers on upgrading copiers to machines that are both a copier and a printer. The advantage of these machines is that the cost per page is less than with regular laser printers and the machines have more capabilities for printing than standard laser printers. Implementation of these machines will depend on a cost/benefit analysis and bureaus' willingness to make the capital investment or P&D's ability to come up with an attractive financing method. Additionally, P&D will begin to work with bureaus on right-sizing their copier/printers. The intent is to make sure bureaus do not overspend capital dollars by requesting machines that are too large for the volumes that will be created.

Sustainability issues will grow in importance, with emphasis on which paper stocks will be used for City projects. If, in the future, the City chooses to mandate higher levels of recycled content and other environmental criteria, customer bureaus would potentially see additional cost increases.

PARKING FACILITIES

The forecast for the fund's finances over the next five years predicts that the Parking Facilities Fund will be able to provide sufficient net operating revenues in order to make recommended major repairs to the facilities and fund required reserves. In addition, the revenues will enable the fund to make annual debt payments for the parking construction debt and for the downtown streetcar construction debt, plus provide an annual operating transfer to PDOT at the current level. There are five primary factors that have contributed to a healthier projection compared to that of a year ago:

 Parking revenues have improved during the current fiscal year, primarily due to increased usage of the Smart Park garages due to improved economic conditions in the downtown area.

- Over the past year and a half, Parking Fund management has been able to save approximately \$338,000 annually in the cost of the garage management contract, with the agreement that has been in place since July 2003 and a projected \$100,000 in the new attendant/revenue services contract, which began in September 2004.
- Prior to FY 2003-04, the Parking Facilities Fund had contributed approximately \$650,000 annually to the campaign to promote downtown. Beginning in FY 2003-04, that contribution has been frozen at \$100,000 annually.
- For the past two fiscal years, the Parking Fund's operating transfer to PDOT has been reduced to \$700,000 annually. In FY 2002-03, the Parking Fund transferred \$1,389,000 to PDOT.
- FY 2004-05 is the first year in which the annual debt payment for the downtown streetcar construction reached a level that will remain virtually flat for the next 20 years.

While the fund has made improvements, there are still areas of concern:

- There is pressure to increase the level of janitorial and security services.
- There is a need to upgrade parking equipment to take advantage of new technologies that can reduce operating costs.
- Revenues from the commercial spaces in the facilities have dropped over the past two-and-a-half years. The fund forecasts to set aside 2% of replacement value each year for major maintenance projects. The industry standard for major maintenance reserves is 2-4% of replacement value.

FACILITIES SERVICES

For the past five years, the Facilities Services Fund has made significant annual rate reductions as part of its efforts to find efficiencies and provide rate relief to other bureaus that have had to decrease their budgets. In FY 2004-05, Facilities Services reduced its Portland Building major maintenance rate and Portland Communications Center operations and maintenance rate by \$92,000 and \$18,000, respectively. Additionally, janitorial services were cut by \$90,000 at BGS-managed facilities. In FY 2003-04, refinancing savings from Police Bureau facilities and Portland Communications Center debt was returned to customers. As part of the FY 2002-03 budget process, the Facilities Services Fund cut its rates by 7% (a total of \$909,000). A large portion (\$302,000) of these cuts was to major maintenance of Police Bureau facilities, the 1900 Building, City Hall, and CityFleet properties. While these are new or recently renovated facilities, the cuts will have a long-term negative impact on them, since the fund will not have enough money to accomplish all of the planned projects. This follows a \$386,000 rate budget reduction in FY 2001-02 and a \$173,000 rate budget reduction in FY 2000-01. Included in these cuts was a total reduction of \$409,000 to major maintenance. Over the last four years, major maintenance has been reduced by \$803,000 and collections have decreased as a percent of replacement value from 2.2% to 1.6%. This will have a significant future impact as newer buildings, which currently have few maintenance needs, age and require considerable work. At that point, the Facilities Services Fund will find it difficult to meet all of its major maintenance needs.

In FY 2005-06, the Justice Center debt service lapses. After discussions with Financial Planning, the interagency agreement with Police will be decreased and Police's target will also be reduced. The \$1.4 million then will be used as Financial Planning balances the General Fund over its five-year forecast period. To the extent this leaves ongoing money available, bureaus can submit decision packages requesting some of it.

As a result of PDC and the Bureau of Licenses moving out of the 1900 Building, the building presently has 42,000 square feet of vacant space. For the short term, the cost of the vacant space in the 1900 Building is being absorbed by the building's major maintenance account. The account covered the net loss in FY 2003-04 and can cover the loss in FY 2004-05. However, this cannot continue, and the account would be drained by FY 2007-08 if the City continues to own the building and the space remains vacant.

BGS is discussing a sale of the building to Portland State University (PSU). Already a condominium owner in the facility, PSU is building a new Engineering Department building on the condominium property and is interested in buying the 1900 Building to address other space needs. If the City and PSU are able to come to terms for the sale of the building, the City bureaus would lease back space in the building. A sale of the building to PSU would relieve the City of covering the cost of the vacant space. The City would also no longer be responsible for capital upkeep of the building and the major maintenance money for the building would be made available for other uses.

SPECTATOR FACILITIES

In February 2004, Oregon Arena Corporation (OAC) filed bankruptcy and its properties were taken over by OAC's secured creditors effective January 1, 2005. In the bankruptcy process, the obligation of OAC's successor to assume all City agreements, including the Memorial Coliseum Operating Agreement, was upheld. This aspect of the court order on the bankruptcy is being appealed by the creditor group and final resolution may take two to three years. In the meantime, the creditor group is obligated to operate and maintain Memorial Coliseum and cover any operating losses during the appeal process.

The City has conducted two studies and explored several reuse options for Memorial Coliseum in the past two years. At this point, a viable reuse option has not been identified. The Memorial Coliseum continues to be operated by the Oregon Arena Corporation, or its successor, and the City has no operating responsibilities or operating liability for the facility. The building is over 40 years old, and capital improvements are a City cost. The City has deferred discretionary capital improvements during this study phase and will continue to do so until a long-term decision is made on the property's future.

In early 2004, the City terminated the Operating Agreement with Portland Family Entertainment (PFE) for PGE Park due to nonpayment of fees owed the City under the Operating Agreement. The City worked closely with the Pacific Coast League to have the League assume control of the teams and PGE Park. In April 2004, the League and City entered into a one year agreement for the operation of PGE Park.

The City has reached a tentative deal with League representatives on behalf of a new ownership group. This new group will acquire the teams and business assets of PFE, satisfy PFE creditors, and enter into a new, multi-year operating agreement with the City.

HEALTH INSURANCE FUND

The City of Portland's health insurance costs are now managed in two City funds: Health Insurance and Portland Police Association (PPA) Health Insurance. This plan includes forecasts and narrative discussion of both funds.

City Health Fund

In FY 2005, it is estimated that City Health Fund expenses will exceed revenue by \$3.7 million.

By recommendation of the Labor Management Benefits Committee and BHR, the gap between contributions and plan expenses is currently being paid by a draw on City Health Fund reserves. Under the existing plan design, the Health Fund balance is sufficient to cover anticipated "cap gap" requirements only through FY 2006. In that year, the estimated "cap gap" is \$8.0 million.

The FY 2007-10 forecast years are displayed for informational purposes only, since the fund balance less required reserve amounts in these years is negative. It is the policy of the City to ensure that the City Health Fund maintains sufficient reserves to make sure that Large Claims and Incurred But Not Reported (IBNR) requirements are covered and monthly claims obligations are met.

Further plan redesign and negotiations with the bargaining units will be ongoing throughout the forecast period to ensure that the City's benefits plan addresses the financial interests of the City. Efforts over the next 18 months are expected to alter the current plan cost forecasts and ensure that adequate reserves will be available to cover reserve requirements.

Portland Police Association Health Insurance Fund

The PPA Health Insurance Fund, administered by the Bureau of Human Resources, is new in FY 2004-05. It is intended to pay medical claims for PPA City employees, dependents, retirees, and other participants in the self-insured medical plan associated with the group. The fund was established as the result of an interest arbitration award that separated the PPA from the City Health Fund.

OFFICE OF NEIGHBORHOOD INVOLVEMENT

Five-Year Financial Plan for Neighborhood Inspections

The following is the Office of Neighborhood Involvement's five-year financial plan for Neighborhood Inspections, as requested by the City Council in the FY 2004-05 Adopted Budget. This document will provide City Council with better information about the program's financial future, as well as guide the bureau in management of the program.

PROGRAM FUNCTIONS

The Neighborhood Inspections program, also known as the Neighborhood Inspections Team (NIT), enforces Title 29, the section of City Code relating to property maintenance requirements. The two major service components of this program are Housing Inspections and Nuisance Abatement. Housing Inspections works to ensure safe housing for Portland's citizens through the enforcement of minimum standards in residential structures regarding basic equipment, facilities, sanitation, fire safety, and maintenance requirements. The Nuisance Abatement sub-program works to eliminate property nuisances such as trash and debris, overgrown lawn areas, garbage, storage of nontrash items, visibly disabled vehicles, and illegal dumps.

RESOURCE GAP

Historically, Neighborhood Inspections has been funded by a mix of General Fund, interagency, and program fee revenues. Each of these funding streams, however, is in varying states of decline, as illustrated below:

NIT received \$1 million - \$1.2 million annually in General Fund support over the majority of the last ten fiscal years, but this backing was cut entirely in FY 2002-03. When NIT was transferred from the Bureau of Development Services (BDS) to the Office of Neighborhood Involvement (ONI) in the FY 2003-04 Adopted Budget, \$670,000 of General Fund support was restored to the program. (Only \$497,000, however, was spent given that the program revenues exceeded estimates in FY 2003-04.) Commissioner Leonard advocated for this based on a belief that the program had become excessively punitive, and this General Fund allocation was deemed appropriate by the City Council. This funding, however, was cut again in the FY 2004-05 budget process, leaving just \$252,000.

The program's two major interagency funding sources have also scaled back support. In FY 1998-99, the Bureau of Housing and Community Development provided \$555,000 in support of a program that targeted housing inspections and nuisance abatements in certain areas. Since then, this funding has been gradually reduced and was ultimately eliminated in FY 2004-05. Likewise, the Office of Sustainable Development provided an annual average of \$230,000 to support NIT garbage service inspections and nuisance abatements between FY 1998-99 and FY 2000-01, but this funding has been reduced in the years since; OSD interagency support is projected at \$115,000 in FY 2004-05 and \$65,000 in FY 2005-06.

Finally, the code enforcement fee revenue stream has lessened since November 2004. It was initially assumed that this revenue stream was weakening due to the new enforcement policies implemented under Commissioner Leonard. Analysis, though, has shown that this is not necessarily the case, given that the revenues generated by cases predating these policies has declined along with the revenues associated with cases opened since this policy shift. Rather, one of the more compelling observations which appears to explain this trend is the correlation between program revenues and the federal interest rate. The code enforcement revenue stream tapered at roughly the same time that the federal interest rate began to climb following the dramatic lows seen between 2001 and 2003. This correlation implies that as interest rates climbed, fewer loans were made to finance real estate purchases, thereby reducing the number of outstanding liens settled as a result of such purchases.

Under existing conditions, this financial plan forecasts a \$1.7 million funding gap for the Neighborhood Inspections Program between FY 2005-06 and FY 2009-10.

The Neighborhood Inspections program does have a reserve fund which exists to offset cyclical downturns in the program revenue stream. The fund balance, however, is only \$735,000. Under current projections, without new revenues or a reduction in service levels, this contingency reserve would be drawn down to \$0 in FY 2006-07.

While the aforementioned enforcement policy shift has reduced code enforcement fee revenues, the motivating factor for these changes has been that prior enforcement practices were deemed to have been excessively punitive and inconsistently applied. Following an Ombudsman review in FY 2002-03, and after becoming part of Commissioner Leonard's portfolio, Neighborhood Inspections' focused its code enforcement practices increasingly on resolving housing and nuisance cases, and less so upon assessing code enforcement fees.

STRATEGIES TO CLOSE FUNDING GAP

The shortfall projected for the Neighborhood Inspections Program will need to be addressed in the near future. In the FY 2004-05 fall budget monitoring process, ONI proposed to close the funding gap via reductions to the materials and services budget, and a one-time contingency drawdown. This strategy, of course, will not address the ongoing funding gap since it relies on a contingency transfer from one-time resources.

The Office of Neighborhood Involvement recommends that additional General Fund resources be allocated to this program in order to close the funding gap. In FY 2004-05, \$400,000 of General Fund resources were cut from the Neighborhood Inspections budget. This cut was made under an assumption that NIT could rely increasingly on code enforcement revenues and still maintain existing service levels. ONI recommended against this cut given that the bureau expected shrinking program revenues, and recent history has borne this expectation out.

ONI and Commissioner Leonard believe that requiring NIT to rely heavily on code enforcement revenues encourages excessively punitive enforcement. If General Fund revenues cannot be leveraged to support these services, however, the City will need to identify another permanent solution which incorporates new revenues, a reduction in service levels, or both. The Neighborhood Inspections Cost of Service Study, requested by the City Council and recently completed, addresses alternative strategies for closing this funding gap.

OFFICE OF SUSTAINABLE DEVELOPMENT - SOLID WASTE MANAGEMENT FUND

Five-Year Financial Plan Executive Summary

FINANCIAL OVERVIEW

	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08	FY 2009-10	FY 2009-10
R esources						
Beginning Balance	3,123,495	2,584,305	2,388,349	2,160,693	1,893,115	1 , 589 , 485
Residential Revenue	1,764,535	1,775,369	1,818,299	1,861,738	1,906,741	1,952,754
CommercialMFRevenue	1,174,296	1,041,735	1,054,282	1,066,955	1,079,754	1,092,682
Internal Revenue	58,073	0	0	0	0	0
Unrestricted revenue	306,050	313,115	319,355	312,201	303,899	295,005
Total Fund Revenue	3,302,954	3,130,219	3,191,936	3 240 894	3 290 394	3,340,440
Total Resources	6,426,449	5,714,523	5,580,285	5,401,587	5,183,509	4,929,925
Requirem ents						
Residential Program s	1,282,765	1,182,206	1,216,855	1,250,600	1,285,061	1,320,345
Green Building	860,688	524,402	537,710	551,176	565,127	529,391
CommercialMFPrograms	1,369,971	1,330,640	1,360,760	1,389,873	1,419,873	1,450,408
0 ther	328,720	288,927	304,266	316,823	323,923	331,155
Total Requirements	3,842,144	3,326,175	3,419,591	3,508,472	3,593,984	3,631,299

REVENUE SOURCES

Revenue sources for the Solid Waste Management Fund include residential franchise fees, commercial tonnage and permit fees and grants.

- Residential franchise fees are set at five percent of private haulers' total revenues.
- Commercial tonnage fees are set at \$3.80/ton for garbage disposal.

Fund Balance

It is City policy to maintain a minimum fund balance of \$725,000 to cover an operating reserve and contingency for storm clean-up (\$250,000) and a set aside for rate stabilization (\$475,000) in the event prices for recyclable materials fall dramatically.

The fund balance on July 1, 2004 was \$3,123,495 and comprised of:

- \$2,001,136 from the Commercial program.
- \$307,221 from the Residential program.
- \$815,137 from combined sources.

The commercial program continues to operate at a net loss, relying on accumulated fund reserves to maintain existing programs. Although the forecast maintains reserves within the minimum target established; ending fund balance is reduced significantly over the five-year forecast.

ISSUES AFFECTING THE FINANCIAL PLAN

Nuisance Abatement

The FY 2003-04 Adopted Budget included a \$100,000 cash transfer and a \$50,000 interagency agreement with the Office of Neighborhood Involvement (ONI) for nuisance abatement activities. In prior years, those activities were performed by the Bureau of Development Services. Responsibility for neighborhood inspection functions was transferred to ONI in FY 2003-04. An agreement was reached in 2003 that beginning in FY 2005-06 OSD will no longer provide a fund transfer that

is explicitly used to replace General Funds for nuisance abatement. Instead, OSD will have an interagency agreement with ONI for up to \$65,000 annually. This will allow for a better accounting of services provided and funded.

Public Trash Cans

Until July 1998, the Office of Transportation funded the Public Trash Can program. In FY 1998-99, the Solid Waste and Recycling Commercial program began to fund this service. Similar to the Leaf Pickup program, only a portion of the city is provided service. In this case, service is limited to downtown and six other business districts.

The Five-Year Financial Plan assumes the program costs will remain about \$172,000 annually – equal to more than 15%. This remains a large and growing expense as more public trash cans are added along the new streetcar and other rights-of-way.

In last year's Five-Year Financial Plan OSD was asked to examine the city trash can collection program and to identify ways to cut costs and increase equity of service. Solid Waste and Recycling staff undertook a comprehensive review of the program and its costs during 2004. The review yielded several positive results:

- The collection contracts were re-bid, resulting in a 26% savings and capping several sources of uncontrolled
 costs.
- Regular communication was established with the Portland Business Alliance (PBA) on the downtown collection, which represents 69% of the cost of the program. OSD and PBA are jointly examining adjustments to service in downtown to make it more efficient.
- A moratorium was placed on adding containers and collection in areas of the City not currently receiving service.
- All cans were mapped and given a visible identification number that distinguishes them from TriMet or private cans, making response to complaints simpler.

The staff considered several options for expanding service and for generating revenue from businesses to pay for collection. To control costs, OSD will continue with the existing level of collection without expanding to new areas and develop a set of guidelines and policies for adding business association-sponsored containers in targeted districts.

Residential Rates

Every year the Office of Sustainable Development reviews and revises rates to reflect the current costs of providing residential garbage, recycling, and yard debris collection. Analysis includes independent CPA review of hauler financial records, monitoring of the average weights of garbage in each can size and forecasting the market value of recyclables. Rates are developed using cost-of-service rate-making principles, with solid waste and recycling haulers projected to earn a 9.5% operating margin, and the City receiving a 5.0% franchise fee. Prior to submittal to City Council, the Portland Utilities Review Board reviews the proposed rates.

City Council approved a rate change effective July 1, 2005. Solid Waste rates were reduced overall. The effect of the new rates is that 81% of residential customers had a rate decrease, 9% experienced no change in their rate and 10% had a rate increase. The primary reasons for the rate decrease were strong recycling markets and reduced hauler management and office costs that offset higher costs for disposal, fuel and hauler health insurance.

Commercial Tonnage Fees

The forecast includes an increase of over \$347,000 in commercial revenue in the next five years as compared to the prior year's plan. Table 2 shows a detailed analysis for the commercial tonnage. The tonnage is estimated assuming the program will reach its 60% recycling goal. The increase in commercial tonnage will affect the revenue collected for the program.

Green Building

The Green Building program provides technical assistance on comprehensive sustainable building practices, including a strong emphasis on waste prevention and reduction, job site recycling, recycling facilities in buildings, reuse of salvage materials, and recycled-content building products. Recent accomplishments include:

- The registration of over 40 LEED-certified green buildings, more than any other city.
- The construction of more than 2000 multifamily housing units with green features to reduce waste, improve indoor air quality, and conserve resources.
- Creation of a guide to commercial office remodeling that emphasizes waste reduction, reuse and recycling.

The plan included \$341,419 as carryover from FY 2003-04 to fund the projects listed above through the Green Incentive Fund in FY 2004-05.

License Fees

OSD makes an annual payment to the Bureau of Licenses that offsets residential franchised haulers' business license fees. This City has followed this process since the onset of Portland's franchise collection system in 1992. The Bureau of Licenses recently informed OSD that the cash transfer for FY 2005-06 would be increased from \$55,000 to \$85,000. OSD will review and evaluate this payment on behalf of residential haulers.

Food Composting

In order to meet the City's recycling goals and to convert food waste to a useful composting product, OSD will begin a food composting program in 2005. This program has been in the works for several years but was held up because Metro had not identified a facility to receive the compost. Now that Metro has entered into a contract with a food compost facility, the Metro Central Transfer Station will be able to accept source-separated food waste. OSD will target large producers of food waste and assist them in setting up programs to separate food waste from trash and have it collected by haulers. Large groceries, hospitals, cafeterias, produce wholesalers, food manufacturers and restaurants are on the target list. We will provide training for their employees, flyers, stickers and recycling roll carts for the compostables. The food composting program is estimated to be budgeted at \$120,000 for the next five years for training and container expenses.

OFFICE OF TRANSPORTATION

Five-Year Financial Plan: Executive Summary

This financial forecast lays out the City of Portland Office of Transportation's (PDOT) strategy to balance program objectives against limited revenues from existing authorized sources for the next five years. It also outlines major challenges the City must address in accomplishing PDOT's mission. This forecast discusses several points in detail:

- Due to one-time funding, PDOT's budget is balanced in FY 2005-06. However, beginning in FY 2006-07, deficits emerge and jump to approximately \$6 million annually unless new revenue is found or service levels are reduced.
- Transportation infrastructure is deteriorating the City needs to invest more, not less, in maintaining the infrastructure.
- New requirements and inflation continue to put upward pressure on program costs, making it increasingly difficult to achieve balance via spending cuts. Likewise, cost pressures on our funding partners may force reductions and reduce overhead cost recovery. For example, BES is considering a cut of \$390,000 in funding of sewer and stormwater maintenance services.
- By managing the system well and focusing on Portland residents' highest priorities, we reduce long-term costs and create a more livable city. PDOT has responded to the need for improved freight mobility to help create jobs while maintaining a multi-modal approach to providing transportation services. We have also responded to citizens' demand for improved traffic safety with innovative funding and programs.
- PDOT is implementing its new Strategic Plan, adopted in June 2004; see Appendix B for a summary of this plan.

SUMMARY OF FINANCIAL PICTURE

PDOT's primary source of discretionary operating revenue is the State Highway Trust Fund. The main components of Highway Trust Fund revenue are gas tax revenue, vehicle registration fees, and titling fees. Since none of these sources are indexed to inflation, discretionary revenues are projected to be relatively flat in coming years. Meanwhile, costs are expected to rise due to inflation, particularly energy and health benefit costs, and due to new requirements.

The 2003 Legislative Assembly passed the third Oregon Transportation Investment Act (OTIA III), which increased vehicle registration fees, resulting in increased Highway Trust Fund revenue, but it has not been enough to counteract the effects of inflation. Much of the increase was dedicated to specific projects; a sizable but limited amount of unbonded revenue was allocated to state and local jurisdictions for road maintenance.

Meanwhile, infrastructure maintenance costs are increasing due to the age, complexity, and growth of the assets in the City's transportation system. Furthermore, new and ongoing commitments increase PDOT's funding requirements, such as:

- Americans with Disabilities Act (ADA) requirements
- Operations and maintenance impacts of new development
- Energy and health benefit cost inflation
- Environmental protection requirements; for example, sweeper debris cost increases

PDOT also has been designated as either the lead or a key participant in development and implementation of plans to encourage economic redevelopment, such as:

- Freeway Loop Study
- Freight Master Plan
- I-5 Trade and Transportation Study
- South Corridor, Transit Mall, and South Waterfront projects
- Transportation-related elements of PDC's Economic Development Strategy

This comes at a time when Transportation Planning staff levels have been cut substantially. Recovering both staff and funding to fulfill these obligations will be a challenge.

The gap between requirements and resources is not new, and simply reallocating resources will not close it. After several years of funding shortages, the City is investing far below the sustainable level in infrastructure maintenance (see Appendix E) and has implemented cuts in services and deferral of much-needed work, such as:

- Road reconstruction
- Street preservation
- New street lights and street light maintenance
- Signal maintenance

Total: \$173M InterAgency Contracts Remb. Grants & SDC A lbcation Donations Bureau Program Revenue Fund Balance GeneralFund Cash Transfer One-tine General Transportation Revenue

Figure 1.FY04-05 Transportation Revenue

Resources

PDOT's revenue sources are summarized in Figure 1. The projected budget for the Office of Transportation in FY 2004-05 is \$173 million. Gas taxes, parking revenue, and citations provide the largest segment, about 40% of the total, and together represent the General Transportation Revenue (GTR) available for maintenance and operation of the transportation system (with a small portion, about \$2 million, set-aside for capital). The remaining funding is provided by a variety of customers that purchase Office of Transportation services, such as other City bureaus, or is obtained by the Office of Transportation, often in the form of grants, for specific projects and purposes. Section II provides more detail on these revenues.

Requirements

Cost increases in this forecast are driven by the two factors: inflation and new requirements.

Key inflation factors for PDOT include:

- Inflation for most goods and services will range from 2.8% 3% in coming years.
- Employee health benefits inflation 5.7%
- Energy costs are rising faster than general inflation and is a critical component in the costs of asphalt and street lighting.

Cost increases from new requirements include:

PDOT's share of the Enterprise Business System Project (\$280,000/year)

- The Transit Mall project (\$185,000 startup costs and \$3.2 million annually in bond payments and direct project management costs)
- The City's portion of tram operations and maintenance (\$150,000)
- Bond payments on the expanded Sunderland Yard facility (\$150,000 \$225,000) until it is able to recover those costs (FY 2007-08)

Bottom Line: Revenues vs. Expenses

About \$67 million of PDOT's annual budget is discretionary (GTR) while the remaining sources of funds are committed to specific projects or activities. Thus, the FY 2005-10 Financial Forecast focuses primarily on GTR.

Table 1 shows PDOT's five-year projection of expected revenue and expenses supported by GTR. The table shows that projected annual operating expenses exceed revenues every year. Use of one-time resources will bridge the gap through FY 2005-06. However, the annual deficit will grow to over \$6 million and total \$18.9 million over the five-year planning horizon.

Closing the Gap

This financial forecast assumes that PDOT will carry over a \$2.8 million surplus in FY 2004-05 to help reduce the impact of fiscal shortages in future years. This surplus reflects limited one-time funding from OTIA III. The carry-over will be sufficient to balance FY 2005-06, but beginning in FY 2006-07, PDOT will need to either make service reductions or find additional sources of revenue.

Table 1: Five-Year General Transportation Revenue Budget (in \$millions)

	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08	FY 2008-09	FY 2009-10
Requirements						
Base Requirements	65.6	67.0	68.7	71 <i>A</i>	72 2	74.1
Inflation		2.1	2.0	2.0	2.0	2.1
Adjustments and	3.1	(1.2)	2.5	3.5	3.1	2.5
New Requirements						
Total Requirements	68.7	67.9	73.3	77.0	77.4	78.7
Revenues	65.8	68.0	69.4	70.5	71.7	72.9
Annual +/-	(2.9)	0.2	(3.9)	(6.5)	(5.7)	(5.8)
Beginning Balance	5.7	2.8	3.0			
Ending Balance	2.8	3.0	(0.9)	(7.4)	(13.1)	(18.9)

The \$900,000 gap in FY 2006-07 will be addressed through savings and efficiencies of about \$300,000 per year beginning in FY 2004-05. In addition, PDOT will investigate the risks and savings that could accrue from improving cost recovery from its funding partners on projects and analyze its options for altering its debt service to improve cash flow and reduce interest liabilities.

In the long term, the \$18.9 million five-year funding gap can only be closed by raising new revenue or making cuts to services beginning in FY 2007-08. Given the size of the funding gap, this cannot be accomplished without cutting into core services such as paving, street cleaning, traffic system operations and maintenance, parking, sidewalks, and maintenance of structures.

Discretionary Revenue Enhancements

On the revenue side, the City's options are limited. For example, the City does not have the authority to enact a City gas tax or registration fee; and parking fees must remain competitive with private garages. PDOT recommends that a Parking Master Plan consider planning for future parking fee adjustments to ensure that revenues keep up with associated costs while maintaining consistency with market rates.

Because of these limitations, local transportation funding has been largely dependent on actions by the State Legislature to increase money in the State Highway Fund. This has not generated enough funds to meet Portland's needs. While OTIA III was an important increase, it is only a temporary reprieve.

The following could provide funding in addition to that included in this financial forecast:

- Legislative action in 2005 on a gas tax or in a general transportation funding package is possible, but based on current information on the 2005 legislative session, this seems unlikely.
- **Economic rebound:** A rebounding economy could enhance State Highway Trust Fund receipts over what is currently forecast.
- Street User Fee: Over 10 Oregon cities have street fees to help close the gap between state funds and local needs. The City Council passed the Street Maintenance and Improvement Fee (SMIF) in July 2001, but later repealed it in light of a successful referral effort. However, there is continued interest in the community for local transportation funding options.
- Street Light Levy: Street lights were funded by a property tax levy until 1993. Since that time this program has been funded principally by the General Fund (\$1 million of GTR helps pay for this program since FY 2003-04). With both GTR and General Fund resources tightening, City Council could consider a street light levy or fee to provide dedicated funding for this program once again, and free up \$5 million in General Fund dollars for other services and \$1 million in GTR.

BUREAU OF WATER WORKS

Five-Year Financial Plan: Executive Summary

The Bureau of Water Works is a major public water utility owned by the people of the City of Portland, serving more than 900,000 people. As an enterprise fund, the bureau operates on a self-sustaining basis, and is required to operate the water system within available resources and budget approved by the City Council. Water rates are established annually to ensure the collection of adequate revenues for the support of the water system as provided for in the City Charter.

Overall, the bureau's mission is to provide reliable water service, to act as a steward of our natural and financial resources, to provide the highest value service to our customers, and to support the values of the community. Our operating goal is to ensure that a reliable supply of water is available to provide sufficient quantities of high quality water to satisfy the existing and future needs of the community and regulatory standards.

FINANCIAL PLANNING PROCESS

The Water Bureau faces the unique challenges of operating like a private enterprise while remaining a governmental agency, and providing an essential service at an affordable cost. Almost all of the bureau's costs are recovered through user charges. Considering the massive capital investment and years of planning and construction necessary to create and deliver additional water supply, it is an ongoing task to keep those user charges low.

The objective of the financial forecasting effort is to provide a multi-year framework within which the revenues, expenditures, and capital financing options of the Portland water system may be managed. Each year a new Five-Year Financial Forecast is prepared for the active funds under the bureau's care to reflect changing economic conditions as well as changes to the operating environment. The forecast is monitored closely throughout the year to address budgetary constraints, capital decisions, and cash flow requirements.

The bureau's approach has been to create an interactive process that examines the large planning issues within the framework of the financial realities of the utility business. The utility financial planning/rate making process is complex and dynamic, requiring a variety of inputs ranging from formal accounting data to strategic planning goals and policy decisions.

The following set of requirements shape our financial planning process and the objectives we emphasize each year:

- The need to preserve a sound fiscal position as measured by the presence of adequate capital investment, fund balances, operating income, and credit ratios.
- The need, as a governmental agency, to comply with City Charter mandates, and to be responsive to City Council direction and the Office of Management & Finance budgetary requirements.
- The need to be financially self-sustaining by covering virtually all costs through user charges and other bureauspecific revenue sources.
- The need to allocate equitable user charges between inside-City (retail) and outside-City (wholesale) customers, in accordance with wholesale contract terms.
- The need to accurately predict and meet water demands, both through demand-side and supply-side management.
- The need to plan, construct, and finance massive and expensive capital facilities which take years to complete and must meet changing federal and state regulations.

ANNUAL FINANCIAL PLANNING PROCESS

As a result of the unique nature of the utility environment, the bureau utilizes a rigorous year-round financial planning process. The annual planning process has been summarized below to highlight the key financial activities of the bureau and to provide the context from which this planning document was derived. The bureau's financial planning process addresses both the governmental budgetary perspective as well as the utility rate setting/financial planning environment.

The basic elements of the bureau's financial planning process include:

- Establishment of goals and program priorities by upper management;
- Development of an internal budget process;
- Development of the Capital Improvement Plan (CIP);
- Preparation and implementation of the cost-of-service rate model;
- Development of Operating and Maintenance (O&M), and Capital requirements for each bureau work group;
- Evaluation of new program requests and available funding including efficiencies in existing operations;
- Forecast/rate scenarios to determine fiscal impacts of budget decisions;
- Preliminary financial forecast analysis and plan publication;
- Budget request publication;
- Development and presentation of rate ordinance;
- Final Financial Plan publication;
- Ongoing monitoring, analysis and reporting of utility and budgetary fiscal/operating performance through the Budget Monitoring Process (BuMP); and,
- Implement financial adjustments, as appropriate, to ensure the bureau's financial plan is achieved.

FORECAST RESULTS

Table 1: Annual Changes in System Costs, Revenue Requirements from Rates (Water Sales),
Rates and Residential Bill

FiscalYear	Annual System Costs	W aterSales/ Revenue Require- m ents from Rates	Average RetailRates	W eighted Average W holesale Rates	Typical (8 CCF) Residential Monthly Bill
2005-06	-1.4%	80.8	83.0	4.8%	\$16.83
2006-10 Average	3.3%	5.6%	3 2%	41%	NA.

The bureau's Annual System Costs decreased from \$84.3 million in FY 2004-05 to \$83.1 million in FY 2005-06. This 1.4% reduction is primarily a result of decreased cash financed capital requirements.

The bureau's water sales (revenue requirements from rates) are forecast to increase from \$71.8 million in FY 2004-05 to \$77.5 million in FY 2005-06. That is an increase of 8.0%, which reflects primarily increases in retail demand including the merger of Powell Valley Road Water District (PVRWD) wholesale customers with the City. Net revenue requirements from water sales are projected to rise on average 5.6% annually over the five-year forecast period.

The percentage change in revenue requirements from rates (water sales) is an aggregate figure that cannot be interpreted as a rate increase. The revenue requirements are the total dollar amounts collected from both wholesale and retail customers, without regard to the rate structure under which it must be collected. To determine rate impacts, revenue requirements from rates must be allocated between wholesale and retail customers. The method of allocating costs to wholesale customers is mandated by contractual provisions, and therefore, the proportion of the total revenue requirement recoverable from them varies each year. Retail rates are set on a "cash-residual" basis to recover whatever portion of the total revenue requirements (water sales) is not allocable to wholesale customers. Also, wholesale and retail rate changes take into account changes in estimated water demand. For FY 2005-06, overall retail demand is forecast to increase about 9%, which includes PVRWD merging with the City, increased annual bill reads from large meter program, and updated retail demand based on billing system (CIS) data.

FY 2005-06 Average Retail Rate Increase

The adopted FY 2005-06 average retail rate increase is 0.6%. This increase reflects funding for various Requested Service Level packages including 14 new positions for increased maintenance in response to the Maintenance Audit, 2-1/2 positions for open reservoir water quality monitoring in response to Council Resolution No. 36237, and 6 limited term positions for GIS acceleration to convert existing quarter section maps to "smart" maps. Rates also include a reduction in Current Service Level including a reduction of 6 existing positions to fund requested service level packages, a reduction of 1 position in support of CIP management, elimination of receptionist services and savings from Office of Management and Finance central services.

Retail Bills

On May 25, 2005, FY 2005-06 water rates and charges were adopted with the passage of City Ordinance 179273. The resulting "typical" residential customer using 8 ccf/month will pay \$16.83 per month - an increase of \$0.12. The "medium" commercial customer using 200 ccf/month will pay \$354.96 per month - an increase of \$2.11.

The bureau's Low Income Utility Assistance Program was once again approved by City Council. This program will provide to qualified single-family residential water customers a 40% discount on a typical low-income (5 ccf per month usage) bill - a discount of \$55.80 per year.

Wholesale Water Rates

The City currently sells water on a long-term wholesale contract basis to 14 cities and public water districts. In addition, the bureau sells water to five small private water systems, whose contracts renew every five years. About \$16.4 million of the total \$77.5 million in FY 2005-06 revenue requirements from rates (water sales) is forecast to be received from these customers. FY 2005-06 revenue to be generated from wholesale customers is up 2.8% from FY 2004-05, with an effective overall wholesale rate increase of 4.8%

Wholesale rates are calculated using methodologies that differ from inside-City retail rates, and as such are subject to different influences. Wholesale rates are set on the Utility-Enterprise basis (as required by their various contracts) and fluctuate from year to year according to the allowable rate of return, plant replacement indices and other factors.

The 25-year contracts with the 14 cities and public water districts were to expire beginning in the year 2004, but contract extensions to 2007 were agreed to by each of these wholesale customers, except the Rockwood Water People's Utility District. The extensions were granted to allow time to explore the proposed regional water entity concept. After this regionalization proposal was ended in March 2003, the bureau entered into a collaborative contract renewal process with six of these customers in April 2003, including the five largest wholesale customers.

In addition, the bureau has indicated a willingness to discuss wholesale contracts with customers not currently being served by Portland's system, and at least two such customers have indicated a willingness to consider purchasing water from Portland. Negotiations with these and other potential new wholesale customers have not yet begun, and therefore the possible financial impacts are unknown at this time. Similarly, because the contracts with the existing wholesale customers are currently being negotiated, the final contract terms and any financial impacts are not yet known. Approval of these new wholesale contracts is expected to occur during the latter part of FY 2005-06.

In the absence of information on future wholesale contracts, the financial plan assumes that the overall revenues from wholesale service will continue to be similar to recent historical revenues, with the exception of the Rockwood PUD, which will be operating under a special one-year agreement and the merger with Powell Valley Road Water District. Similarly, Rockwood PUD's one-year agreement (which generates about \$0.5 million less annually than under the previous 25-year wholesale agreement) is assumed to be extended until a new contract is agreed to.

These wholesale contracts continue to benefit the retail ratepayers as well as the wholesale purveyors. As well as providing our wholesale customers the ability to cost-effectively purchase high quality water, the wholesale contracts remain a very valuable supplemental income source to city ratepayers. Without these contracts, retail rates could be more than 20% higher than those proposed.

CAPITAL POLICIES

Capital Expenditures

The bureau's capital expenditures cover routine, ongoing capital repair and replacements to the water system as well as enhancements and additions, which tend to be large and nonrecurring. The capital expenditure forecast is composed of the capitalized portion of the Capital Improvement Program (CIP) and indirect capitalized costs (overhead and interest). The expenditure forecast also includes the cost of issuing water revenue bonds.

Capital Financing

Capital costs are financed mainly from three major sources of funds including water sales, proceeds from revenue bond sales, and Construction Fund revenues (capital project reimbursements, sales of property, interest earnings, etc.). For FY 2005-06, 44% of the capital forecast will be funded with current resources (21% from cash – mainly water sales, 23% from contributions including reimbursements and system development charges) and the balance from bond sales. The funding of the five-year forecast period averages 22% cash, 19% contributions, and 59% debt.

Debt

The bureau has the ability, by City Charter and State Authority, to issue debt in the form of general obligation (GO) or revenue tax-free bonds. Before July 1993, the bureau had issued only "double-barreled" (revenue-backed) GO bonds, which carry no debt coverage requirement because they are backed by the full faith and credit of the City. Because the debt service on these bonds was wholly paid out of water revenues, the bureau had made it a practice to target a minimum overall debt service coverage ratio of only 1.2. For reasons related to State Ballot Measure 5, new debt beginning with the 1993 bond sale and future bond sales would be in the form of revenue issues. Unlike GO debt, the bureau's new revenue issues were required by bond ordinance to dedicate net water revenues to the payment of revenue bond debt service and pass a debt service coverage test. Given the likelihood the bureau will no longer sell GO debt, it has adopted the more conservative assumption that all future debt will be supported solely by net revenues of the water system. Because revenue bonds carry a coverage requirement, and the bureau desires as a policy to maintain its recently reaffirmed (April 2004) Moody's Aa1 revenue bond rating, the bureau's minimum target coverage for overall GO plus revenue debt service was increased to 1.9. The bureau's overall target coverage is met or exceeded each year of the forecast.



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City Comprehensive Financial Management Policy Resolution #35005

Adopt a Comprehensive Financial Management Policy

WHEREAS, the city has been recognized for excellence in financial management; and

WHEREAS, these achievements are the result of dedicated work by Elected Officials, operating bureaus, central support organizations, and others; and

WHEREAS, the City Council desires to enhance that management by documenting financial management policies; and

WHEREAS, the Council desires a mechanism to communicate financial policy to Citizens, City staff, and the financial community; and,

WHEREAS, Bureaus have had an opportunity to review and comment on the proposed policy,

NOW THEREFORE BE IT RESOLVED by the City council of the City of Portland, Oregon that

- 1. The comprehensive Financial Management Policy, attached hereto as Exhibit I, is hereby adopted.
- 2. The Office of Finance and Administration is directed to review the policy on a regular basis, especially as a part of the budget development process, and recommend modifications and adjustments as necessary to keep the policy updated.

Adopted by the Council, June 17, 1992

Mayor J.E. Bud Clark Barbara Clark

SCB:jb Auditor of the City of Portland

June 11, 1992

EXHIBIT I

RELATION TO OVERALL CITY GOALS AND OBJECTIVES

The City's development of a mission statement and conforming goals and objectives are critical elements in the successful development, maintenance and operation of a Comprehensive Financial Management Policy (CFMP). Rather than driving the goals and objectives of the City, the finances are simply tools which are used to accomplish the City's mission.

The Comprehensive Financial Management Policy is a mechanism to ensure that the City is financially able to meet its immediate and long term service objectives. These policies also enhance financial planning and internal financial management of the City.

In addition, the City as an institution has multiple partners, including citizens, taxpayers, businesses, employees and other governments. As a major institutional, economic and service force in the region, it is important that the City strengthen its relationships with its partners by adopting clear and comprehensive financial policies.

PURPOSE

The City of Portland is accountable to its citizens for the use of public dollars. Municipal resources should be used wisely to ensure adequate funding for the services, public facilities, and infrastructure necessary to meet the community's present and future needs. The CFMP is intended to serve as a blueprint to achieve the fiscal stability required to achieve the City's policy goals and objectives.

OBJECTIVES

In order to achieve the above purpose, the Comprehensive Financial Management Policy has the following objectives for the City's fiscal performance.

- 1. To guide Council and management policy decisions that have significant fiscal impact.
- 2. To set forth operating principles that minimize the cost of government and reduce financial risk.
- 3. To employ balanced and fair revenue policies that provide adequate funding for desired programs.
- 4. To maintain appropriate financial capacity for present and future needs.
- 5. To promote sound financial management by providing accurate and timelyinformation on financial condition.
- 6. To protect and enhance the City's credit rating and prevent default on any municipal debts.
- 7. To ensure the legal use of financial resources through an effective system of internal controls.
- 8. To promote cooperation and coordination with other governments and the private sector in financing and delivery of services.

To achieve these objectives, the Comprehensive Financial Management Policy consists of twelve major sections:

- I. FINANCIAL PLANNING POLICIES
- II. BUDGET POLICIES
- III. ACCOUNTING, AUDITING AND FINANCIAL REPORTING POLICIES
- IV. REVENUE POLICIES
- V. OPERATING POLICIES
- VI. EMPLOYEE COMPENSATION AND SUPPORT POLICIES
- VII. CAPITAL PLANNING AND FINANCING POLICIES
- VIII. INTERGOVERNMENTAL REVENUES AND RELATIONS POLICIES
- IX. ACCOUNTING STRUCTURE POLICIES
- X. AFFILIATED AGENCIES
- XI. OTHER FINANCIAL POLICIES
- XII. APPENDICES

I. FINANCIAL PLANNING POLICIES

INTRODUCTION: A long range plan that estimates revenue and expenditure behavior of the City and regional and national economies is necessary to support the Council and community in decisions that they make about City services. This planning must recognize the effects of economic cycles on the demand for services and the City's revenues.

City financial planning should ensure the delivery of needed services (many of which become more critical during economic downturns) by increasing reserves during periods of a strong economy in order to support continued City services during economic downturns.

The City is a major force in a complex regional economic system. The City must understand how it affects and is affected by that system in order to maximize its positive contributions. The City must have the capacity to understand and anticipate changes in both regional and national economic systems in order to engage in strategic financial and management planning.

GENERAL FUND:

- 1. The City will prepare annually a five year financial plan for General Fund operations based on current service levels and current funding sources. If appropriate, needed additional resources to continue current service levels or identified service adjustments will be made.
- 2. The City will constantly test both its planning methodology and use of planning tools in order to provide information that is timely, accurate and widely disseminated to users throughout the City.
- 3. General Fund Bureaus will forecast and monitor their own revenues and expenditures. OF&A will assist bureaus in developing appropriate systems for such monitoring. OF&A will retain overall fiscal oversight responsibility for the General Fund.
- 4. The Office of Finance and Administration will publish regular General fund status reports on revenues and expenditures during the course of each budget year.

ENTERPRISE FUNDS: Just as a forecasting effort is made for the City's General Fund, similar efforts will be made for Enterprise and major Special Revenue activities. Examples of such operations are Water, Environmental Services, and Transportation. The purpose of these forecasts will be to allow the Council and Citizens to evaluate the impact of the financial needs of these programs on both the local and metropolitan regional economies; and to coordinate funding needs with those of the General Fund.

- 1. Enterprise/ Special Revenue activities will prepare annually, a five year financial forecast for operations and capital needs based on current service levels and current revenue sources.
- 2. The forecasts should rely on the same basic economic assumptions as the General Fund forecast. These forecasts will also identify other assumptions used in their preparation and the risks associated with them.
- 3. The forecasts must identify how they will impact rate structures.
- 4. The forecasts will discuss how standards for debt service coverage and operating reserves are established.
- 5. Enterprise and major Special Revenue activities will coordinate periodic status reports on expenditures and revenues within a fiscal year with the Office of Finance & Administration.

ALL FUNDS: The financial planning and subsequent budgeting for all funds will be based on the following principles:

- 1. Revenue estimates should be prepared on a conservative basis to minimize the possibility that economic fluctuations could imperil ongoing service programs during the upcoming budget year.
- 2. Expenditure estimates should anticipate contingencies that are reasonably predictable.

II. BUDGET POLICIES

INTRODUCTION: The Bureau of Financial Planning under the Office of Finance and Administration is responsible for coordinating the overall preparation and administration of the City's annual budget. This function is fulfilled in compliance with applicable State of Oregon Statutes governing local government budgeting practices.

1. BUDGET PREPARATION: Each year the Mayor will provide direction to the Office of Finance and Administration on the process for the development of the annual budget. The Office of Finance and Administration translates this direction into guidelines and rules for the preparation and review of bureau budget request. The budget request format will be designed to identify major financial and service issues. It will include detailed budget and performance information for all City organizations, including the Portland Development Commission. This information will be compiled from Bureau submittal by the Office of Finance and Administration for inclusion in the budget document. The City will prepare and present its budget consistent with the criteria developed by GFOA for distinguished budget presentations.

Unless otherwise directed by the Mayor, the annual budget process will consist of the following phases:

- * Issuance of budget preparation guidelines and schedules. The budget process will provide for the full participation of the City's budget advisory committees and ensure opportunities for public testimony and participation.
- Presentation to Council of five-year financial forecasts for the General and other major City funds.
- Presentation of bureau budget requests in a manner consistent with budget directives.
- The issuance of OFA reviews, summarizing each budget request and as necessary identifying related issues for Council consideration.
- Development of a proposed budget as required by ORS for presentation to the Council, sitting as the budget committee.
- * Council budget hearings for the purpose of receiving public testimony and reaching final decisions necessary to balance the City's budget.
- Submission of the Council approved budget to the Multnomah County Tax Supervising and Conservation Commission for review.
- * Adoption of the budget in accordance with Council directives, and Local Budget Law, and certification from the Tax Supervising and Conservation Commission.
- 2. BUDGET MONITORING: The Office of Finance and Administration will maintain a system for monitoring the City's budget during the fiscal year. This system will provide the Council with quarterly information on expenditures and performance at both the bureau and fund level. Included will be provisions for amending the budget during the year in order to address unanticipated needs, emergencies, or compliance with State of Oregon budgetary statutes. Budget adjustments requiring Council approval will occur through a process coordinated by the Bureau of Financial Planning.
- 3. REVIEW OF COUNCIL ACTIONS: The Office of Finance and Administration will review ordinances and significant administrative decisions submitted for Council actions. The objective of these reviews will be to ensure compliance with the budget and to identify for the Council financial and service issues. The Bureau of Financial Planning will distribute procedures and guidelines for the submission of fiscal impact statements on proposed ordinances.

III. ACCOUNTING, AUDITING AND FINANCIAL REPORTING POLICIES

INTRODUCTION: The City must maintain a system of financial monitoring, control and reporting for all operations, funds and agencies in order to provide effective means of ensuring that overall City goals and objectives will be met and to assure the City's partners and investors that the City is well managed and fiscally sound.

- 1. The City will maintain its accounting records and report on its financial condition and results of operations in accordance with state and federal law and regulations. And Generally Accepted Accounting Principles (GAAP). And standards established by the Governmental Accounting Standard Board (GASB). Budgetary reporting will be in accordance with the State Local Budget Law.
- 2. An independent firm of certified public accountants will annually perform a financial and compliance audit of the City's financial statements. Their opinions will be contained in the City's Comprehensive Annual Financial Report (CAFR), and the Report on Compliance with the Single Audit Act of 1984.
- 3. As an additional independent confirmation of the quality of the City's financial reporting, the City will annually seek to obtain the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting. The CAFR will be presented in a way designed to communicate with citizens about the financial affairs of the City.
- 4. The City's elected Auditor will supervise and conduct a full range of performance and financial audits of City programs. In addition, the City's elected Auditor will prepare an annual report on service efforts and accomplishments.

IV. REVENUE POLICY

INTRODUCTION: The City must consider its General Fund discretionary revenues as defined in operating policies on page 7 as a group rather than in isolation. Both individual revenues and the total package must be viewed in the context of broader City goals. The City must be sensitive to the balance between the need for services and the City's ability to raise fees, charges and taxes to support City services. As much as is possible and feasible, City services that provide private benefits should be paid by fees and charges in order to provide maximum flexibility in use of general City taxes to meet the cost of services of broader public benefit.

- 1. Charges for services that benefit specific users should recover full costs, including all direct costs and bureau overhead, loss of interest, depreciation on capital plant and equipment, and general fund overhead. Bureaus that impose fees or services charges should prepare and periodically update cost-of-service studies for such service. When consistent with legal requirements, other City interest such as remaining competitive within the region or meeting other City objectives, may dictate a subsidy of a portion of the costs of such services. However, all services will be presumed to be 100% cost reimbursable unless the Council makes a specific exception in the ordinance adopting the charge. In some cases, with Council approval, it will be appropriate to meet this test on a program-wide basis in order to achieve administrative efficiencies and service equity. Current charges not meeting this standard will be reviewed within two years of the adoption of this policy.
- 2. The City should strive to diversify its revenues in order to maintain needed services during periods of declining economic activity. A base of property taxes and other stable revenues provide a reliable base of revenues during periods of economic downturn. Elastic revenues will allow the building of reserves during periods of strong economic performance. If the proportion of elastic City revenues increases, adjustments to reserve policies may be necessary as greater "swings" in resources may occur from year to year.
- 3. The City's overall revenue structure should be designed to recapture for the City some of the financial benefits resulting from City economic and community development investments.
- 4. The City will observe the following priorities in utilizing existing and obtaining additional resources:
 - a. The City will use as efficiently as possible the resources that it already collects.
 - b. The City will collect as efficiently as possible the resources to which it is already entitled.
 - c. The City will seek new resources, consistent with the policies in this document and other City goals.
- 5. The City will strive to keep a total revenue mix that encourages growth and keeps Portland competitive in the metropolitan area.
 - a. As part of the annual Financial Forecast or budget process, the revenue mix will be analyzed with an evaluation of the impact on the competitiveness of Portland within the metropolitan area, including Clark County. This comparison of costs for services will be sued as baseline data for Council budget discussions.
 - b. The evaluation should include all local taxation and fees including those of overlapping jurisdictions.

V. OPERATING POLICIES

INTRODUCTION: The City should accommodate both one-time and on-going expenditures to current revenues, establish and adequately fund reserves, regularly monitor and report on budget performance, evaluate the fiscal impact of new proposals, operate as efficiently as possible, and constantly review City services for appropriateness and effectiveness. For purposes of this document, the City's General Fund "discretionary revenues" are defined as the property taxes within the tax base as may be compressed, 5 percentage points of lodging taxes, business license fees, utility license fees, interest income, state shared revenues, and beginning cash balances.

- 1. On-going revenues should be equal to or exceed on-going expenditures. Each City fund budget must identify on-going resources that at least match expected on-going annual requirements. One-time cash transfers and non-recurring ending balances will be applied to reserves or to fund one-time expenditures; they will not be used to fund on-going programs. Each year OF&A will provide Council with the amount of ending balance that is estimated to be non-recurring for the General Fund.
- 2. Unless otherwise stated explicitly by the Council, the City will not earmark discretionary revenues for specific purposes in the General Fund. This will preserve the ability of the Council to determine the best use of available revenues to meet changing service requirements.
- 3. The City will maintain a system of financial monitoring and control. The major components of this system include:
 - a. Financial Accounting System and periodic Status Reports: Each Accounting Period the Office of Finance and Administration will publish a General Fund financial status report on the revenues and expenditures to date and estimated year end balance.
 - b. Quarterly budget review: Each quarter the Office of Finance and Administration will review all City financial operations, report to Council on financial results, and recommend financial management actions necessary to meet the adopted budget's financial planning goals.
- 4. The City will seek to optimize the efficiency and effectiveness of its services to reduce costs and improve service quality.
- 5. City operations will be run on an enterprise basis if doing so will increase efficiency of service delivery or recover the cost of providing the service by a user fee or charge.
- 6. The City will attempt to maintain cash reserves in order to reduce borrowing needed for General Fund operating purposes.
- 7. The City will not increase accruals and non-cash enhancements to revenues as a means to influence fund balances at year end.
- 8. All city agencies will maintain accurate inventories of physical assets, their condition, lifespan and cost. The Office of Finance and Administration will coordinate the master inventory of assets for the city.
- 9. The Treasury Division in the Office of Finance and Administration will develop, maintain and constantly seek to improve cash management systems which ensure the accurate and timely accounting, investment, and security to all cash assets. All cash received by City agencies will be deposited to Treasury accounts within twenty-four hours of receipt.
- 10. The City shall endeavor to reduce needless competition with other public and private providers and to ensure the most cost-effective and efficient provision of services.
- 11. General Fund overhead costs will be allocated according to consistent methodology developed in consultation between the Office of Finance and Administration and other fund managing bureaus.
- 12. The City will strive to ensure that the City service priorities keep pace with the dynamic needs of the community by incorporating a service needs review as part of the budget process.

VI. EMPLOYEE COMPENSATION AND SUPPORT

INTRODUCTION: Personal services costs comprise a significant percentage of the City's Operating Funds budget. The City of Portland is fortunate to have employees who are dedicated to the City and to public service. These employees are vital to the City's ability to meet its services demands. The City expects its workers to be highly productive. In return, the City must fairly compensate, train and equip its employees in order to attract and keep high quality, productive employees. Subject to collective bargaining law, as appropriate, it is the City's "Total Compensation Policy" that

- 1. Direct and indirect compensation (wages, premiums, health benefits, vacations, holidays, and other leaves, pensions, etc.) are to be considered collectively in determining appropriate levels of compensation for employees.
- 2. Wage and benefits packages are considered "externally competitive" if they approximate the average of the total compensation offered in applicable labor markets for similar work.
- 3. Other factors such as compression between classes and the ease or difficulty of recruitment of qualified employees may also be considered in establishing wages and benefits.
- 4. Annual adjustment to the compensation plan may be based upon a formula that considers the consumer price index and that is consistent with the cost of living formulas found in collective bargaining agreements.

VII. CAPITAL PLANNING AND FINANCING POLICIES

INTRODUCTION: The City must preserve its current physical assets and plan in an orderly manner for future capital investments, including the operating costs associated with new capital improvements or major equipment budgeted as part of the CIP process.

The City must make the capital investment needed to support and enhance the delivery of basic services. This commitment is important because the demands for basic services (police officers on the street and fire fighters in the stations) often receive priority over infrastructure improvements (streets and fire stations and apparatus).

- 1. The City will maintain a strong bond rating that is consistent with other City goals.
- 2. Each bureau with major capital assets will develop and maintain five year capital plans. The actual bureau planning horizon for capital programs should relate to the useful life of capital assets, the term of financing, and industry standards for the particular type of asset. Since adopted citywide plans contain capital expenditure needs, bureaus will include projects from such plans in their capital plans. Capital plans will display proposed projects in a map format that can be included in the annual CIP.
- 3. The City will prepare, adopt and update annually a City five year Capital Improvement Plan that includes and prioritizes bureau needs for capital replacement and additions. The plan will include estimated projects costs and identify funding sources.
- 4. The City will prepare an annual Capital Budget which will include current year capital expenditures based on the first year of the current Capital Improvement Plan.
- 5. As part of the annual Capital Budget, the City will identify and include full costs of future maintenance needs and operating costs of new capital improvements and equipment prior to funding as part of the annual Capital Budget.
- 6. In general, all assets will be maintained at a level that protects capital investment and minimizes future maintenance and replacement costs. The City will maintain accurate information on the condition, lifespan and estimated replacement cost of its major physical assets to assist in long term planning.
- 7. The budget will provide sufficient funding for adequate operations, maintenance and scheduled replacement and enhancements of capital plant and equipment. Whenever bureaus identify that there is a significant discrepancy between the need to maintain / modernize City infrastructure or facilities and the funds available for such improvements, the fund manager will prepare and present to Council a strategy for meeting such needs.

- 8. In general, maintenance and operations of capital facilities should be given priority over acquisition of new facilities, unless a cost/benefit analysis indicates to the contrary. In addition, State or federal mandates or new service demands may require acquisition of new facilities even when maintenance needs are not fully met.
- 9. A high priority should be placed on maintenance where deferring maintenance will result in greater costs to restore or replace neglected facilities.
- 10. The City may finance the improvement of transportation, water, wastewater, and other public improvements through creation of Local Improvements Districts (LIDs). Unless otherwise directed by Council, LID assessments will include all costs associated with the project, including but not limited to financing, and administrative costs. The City will take actions to ensure that financial risk to the City is minimized.

VIII. INTERGOVERNMENTAL REVENUES AND RELATIONS

INTRODUCTION: Many service costs of the City are influenced by other governments, either because of service overlap or service mandates imposed by State and Federal governments. The City must take advantage of opportunities to enhance service delivery through intergovernmental cooperation, shared revenues and grants while aggressively opposing mandates that distort local service priorities.

- 1. The City will avoid using grants to meet on-going service delivery needs. In the City's financial planning, grants will be treated in the same manner as all temporary and uncertain resources and should not fund on-going, basic service needs.
- 2. All grant applications will be reviewed by the Grants Division of OF&A to ensure compliance with State, Federal and City regulations. This review must occur before a grant application submittal, or acceptance in cases of no application.
- 3. The City will budget expenditures for grant-funded programs only after grant award or letter of commitment, and only for the amount of grant award. Entitlement programs will be budgeted based on expected revenues. City overhead or indirect costs for grant-funded programs will be included in all grant proposals, where permitted.
- 4. The City will aggressively oppose State or Federal actions that mandate expenditures which the Council considers unnecessary. The City will pursue intergovernmental funding to support the incremental cost of those mandates.
- 5. The City will work with other governments to identify the jurisdiction most capable and appropriate to provide specific public services. When the City cannot simply transfer responsibility for service deliver, it will consider intergovernmental agreements and contract for service delivery.

IX. ACCOUNTING STRUCTURE POLICIES

INTRODUCTION: The City is a complex financial and service organization. Its financial operations are organized into three types of funds (Governmental, Proprietary, and Fiduciary). All funds and City operations must work to achieve the City's mission and goals.

- 1. The City manages all funds to meet the objectives of a single comprehensive long range financial plan.
- 2. Funds
 - a. The City will minimize the number of funds. The funds will be categorized by standard GAAP functional classifications but may also be referred to by City of Portland fund types.
 - b. Appendix A of this policy lists current Funds and their standard GAAP functional classification as well as their City fund type.
- 3. Purpose Statement for Funds
 - a. Each fund in the City will have a Statement of Purpose which includes the following items:
 - Purpose(s) of the fund

- Source(s) of revenues to the fund
- * A method of establishing annual contributions to the fund, if any.
- The Bureau responsible for managing the fund.
- Size and use of contingency, if any. Contingency levels will be based on the uncertainties associated with the purposes of the fund
- Size, purpose and alternative means of meeting required reserves, if any. Required reserve levels will be based on long term operating needs of the fund and prudent management requirements.
- b. The Internal Service funds will include additional information in the Statement of Purpose, as follows, if appropriate:
- * For purchase of capital items, a method for periodically testing the cost-effectiveness of pre-funding capital replacement vs. leasing or lease purchasing. Each fund statement will indicate what level of purchases are suitable for either direct cash payment or financing.
- Clear equipment replacement policies and identifiable equipment reserves, where appropriate.
- * A method of clearly accounting for equipment reserves from and purchases for each bureau.
- * A policy and procedure for protecting capital reserves from being used for operating purposes.
- A method for periodically testing the cost-effectiveness of internal provision of services vs. contacting out or direct purchase of all or part of the services provided by the fund. For insurance type funds this will mean a method for periodically testing the cost-effectiveness of self-insurance vs. purchase of all or part of the City's insurance needs; and internal or contracted claims and loss control services.
- c. Funds that receive a General Fund subsidy in addition to fees and charges or dedicated revenues will include a rationale for General Fund subsidy and a means for determining the annual level of that subsidy or conditions under which the subsidy should be eliminated.
- d. Enterprise Funds will include:
- Required level of debt service coverage for the fund.
- Relationship between operating and construction funds.
- e. Existing funds will be so described by fund managers, and adopted by Council resolution, within one year of the adoption of this policy.
- 4. The Office of Finance and Administration will do annual review of all funds to determine if each is still serving a useful purpose and is needed.
- 5. New funds must be created by resolution of Council containing the above required descriptions. A review and report by OF&A will be required precedent to Council action.

X. AFFILIATED AGENCIES

INTRODUCTION: City Charter, Council action, inter-governmental agreements and state and federal laws have created a number of agencies which are affiliated with the City and which can have an adverse effect on the City if not managed to the same financial standards as direct City agencies. It is necessary to spell out standards on financial operations for these organizations in order to protect the City's fiscal status.

- 1. Affiliated Agencies will be accountable for financial compliance and reporting standards as established in this document.
- 2. The Criteria for defining Affiliated Agencies will include any of the following:
 - a. Created by City Charter or Council action
 - b. Leadership appointed by the City Council

c. A majority of funds are received from the City

XI. OTHER FINANCIAL POLICIES

INTRODUCTION: The City has adopted several other financial policies that guide City operations. It is necessary to recognize them as elements of this Comprehensive Financial Management Policy. The following City financial policies are incorporated as part of this policy:

- 1. Investment Policy
- 2. Debt Management Policy
- 3. Urban Services Policy
- 4. Transportation Funding Policy
- 5. Revenue Allocation Policy
- 6. Interagency Agreement Policy
- 7. Local Improvement District Financing Policy
- 8. Reserve Policy

City Debt Management Policy

SELECTION OF FINANCE CONSULTANTS AND SERVICE PROVIDERS

The City's Debt Manager shall be responsible for establishing a solicitation and selection process for securing professional services that are required to develop and implement the City's debt program. Goals of the solicitation and selection process shall include encouraging participation from qualified service providers, both local and national, and securing services at competitive prices.

- a. **Bond Counsel.** As part of its responsibility to oversee and coordinate the marketing of all City indebtedness, the City Attorney, with advice of the Debt Manager and a committee representing City Bureaus, Agencies, and Commissions with capital financing needs, shall make recommendations to the City Council regarding the selection of Bond Counsel to be employed and the duration of the employment for individual or a series of financings. The solicitation and selection process for such services will comply with City Code requirements for Professional, Technical, and Expert Services. The Council shall make such selection, taking into consideration these recommendations.
- b. <u>Underwriters.</u> The Debt Manager shall solicit proposals for underwriting services for all debt issued in a negotiated or private placement sale mode. The solicitation process used for these services shall comply fully with City Code requirements for Professional, Technical, and Expert Services, and shall include formation of a review committee to evaluate written proposals and, if deemed necessary, conduct oral interviews. In addition, the proposal solicitation and selection process for negotiated sales as developed by the Debt Manager, and amended from time to time, shall also be followed. The selection of underwriters may be for an individual or series of financings or a specified time period. The Council shall make such selections taking into consideration the recommendations of the review committee.
- c. **Financial Advisor.** The Debt Manager, with advice of a committee representing City Bureaus, Agencies, and Commissions with capital financing needs, shall make recommendations to the City Council regarding the selection of financial advisors to be employed and the duration of such employment. The solicitation and selection process for such services will comply with City Code requirements for Professional, Technical, and Expert Services. The time period for employment may relate to an individual or a series of financings, or for a specified period of time.
- d. Paying Agent. The Debt Manager, in consultation with the City Treasurer, shall solicit periodically for paying agent services from qualified commercial and trustee banks. The cost of providing such services shall be used by the Debt Manager, along with other qualitative measurements, in developing a Paying Agent recommendation to City Council, along with the term of such agreement.
- e. Other Service Providers. The Debt Manager shall periodically solicit for other service providers (escrow agents, verification agents, trustees, etc.). The cost of providing such services shall be used by the Debt Manager in developing a recommendation to City Council, along with the term of such agreement.

2. COMPREHENSIVE CAPITAL PLANNING AND FINANCING SYSTEM

- a. Capital Planning and Financing System. The City shall develop a capital planning and financing system for use in preparing a multi-year Capital Improvement Plan for consideration and adoption by the City Council as part of the City's budget process. Individual bureaus and agencies shall prepare multi-year capital plans and coordination and preparation of the City-wide Capital Improvement Plan shall reside with the Office of Finance and Administration. This Plan shall be for the coming five fiscal years and shall be updated periodically. The Plan shall contain a comprehensive description of the sources of funds and the timing of capital projects for future operating and capital budgets, effect of the projects on future debt sales, debt outstanding, and debt service requirements, and the impact on future debt burdens and current revenue requirements. In this latter regard, the Plan shall, analyze the conformance of the planned financings with policy targets regarding the (1) magnitude and composition of the City's indebtedness, and (2) the economic and fiscal resources of the City to bear such indebtedness over the next five years. Affordability impacts of the Plan shall be evaluated in consultation with the various City Bureaus.
- b. <u>Debt Calendar and Financing Priorities.</u> It shall be the responsibility of the Debt Manager, within the context of the Capital Improvement Plan, to oversee and coordinate the timing, process of issuance, and marketing of the City's borrowing and capital funding activities required in support of the Plan. In this capacity, the Debt Manager shall make recommendations to the City Council regarding necessary and desirable actions and shall keep it informed through regular and special reports as to the progress and results of current-year activities under the Plan.
- c. **Funding of Capital Outlays.** As part of its capital financing philosophy, the City shall make contributions from its own current revenues, or from outside funding sources such as state or federal grants, to each capital project or program equal to at least 5% of its total capital cost.
- d. <u>Maintenance, Replacement and Renewal.</u> Consistent with its philosophy of keeping its capital facilities and infrastructure systems in good repair and to maximize the capital stock's useful life, the City should set aside sufficient current revenues to finance ongoing maintenance needs and to provide reserves for periodic replacement and renewal.
- e. **Debt Authorization.** No City debt issued for the purpose of funding capital projects shall be authorized by the City Council unless it has been included in the Capital Improvement Plan or until the Council has modified the Plan. Such modification shall occur only after the Council has received a report of the impact of the contemplated borrowing on the existing Capital Improvement Plan and recommendations as to the financing arrangements from the Debt Manager and the Office of Finance and Administration.

3. LIMITATIONS ON CITY INDEBTEDNESS

- a. Target Limitations on Non-Self-Supporting Unlimited Tax General Obligation Indebtedness. The City shall, as a matter of policy, conduct its finances so that the amount of direct, non-self-supporting, unlimited tax general obligation ("UTGO") debt outstanding at any time that is subject to approval by the voters (excluding long-term, non-self-supporting leases) does not exceed 0.75% of the City's taxable assessed valuation.
- b. Target Limitations on Non-Self-Supporting Limited Tax General Obligation Indebtedness and Full Faith and Credit Lease-Purchase Obligations. The City shall, as a matter of policy, conduct its finances so that the amount of direct, non-self-supporting, limited tax general obligation ("LTGO") debt and full faith and credit lease purchase obligations outstanding at any time that are not subject to approval by the voters does not exceed 1.0% of the City's taxable assessed valuation. Furthermore, the City shall strive to limit the annual debt service requirements on these obligations to an amount that is not greater than 10% of annual General Fund revenues.

These limitations apply to debt obligations issued with a specific LTGO pledge, obligations secured by a pledge of the City's full faith and credit, and obligations that are in effect secured by a LTGO pledge and are not self-supporting, or which are paid for from General Fund monies. Also included within this limitation are any other loan agreements entered into directly by the City or secured indirectly by a pledge of the City's General Fund.

- c. Target Limitations on Lease-Purchase Financing of Equipment and Furnishings. The City may enter into short-term lease-purchase obligations to finance the acquisition of capital equipment and furnishings with estimated useful lives of less than ten years. Outstanding lease-purchase obligations issued to finance capital equipment and furnishings shall not exceed 0.125% of the City's taxable assessed valuation. Repayment of these lease-purchase obligations shall occur over a period not to exceed the useful life of the underlying asset or in any case no longer than five years from the dated date of such obligations. The Debt Management Group of the Office of Finance and Administration shall be responsible for developing procedures for use by City Bureaus interested in participating in the lease-purchase program, and for setting repayment terms and amortization schedules, in consultation with participating Bureaus.
- d. <u>Limitations on General Fund Loan Guarantees and Credit Support.</u> As part of the City's financing activities, General Fund resources may be used to provide credit support or loan guarantees for public or private developments that meet high priority City needs. Before such General Fund commitments are made, specific policy goals and objectives that determine the nature and type of projects qualifying for such support, and specific limitations to be placed on the maximum amount of General Fund resources pledged to such projects shall be developed. The Office of Finance and Administration shall be responsible for coordinating the development of such policies and goals, which shall not take effect until approved by the City Council. General Fund loan guarantees shall be subject to the overall debt limitations set forth in B, above.

Recognizing the limited capacity of the City's General Fund to support both ongoing operating programs and secure long-term debt obligations, use of the General Fund to secure such obligations must first be approved by the Debt Manager and the Director of the Office of Finance and Administration. Key factors that will be considered in determining whether or not the General Fund should be used to secure a particular debt obligation will include the following:

- Demonstration of underlying self-support, thus limiting potential General Fund financial exposure.
- Use of General Fund support as a transition to a fully stand alone credit structure, where interim use of General Fund credit support reduces borrowing costs and provides a credit history for new or hard to establish credits.
- General Fund support is determined by the City Council to be in the City's overall best interest.
- e. Target Limitations on the Issuance of Revenue-Secured Debt Obligations. The City shall seek to finance the capital needs of its revenue producing enterprise activities through the issuance of revenue-secured debt obligations. Prior to issuing revenue-secured debt obligations, City Bureaus, in consultation with the Debt Manager, will develop financial plans and projections showing the feasibility of the planned financing, required rates and charges needed to support the planned financing, and the impact of the planned financing on ratepayers, property owners, City Bureaus, and other affected parties. The amount of revenue-secured debt obligations issued by a City Bureau will be limited by the feasibility of the overall financing plan as determined by the Debt Manager.

Revenue-secured debt obligations must first be reviewed and approved by the Debt Manager and the Director of the Office of Finance and Administration before being issued.

4. STRUCTURE AND TERM OF CITY INDEBTEDNESS

- a. Rapidity of Debt Repayment. Generally, borrowings by the City should be of a duration that does not exceed the economic life of the improvement that it finances and where feasible should be shorter than the projected economic life. Moreover, to the extent possible, the City should design the repayment of debt so as to recapture rapidly its credit capacity for future use. The City shall strive to repay the principal amount of its long-term general obligation debt (both voter and non-voter approved) according to the following schedule: at least 20% in five years and 40% in ten years. The City may choose to structure debt repayment so as to wraparound existing obligations or to achieve other financial planning goals. Such alternative structures shall be subject to the approval of the Debt Manager and Director of the Office of Finance and Administration, in consultation with the involved Bureaus, before being recommended to the City Council.
- b. <u>Use of Variable-Rate Securities</u>. When appropriate, the City may choose to issue securities that pay a rate of interest that varies according to a pre-determined formula or results from a periodic remarketing of the securities. The decision to issue such securities must be reviewed and approved by the Debt Manager and the Director of the Office of Finance and Administration, in consultation with the City Treasurer, before Council is requested to approve their issuance.
- c. Pledge of Restricted Funds to Secure Debt. The City has the power to make an irrevocable pledge of a security interest in an account created exclusively for the security of holders of City obligations. Before such funds are used to secure a prospective financing, policies regarding the use of such restricted funds shall be developed by the affected Bureau and the Debt Manager, subject to approval by the Director of the Office of Finance and Administration, to ensure that the use of such funds to secure bonds does not violate restrictions on such funds and that underlying program commitments can be maintained in addition to meeting debt service obligations on debt secured by the restricted funds. These policies shall be presented as recommendations to Council prior to or at the time issuance of the secured debt is to be authorized.
- d. <u>Use of Subordinate Lien Obligations.</u> Creation of a subordinate lien financing structure, if appropriate, shall be based on the overall financing needs of a particular bureau, expected credit ratings, relative cost of a subordinate lien structure, and impacts on the City as determined by the Debt Manager and the Director of the Office of Finance and Administration, in consultation with the involved Bureau. The results of this review shall be presented in the form of recommendations to Council for consideration prior to or at the time such bonds are being authorized.

5. METHOD OF SALE

- a. <u>Competitive Sale.</u> The City, as a matter of policy, shall seek to issue its debt obligations in a competitive sale unless it is determined by the Debt Manager that such a sale method will not produce the best results for the City. In such instances where the City in a competitive bidding for its debt securities (whether general obligation or non-general obligation debt) deems the bids received as unsatisfactory or does not receive bids, it may, at the election of the City Council, enter into negotiation for sale of the securities.
- b. Negotiated Sale. When determined appropriate by the Debt Manager and approved by the Director of the Office of Finance and Administration, the City may elect to sell its debt obligations through a negotiated sale. Such determination may be made on an issue by issue basis, for a series of issues, or for part or all of a specific financing program. Selection of the underwriting team shall be made pursuant to selection procedures set forth in these Debt Policies, consistent with City Code.
- c. **Private Placement.** When determined appropriate by the Debt Manager and approved by the Director of the Office of Finance and Administration, the City may elect to sell its debt obligations through a private placement or limited public offering. Selection of a placement agent shall be made pursuant to selection procedures developed by the Debt Manager, consistent with City Code.
- d. **Official Bid Form.** The City shall design an official bid form to be made part of each official notice of sale published in conjunction with the sale of debt securities in a competitive sale by the City.

6. SHORT-TERM DEBT AND INTERIM FINANCING

- a. Lines and Letters of Credit. Where their use is judged by the Debt Manager to be prudent and advantageous to the City, the City has the power to enter into agreements with commercial banks or other financial entities for purposes of acquiring lines or letters of credit that shall provide the City with access to credit under terms and conditions as specified in such agreements. Before entering into any such agreements, takeout financing for such lines or letters of credit must be planned for and determined to be feasible by the Debt Manager. Any agreements with financial institutions for the acquisition of lines or letters of credit shall be approved by the City Council. Lines and letters of credit entered into by the City shall be in support of projects contained in the approved Capital Improvement Plan.
- b. **Bond Anticipation Notes.** Where their use is judged by the Debt Manager to be prudent and advantageous to the City, the City may choose to issue Bond Anticipation Notes as a source of interim construction financing. Before issuing such notes, takeout financing for such notes must be planned for and determined to be feasible by the Debt Manager. Bond Anticipation Notes may be sold in either a competitive or negotiated sale, subject to authorization and approval by the City Council.
- c. <u>Tax and Revenue Anticipation Notes.</u> Where their use is judged by the Debt Manager to be prudent and advantageous to the City, the City may choose to issue Tax and Revenue Anticipation Notes to fund internal working capital cashflow needs. Before issuing such notes, cashflow projections will be prepared by the appropriate City Bureaus and reviewed by the Debt Manager. Tax and Revenue Anticipation Notes may be sold in either a competitive or negotiated sale, subject to authorization and approval by the City Council.
- d. Tax Exempt Commercial Paper. The City may choose to issue Tax Exempt Commercial Paper as a source of interim construction financing for projects contained in the City's approved Capital Improvement Plan only after the Debt Manager, in consultation with the City Treasurer, determines that such a financing represents the least cost interim financing option for the City. Furthermore, Tax Exempt Commercial Paper shall not be issued for City capital programs unless it is of sufficient economic size as determined by the Debt Manager. A report recommending the issuance of Tax Exempt Commercial Paper must first be approved by the Director of the Office of Finance and Administration, before recommendations are made to City Council authorizing the establishment of such a program.

7. IMPROVEMENT DISTRICT AND ASSESSMENT CONTRACT FINANCING

- a. **Financing Policies.** The policies guiding the City's improvement district and assessment contract financing program shall be guided by City Council Resolution No. 34847, as amended.
- b. Interest Rates on Improvement Assessment Loans. The contract interest rate on loans made from the proceeds of Improvement Assessment Bonds shall be equal to the effective interest rate paid on the bonds sold to finance such loans plus an additional percentage markup to cover self-insurance and loan servicing costs. The self-insurance and servicing charge markup shall be adjusted annually based upon the historical Improvement Assessment Bond collection history and consultation among the Auditor's Office, the Debt Manager, and the City Treasurer. The contract interest rate shall be determined on the day of the sale of Improvement Assessment Bonds for those assessment contracts financed with proceeds of the sale.
- c. <u>Interim Assessment Contract Interest Rates.</u> The interim assessment contract interest rate is the interest rate set on contracts that precede the sale of Improvement Assessment Bonds. This rate shall be set at a level deemed reasonable and prudent by the Debt Manager and the Auditor's Office to insure that funds collected through assessment contract payments are sufficient to meet that portion of future debt service requirements on Improvement Assessment Bonds attributable to such contracts.

d. <u>Commitment to Self-Supporting Improvement District Financings.</u> Consistent with the concept of Improvement Assessment financing, all of the City's Improvement Assessment indebtedness shall be self-supporting. Prior to the issuance of Improvement Assessment Bonds, the Auditor's Office shall review projected cash flows which incorporate scheduled assessment contract payments, prepayments, delinquencies, and non-payments with the Debt Manager to ensure that the proposed Bonds shall meet the City's self-support requirement.

8. REFUNDING OF CITY INDEBTEDNESS

- a. **Debt Service Savings--Advance Refundings.** The City may issue advance refunding bonds (as defined for federal tax law purposes) when advantageous, legally permissible, prudent, and net present value savings, expressed as a percentage of the par amount of the refunding bonds, equal or exceed 5 percent. Exceptions to this requirement shall be made only upon the approval of the Debt Manager and the Director of the Office of Finance and Administration.
- b. **Debt Service Savings--Current Refundings.** The City may issue current refunding bonds (as defined for federal tax law purposes) when advantageous, legally permissible, prudent, and net present value savings equal or exceed \$100,000.
- c. Restructuring of Debt. The City may choose to refund outstanding indebtedness when existing bond covenants or other financial structures impinge on prudent and sound financial management. Savings requirements for current or advance refundings undertaken to restructure debt may be waived by the Debt Manager and the Director of the Office of Finance Administration upon a finding that such a restructuring is in the City's overall best financial interests.
- d. Open Market Purchase of City Securities. The City may choose to defease its outstanding indebtedness through purchases of its securities on the open market when market conditions make such an option financially feasible. The Debt Manager and the City Treasurer shall be responsible for developing procedures for executing open market purchases and the savings objectives to be achieved by undertaking such actions.

9. USE OF CREDIT ENHANCEMENT

The City shall seek to use credit enhancement (letters of credit, bond insurance, surety bonds, etc.) when such credit enhancement proves cost-effective. Selection of credit enhancement providers shall be subject to a competitive bid process developed by the Debt Manager. Credit enhancement may be used to improve or establish a credit rating on a City debt obligation even if such credit enhancement is not cost effective if, in the opinion of the Debt Manager, the use of such credit enhancement meets the City's debt financing goals and objectives.

REBATE REPORTING AND COVENANT COMPLIANCE

The Debt Management Group in the Office of Finance and Administration shall establish a system of record keeping and reporting to meet the arbitrage rebate compliance requirements of the federal tax code. This effort shall include tracking investment earnings on bond proceeds, calculating rebate payments in compliance with tax law, and remitting any rebatable earnings to the federal government in a timely manner in order to preserve the tax-exempt status of the City's outstanding debt issues. Additionally, general financial reporting and certification requirements embodied in bond covenants shall be monitored to ensure that all covenants are complied with.

CONDUIT FINANCINGS

The City may sponsor conduit financings for those activities (i.e., economic development, housing, health facilities, etc.) that have a general public purpose and are consistent with the City's overall service and policy objectives as determined by the Portland Development Commission. All conduit financings must insulate the City completely from any credit risk or exposure and must first be approved by the Debt Manager and the Director of the Office of Finance and Administration before being submitted to City Council for authorization and implementation.

12. FINANCING PROPOSALS

Any capital financing proposal made to a City Bureau, Agency, or Commission involving a pledge or other extension of the City's credit through the sale of securities, execution of loans or leases, or making of guarantees or otherwise involving directly or indirectly the lending or pledging of the City's credit shall be referred to the Debt Manager, who in a timely manner shall be responsible for analyzing the proposal, responding to the proposal, and recommending to the Director of the Office of Finance and Administration the required action to be taken.

13. DERIVATIVE PRODUCTS

The City may in the future choose to enter into contracts and financing agreements involving interest rate swaps, floating/fixed rate auction or reset securities, or other forms of debt bearing synthetically determined interest rates as authorized under Oregon statutes. Before entering into such contracts or agreements, a review team consisting of the Debt Manager, the City Treasurer, and appropriate bureau staff and outside consultants shall be formed to review the risks and benefits of such financing techniques and expected impacts on the City's long-term financial operations and credit ratings. The report, when completed, shall be presented to the Director of the Office of Finance and Administration for review and approval before any recommendations are submitted to the City Council for authorization and implementation.

14. OTHER POLICIES AND REQUIREMENTS

a. Annual Audit of City. The annual audit of the City shall describe in detail all funds and fund balances established as part of any direct debt financing of the City. The audit may also contain a report detailing any material or rate covenants contained in any direct offering of the City and whether or not such covenants have been satisfied.

15. CREDIT RATINGS

- a. Rating Agency Relationships. The Debt Manager shall be responsible for maintaining relationships with the rating agencies that currently assign ratings to the City's various debt obligations. This effort shall include providing periodic updates on the City's general financial condition along with coordinating meetings and presentations in conjunction with a new debt issuance.
- b. <u>Use of Rating Agencies.</u> The Debt Manager shall be responsible for determining whether or not a rating shall be requested on a particular financing, and which of the major rating agencies shall be asked to provide such a rating.
- c. <u>Minimum Long-Term Rating Requirements</u>. The City's minimum rating requirement for its direct, long-term, debt obligations is a rating of "A" or higher. If such a debt obligation cannot meet this requirement based on its underlying credit strength, then credit enhancement shall be sought to ensure that the minimum rating is achieved. If credit enhancement is unavailable or is determined by the Debt Manager to be uneconomic, then the obligations may be issued without a rating.

A lower rating standard may be accepted for indirect or conduit obligations, subject to the approval of the Debt Manager.

16. ONGOING DISCLOSURE

The Debt Manager shall be responsible for providing ongoing disclosure information to established national information repositories and for maintaining compliance with disclosure standards promulgated by state and national regulatory bodies.

City Investment Policy Resolution #35925

Adopt City of Portland Investment Policy. (Resolution)

WHEREAS, the City of Portland is allowed under State of Oregon law to invest its idle funds in United States Government or United States Agency securities; time deposits and bankers' acceptances of financial institutions located within Oregon; in commercial paper of financial institutions and corporations; and in the Local Government Investment Pool: and

WHEREAS, State of Oregon law (ORS 294.135) requires that the City of Portland annually adopt a formal Investment Policy; and

WHEREAS, there is a need to clearly define the criteria for operation of the City's investment portfolio; and

WHEREAS, the primary objective of the Investment Policy is to establish a conservative set of investment criteria that will prudently protect the City's principal sums and enable the City to generate a fair rate of return; and

WHEREAS, the Public Finance and Treasury Division of the Office of Finance and Administration is charged with responsibility for managing the City's investments; and

WHEREAS, the Office of Finance and Administration has developed a formal Investment Policy after seeking the advice of the City's Investment Advisory Committee; and

WHEREAS, the City of Portland is required under State of Oregon law (ORS 294.135) to submit the Investment Policy for review by the State of Oregon Short-Term Fund Board;

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Portland, Oregon that:

- 1. The Investment Policy, attached hereto as Exhibit I, fulfills all State of Oregon, City Charter and Code mandated requirements, and is hereby adopted as the City of Portland's Investment Policy.
- 2. The City Treasurer shall submit the adopted Investment Policy to the State of Oregon Short-Term Fund Board for their review.
- 3. The City Treasurer shall be responsible for the implementation of the Investment Policy.
- 4. Amendments to the Investment Policy must be approved by the City Council.
- 5. This resolution shall remain in effect from the date of adoption unless a change is directed by Council.

September 7, 1995

PURPOSE

This Policy sets forth current criteria for the operation of the investment portfolio. As economic conditions change, the Policy may need to be amended to reflect new trends and opportunities within the framework of this Policy. It will be recognized that the primary objective of the Investment Policy is to establish a conservative set of investment criteria that will prudently protect the City's principal sums and enable the City to generate a fair rate of return from its investment activities.

This Policy applies to the investment of all funds on deposit at the City of Portland Treasurer's Office, as well as all trust funds for which the City has investment responsibility. Funds held by Trustee or Fiscal Agents are excluded, if the City does not have explicit investment authority. Deferred Compensation funds have separate rules and are not covered within this Policy. The estimated investments covered herein range from \$350 million to \$750 million.

RESPONSIBILITY

The City Treasurer will be responsible for the implementation of this Policy. In the absence of the City Treasurer, the City's Chief Deputy Treasurer or the Director of the Bureau of Financial Management shall perform the investment duties. Any amendments to this Policy must be approved by the City Council after seeking the advice of the Director of the Office of Finance and Administration, the City Treasurer, and the City's Investment Advisory Committee. The Director of the Office of Finance and Administration (or designee) will establish the maximum investment level with each Oregon financial institution after consulting with the Investment Advisory Committee. The City Council will adopt a City Investment Policy annually.

TYPES OF INVESTMENT AND DIVERSIFICATION

The following types of investments will be permitted in the City's investment portfolio:

- United States Treasury Debt Obligations
 - Maximum % of Portfolio 100%
 - Maximum Maturity 7 Years
 - Securities held for safekeeping at the City's custodian Bank or successor.
- United States Agency Debt Obligations
 - Maximum % of Portfolio 100%
 - Maximum Maturity 2 Years
 - Maximum % of Portfolio Per Issuer 100%
 - Securities held for safekeeping at the City's custodian Bank or successor.
- Repurchase Agreements Secured by United States Treasury Debt Obligations
 - Maximum % of Portfolio 30%
 - Maximum Maturity 30 days
 - Repurchase agreements with brokerage firms will only be executed with dealers from the list of Government Security Dealers reporting to the Market Reports Division of the Federal Reserve Bank of New York
 - * Repurchase agreements cannot exceed 2% of brokerage firm's liabilities.
 - * A signed repurchase agreement will be obtained in advance of the initial execution of an investment.
 - * Securities which serve as collateral for repurchase agreements must be delivered to the City's Trust Account at the City's custodian bank or successor on a delivery versus payment basis.
 - Only United States Treasury Securities shall be used in conjunction with the repurchase agreement and such securities shall have a maturity of not longer than three years.
 - * The price paid by the Treasurer for United States Treasury Securities in the repurchase agreement shall not exceed amounts or percentages prescribed by written policy of the Oregon Investment Council or the Oregon Short-Term Fund Board created by ORS 294.885.
- Time Deposits in State of Oregon Financial Institutions Collateralized 25% by Securities as Required by Oregon Revised Statutes
 - Maximum % of Portfolio 50%
 - Maximum Maturity 1 Year
 - Maximum % of Portfolio Per Issuer 25%
 - Securities held in vault at the City's Treasury
- Bankers' Acceptance Issued by Financial Institutions in Compliance With the Provisions of ORS 294.035

- Maximum Percent of Portfolio 50%
- Maximum Maturity 6 Months
- Maximum Percent of Portfolio Per Issuer 25%
- Securities held for safekeeping at the City's custodian Bank or successor Bank.
- State of Oregon Local Government Investment Pool

The legal maximum as provided under ORS 294.810.

- Commercial Paper Issued by United States Corporations in Compliance With the Provisions of ORS 294.035
 - Investment Rating A-1, P-1
 - Maximum Percent of Portfolio 25%
 - Maximum Maturity 270 Days
 - Maximum Percent of Portfolio Per Issuer5%
 - Securities held for safekeeping through the City's custodian Bank or successor

INVESTMENT DIVERSIFICATION

Diversification requirements must be met on the settlement date of an investment transaction. If due to unanticipated cash needs, the investment in any security type or financial issuer later exceeds the limitations in this policy, the Treasurer is responsible for bringing the investment portfolio back into compliance as soon as is practical.

DISTRIBUTION OF PORTFOLIO MATURITIES

Distribution, by maturity, of the investments is illustrated below:

MaturityPercentage of Funds

0-2 Years 50-100%

2-7 Years 0-50%

This maturity structure applies to the Treasury's estimate of the lowest cash balance that the portfolio will reach during the next seven years. If, for example, the projected lowest cash balance is \$200 million, then up to \$100 million may be invested in the two to seven year maturity range. All other funds must be invested in less than two-year maturities and must meet the City's cash flow requirements. The City's Investment Advisory Committee will be consulted prior to implementing a strategy of purchasing securities with maturities beyond two years. The portfolio's weighted average maturity shall not exceed eighteen (18) months.

BROKERAGE ALLOCATION

The Treasury will maintain a current list of all brokerage firms that have been approved by the Director of the Office of Finance and Administration (or designee) to conduct investment business with the City. The Treasury will obtain a minimum of three quotes from different brokers before it executes a government securities transaction, or purchases commercial paper issued by a corporation outside of Oregon on the national market. The allocation of brokerage business will be based upon which brokerage firm offers the best price to the City on each particular transaction. Where two or more brokers have offered the same best price, allocation will go to the investment firm that has provided the best service to the City.

When purchasing bankers' acceptances or commercial paper, the Treasury will compare interest rates on similar investments from other investment dealers. The Treasury will also determine that the rates being offered the city are rates comparable to those available for similar investments in the national market.

When purchasing time deposits, the Treasury will obtain interest rate offers from all Oregon financial institutions approved to do business with the City. The time deposits will be allocated to the highest interest rate offered the City, consistent with the maximum deposit levels set for each financial institution by the Director of the Office of Finance and Administration (or designee).

METHOD OF ACCOUNTING

The City shall comply with all required legal provisions and Generally Accepted Accounting Principles (GAAP). The accounting principles are those contained in the pronouncements of authoritative bodies including but not necessarily limited to, the American Institute of Certified Public Accountants (AICPA); the Financial Accounting Standards Board (FASB); and the Government Accounting Standards Board (GASB).

REPORTING REQUIREMENTS

The City Treasurer will provide the following reports on a monthly basis to the City's Investment Advisory Committee and the Director of the Office of Finance and Administration (or designee):

- A list of securities owned, with all maturities over one year priced at both cost and market value.
- A list of all investment transactions showing the net gain or loss on each investment.

INTERNAL CONTROLS

The internal controls of the City of Portland's Treasury are reviewed and tested by the City's internal and external auditors.

PERFORMANCE EVALUATION

The City's investment performance shall be reviewed monthly by the Director of the Bureau of Financial Management. The City's portfolio yield will be compared monthly to the yield of U.S. Treasury Securities with a maturity similar to the average maturity of the City's portfolio.

ANALYSIS OF INVESTMENT RISKS

In analyzing the City's Investment Portfolio, there are three major risks that the City incurs through its investment activities. The first risk that the City faces is the interest rate risk. This risk is the uncertainty of the size of future incomes from securities caused by fluctuations in the general level of interest rates in the capital markets. Interest rates have fluctuated dramatically over the last ten years and, therefore, the City's Investment Policy is designed to minimize the interest rate risk. This is accomplished by limiting investments to a maximum maturity of seven years, and by investing to meet the City's cash flow requirements.

The second risk that the City faces can be termed the purchasing power risk. This risk can be defined as the uncertainty of the purchasing power of interest and principal to be received in the future. It can be easily recognized that if the amount of income from a security in current dollars remains unchanged over a period of time while the price index is rising, then the amount of income in constant dollars declines and the constant value of the principal to be received also declines.

The final risk is the financial risk of not receiving principal and interest when due from an issuer. The design of the types of investments permitted by the Investment Policy seeks to minimize this risk by the conservative nature of the permissible investments and by establishing safe limits on the level of investments with Oregon financial institutions and issuers of commercial paper. A portfolio policy stressing a relatively short maturity serves to additionally minimize the financial risk.

Thus, it is the conclusion that the shorter the portfolio is in maturity, the less risk the City is incurring with regard to the three major risks that it faces. The policy of keeping 100% of the funds in seven year or less maturities leaves open the flexibility to earn capital gains on the City's investments by shifting funds out to longer maturity when interest rates are falling, yet avoids the extreme amount of exposure to the interest rate risk and purchasing power risk that we would incur in an even longer-term portfolio.

September 20, 2000

MEMORANDUM

TO: Mayor Vera Katz

Commissioner Jim Francesconi

Commissioner Charlie Hales

Commissioner Dan Saltzman

Commissioner Erik Sten

City Auditor Gary Blackmer

FROM: Tim Grewe

SUBJECT: Council Resolution on Investment Policy

Attached is the Investment Policy developed by the Office of Finance and Administration. Oregon law pertaining to the investment of public funds requires the annual adoption of an Investment Policy. The City's Investment Advisory Committee has reviewed the Policy and unanimously recommended its adoption by Council. The three member Investment Advisory Committee is appointed by Council and is comprised of public volunteers with economics, investment and/or cash management experience.

The Investment Policy continues to reflect the conservative strategies the City has utilized since the adoption of its first Policy in 1978. The Policy's basic strategies, which have generated above average returns, remain in tact. Two minor changes were made in this year's policy: (1) the maximum percentage of the portfolio that can be invested in any single United States Agency is being increased from 50% of the portfolio to 100% and (2) the maximum maturity for commercial paper is being expanded from 180 days to 270 days. These changes are being made because bank time deposits are not currently offering competitive rates of return. Consequently, the changes will expand the City's capacity in other permissible investment alternatives and will provide additional investment management flexibility without increasing credit risk to the City. These changes will also provide needed capacity to accommodate the City's proposed PERS pension bond issue. Our policy remains more conservative than state law allows and fully protects the City's cash reserves.

If you have any questions, please call David Thurman directly at 823-6822.

TG:DS:jb

Attached

General Fund Revenue Policy Resolution #35006

Adopt a General Fund Revenue Policy. (Resolution)

WHEREAS, increasing emphasis is being placed on support of city programs through the implementation and use of fees, and

WHEREAS, bureaus have been encouraged to seek new and innovative means of supporting services which might otherwise be significantly reduced or eliminated because of their relative priority in comparison to other City services and the scarcity of General Fund discretionary resources and

WHEREAS, advancements in the use of fees and charges have been achieved in piecemeal manner and in the absence of City-wide policy,

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Portland, Oregon that:

- 1. The General Fund Revenue Policy, attached hereto as Exhibit I, is hereby adopted as the City of Portland's General Fund Revenue Policy.
- 2. This policy shall apply to all General Fund bureaus of the City of Portland.
- 3. This policy shall apply to "non-discretionary" General Fund revenues including permits, service charges and fees, and sales, and in some cases to contracts and interagency agreements.
- 4. Bureaus regularly budgeting fee revenue are required to complete a Cost of Service Study.
- 5. Revenues effected by this policy shall be dedicated to the bureaus in which they are generated.
- 6. Year-end revenue shortfalls and surpluses shall be allocated to the Bureau and the General Fund budgets in accordance with completed cost-of-service studies.

Adopted by Council, June 17, 1992

Mayor J.E. Bud ClarkBarbara Clark

SCB:jbAuditor of the City of Portland

June 11, 1992

EXHIBIT I

OFFICE OF FINANCE AND ADMINISTRATION

updated June 1996

POLICY OVERVIEW

The following principles underlay the City's General Fund Revenue Policy:

- City services that provide private benefit should be paid for by fees and charges. A "private benefit" should be viewed as one which benefits the user and whose quantity, quality, and/or number of units may be specified. Examples would include parks usage fees, plans review fees, site rental fees, etc. These will maximize flexibility in the use of general city taxes to meet the cost of broader public services.
- All bureaus charging fees are required to complete and present for review by OF&A and subsequently for action
 by Council fee studies based upon cost-of-service principles. These studies are to be updated at a minimum every
 two years.
- In preforming fee studies and developing fee structures, bureaus shall take into account:

- The degree to which a service provides a general benefit or public good in addition to the private good provided to a specific business, property, or individual;
 - The economic impact of new or expanded fees, especially in terms of comparability with other governmental jurisdictions within the metropolitan area;
 - The true or comprehensive cost of providing a service.
 - The impact of imposing or increasing the fee upon populations at risk and the achievement of other city goals.
- All fee revenues are dedicated to the Bureau in which they are generated.

SCOPE OF POLICY

This Policy applies to General Fund Bureaus. Because of their financial structure, both Enterprise and Operating Funds automatically dedicate revenues to their respective services. The methodology utilized by these funds in establishing fees and charges will continue to be reviewed in their respective financial plans the initial step in the annual budget process. For General Fund bureaus, all bureau-specific revenues are dedicated to the bureaus through which they are generated. This means that bureaus are responsible for the preparation of revenue forecasts, the tracking of receipts, and the administration of all related changes during the fiscal year. Each Bureau is responsible for attaining revenue estimates. These are reported in the quarterly budget process, and adjustments are made to appropriations accordingly.

<u>Revenue categories covered by this policy</u> are permits, service charges and fees, and sales. Contracts and inter-agency agreements which result in surplus may also be included, provided that such surplus does not violate the conditions imposed under the contract or inter-agency agreement.

<u>Excluded are the major non-Bureau specific General Fund revenue categories</u> of Property Taxes, Utility License Fees, Franchise Fees, business License Fees, Lodging Tax, Interest earnings, Local Government Sources, and State Sources. These resources will continue to be categorized as discretionary and be allocated to Bureaus as part of the annual budget process. Also excluded are donations and grants.

GUIDELINES

The following guidelines will be followed by bureaus in developing and updating fees:

Bureau Responsibilities

Each Bureau which produces revenues (as identified above) is responsible for:

- Preparing annual revenue estimates as part of the annual budget request. These estimates should be developed
 after completion of a cost-of-service study. Annual review of fee schedules should include necessary adjustments
 to cover inflation.
- Monitoring actual revenue receipts throughout the fiscal year. Report on status within the quarterly budget reports.
- Adjusting budgets as necessary in response to total revenue shortfalls and surpluses occurring during the fiscal year. These adjustments will occur in conjunction with the quarterly review process. Bureaus will need to decrease appropriation when total Bureau specific resources are projected to be less than budgeted.

Bureau of Financial Planning Responsibilities

It is the responsibility of the Bureau of Financial Planning to work with the bureaus in developing, implementing, and monitoring fees in the following ways:

- The Bureau of Financial Planning is responsible for reviewing bureau rates and revenue estimates as well as monitoring the receipt of bureau revenues. Variances between planned and actual revenues are reported to Council in the Quarterly budget Report along with recommended actions.
- All Bureau request for adjustments related to revenues will require the review of the Office of Finance and Administration prior to Council action in accordance with procedures for the Council Calendar or Quarterly review process.

• Bureau of Financial Planning staff provide assistance to bureaus in completing fee studies.

Revenue Surpluses

- Current year surplus revenues above the budgeted revenue estimate shall be available to the Bureau for appropriation through the quarterly ordinance process. Additional appropriation shall be used for activities supporting the sources generating the additional fees.
- Bureaus recognizing a revenue surplus may elect to establish a reserve or "rainy day fund" with all or part of the surplus. The Bureau will develop a policy for the creation and use of the fund. Use of funds from the reserve will be identified and justified in the quarterly or annual budget process, in accordance with the policy adopted by the bureau. Such reserve accounts will be budgeted as special appropriations.
- Year-end surpluses and shortfalls shall be treated in accordance with the ratio outlined in the bureau's cost of service study. In the absence of a cost of service study, the surplus shall be available or the shortfall absorbed at a level of 50% to the bureau and 50% to the General Fund.

Revenue Shortfalls

- It is the responsibility of each Bureau to achieve budgeted revenues. In the event of a projected total revenue shortfall, the Bureau is required to document other offsetting revenues, or reduce its budget within the quarterly budget report.
- Additional General Fund discretionary appropriation will not be transferred to cover revenue shortfalls without Council authorization.
- A five percent (5%) margin of error is established as acceptable for fee projection and collection. Bureaus will share any amount of surplus in the manner outlined in the section above. In the event of a shortfall, this policy shall take effect when the shortfall exceeds 5% of the total non-discretionary revenue. In such case, the bureau will reduce expenditures in non-discretionary funded programs by the same percentage identified in the cost of service study, or 50-50 in the absence of a cost of service study.

General Fund Reserves Use Policy Resolution #34722

Adopt a General Reserve Use Policy. (Resolution)

WHEREAS, over the past three years, and continuing with the approved FY 1990-91 budget the City Council has endeavored to rebuild General Fund reserves; and

WHEREAS, as a result of annual transfers and one-time unexpected revenues Council was able to achieve a five percent General Reserve in just three years; and

WHEREAS, the Auditor's Annual Financial Condition Report has recommended establishment to reserve levels equal to 10 to 15 percent of annual General Fund operating revenues, and a written financial management policy that includes policies on reserve requirement; and

WHEREAS, an increase in the City's reserves decreases the City's need for short-term borrowing which is an indication of the City's financial health; and

WHEREAS, actions taken in the FY 1990-91 Approved Budget transfer \$2 million toward a second five percent reserve; and

WHEREAS, it is important for Council to adopt a policy governing Council's use of the General Fund Reserve Fund.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Portland, Oregon that the attached General Fund Reserve Fund Use Policy (summarized below) be adopted:

- 1. The first five percent reserve is defined as an **emergency reserve** available to fund one-time, emergency, unanticipated expenditure requirements or offset unanticipated revenue fluctuations occurring within a fiscal year.
- 2. The **emergency reserve** will only be accessed when the result of emergency expenditures or an unexpected revenue reduction would likely result in a negative ending balance for the General Fund.
- 3. **Emergency Reserve** resources must begin to be restored in the fiscal year following their use. Restoration will be consistent with the Council's past practice of budgeting transfers totaling a minimum of \$1 million dollars a year to the General Reserve Fund.
- 4. The second five percent reserve is defined as **counter cyclical reserve** available to either maintain General Fund current service level programs or transition expenditure growth to match slower revenue growth during the first 18 to 24 months of a recession.
- 5. The **counter cyclical reserve** may be used when basic revenue growth (where "basic revenue" is defined as the sum of General Fund property tax, business license, utility license/franchise fees, cigarette and liquor taxes, transient lodging taxes, and interest income) falls to below 5.5 percent for two consecutive quarters or the Financial Forecast estimates basic revenue growth will be below 5.5 percent for the next fiscal year, <u>and</u> one or more of the following conditions occurs in conjunction with slower revenue growth:
 - * The Portland Metropolitan Area unemployment rate is reported above 6.5 percent for two consecutive quarters or the Financial Forecast estimates unemployment will average in excess of 6.5 percent for the next fiscal year.
 - The property tax delinquency rate exceeds 8 percent.
 - Actual business license year-to-year revenue growth falls below 5.5 percent for two consecutive quarters of the Financial Forecast estimates Business License revenue growth at less than 5.5 percent for the next fiscal year.

- 6. The Council should begin to restore **counter cyclical reserves** within 24 months of their first use.
- 7. Revenue shortfalls associated with bureau service reimbursement income, contract income, or cost recovery income may not be offset by a transfer of resources from the General Reserve Fund.

Adopted by Council, May 03, 1990

Mayor J.E. Bud Clark

Barbara Clark

April 26, 1990

Auditor of the City of Portland

SCB:TG:RR

General Reserve Fund Use Policy

INTRODUCTION

Over the past three years and continuing with the proposed FY 1990-91 budget the Council, through past actions, established the General Reserve Fund to house and clearly identify the discretionary reserve within the budget. As a result of annual transfers and one-time unexpected revenues Council was able to achieve a five percent General Reserve in just three years. A general fund reserve is needed for two reasons:

- To insulate General Fund programs and current service levels from large and unanticipated one-time expenditure requirements, a revenue reduction due to a change in state or federal legislation, resulting from adverse litigation, or similar unforeseen action.
- * To temporarily insulate General Fund programs and current service levels from slower revenue growth that typically occurs during an economic recession.

This reserve is not intended to be used because General Fund expenditure growth exceeds normal revenue growth.

The level of the reserve fund is measured as a percentage of the budgeted General Fund revenues net of short-term borrowing receipts. Analysis attached as Appendix A of the December 1989 **Financial Forecast** shows that a 10 percent reserve level is required.

The following paragraphs set out policy guidelines that could govern Council's use of reserve funds.

EMERGENCY RESERVE

The Council reserves the first five percent, or one half of the overall reserve as an Emergency Reserve. The emergency reserve is available to fund one-time emergency, unanticipated expenditure requirements or offset unanticipated revenue fluctuations occurring within a fiscal year. The reserve avoids the need to make budget adjustments outside of the normal budget hearing process. The Council can withdraw funds from the emergency reserve after the General Fund's budgeted contingency is exhausted. The emergency reserve will only be accessed when the result of emergency expenditures or an unexpected revenue reduction would be that the General Fund would likely end the fiscal year with a negative ending fund balance.

Revenue shortfalls associated with bureau service reimbursement income, contract income, or cost recovery revenues may not be offset by a transfer of resources from the General Reserve Fund.

Restoration of the Emergency Reserves will begin the fiscal year following their use. Restoration will be consistent with the Council's past practice of budgeting transfers totaling a minimum of \$1 million dollars a year to the General Reserve Fund.

USE OF THE COUNTER CYCLICAL RESERVE

The second 5 percent of the reserve is designated as a **counter cyclical**. The Council will use this half of the reserve to either maintain General Fund <u>current service level programs</u> or transition expenditure growth to match slower revenue growth during the first 18- to 24 months of a recession. The counter cyclical reserve is designated for use as "bridge financing" necessary to offset slower revenue growth during a recession.

For purposes of this policy, slower or recessionary revenue growth triggers Council's assessment of use of the reserve when:

Basic revenue growth falls to below 5.5 percent for two (2) consecutive quarters or the Financial Forecast estimates basic revenue growth will be below 5.5 percent for the next fiscal year. Basic Revenue is defined as the sum of General Fund property tax, business license, utility license/franchise fees, cigarette and liquor taxes, transient lodging taxes, and interest income.

In addition, one or more of the following conditions must occur in conjunction with slower basic revenue growth:

- The Portland Metropolitan Area (PMSA) unemployment rate is reported above 6.5 percent for two (2) consecutive quarters or the Financial Forecast estimates PMSA unemployment will average in excess of 6.5 percent for the next fiscal year.
- The property tax delinquency rate exceeds 8 percent.
- Business license year-to-year revenue growth falls below 5.5 percent for two (2) consecutive quarters or the Financial Forecast estimates Business License revenue growth at less than 5.5 percent for the next fiscal year.

Exhibit A summarizes these indicators on an annual fiscal year basis for the period FY 1969-70 through FY 1998-99. Exhibit A shows that basic revenue growth below 5.5 percent occurred three times in the past two decades. Exhibit A should not be construed to suggest that use of reserves would avoid the need to reduce expenditure growth or possibly the absolute level of expenditures over a multi-year period.

Declines in Bureau specific cost recovery revenues, contract income, or service reimbursement income may not be offset by transfer of counter cyclical reserve resources.

The Council should begin to restore Counter cyclical Reserves used under the guidelines within 24 months after their first use.

Table 1: Counter Cyclical Reserves Use Indicators

Basic Revenues		PMSA Unemp	SA Unemployment Rate Property Tax Delinquency Rate Bu		Business Lice	Business License Revenue		
Fiscal Year	Growth (%)	Below 5.5%	Rate (%)	Over 6.5%	Rate (%)	Over 8.0%	Growth (%)	Below 5.0%
1971	4.9%	Below 5.5%	7.6%	Over 6.5%	8.2%	Over 8.0%	0.6%	Below 5.0%
1972	9.1%	NA	6.9%	Over 6.5%	7.1%	NA	5.4%	Below 5.0%
1973	9.3%	NA	5.6%	NA	6.8%	NA	14.9%	NA
1974	7.0%	NA	5.8%	NA	12.2%	Over 8.0%	33.4%	NA
1975	4.9%	Below 5.5%	7.8%	Over 6.5%	10.7%	Over 8.0%	-11.9%	Below 5.0%
1976	13.6%	NA	9.6%	Over 6.5%	9.7%	Over 8.0%	24.8%	NA
1977	8.5%	NA	7.7%	Over 6.5%	8.6%	Over 8.0%	42.9%	NA
1978	7.1%	NA	5.7%	NA	8.9%	Over 8.0%	10.9%	NA
1979	10.6%	NA	5.3%	NA	7.9%	NA	19.4%	NA
1980	7.1%	NA	5.7%	NA	11.7%	Over 8.0%	5.3%	Below 5.0%
1981	10.6%	NA	7.1%	Over 6.5%	5.9%	NA	4.8%	Below 5.0%
1982	2.3%	Below 5.5%	9.1%	Over 6.5%	6.7%	Over 8.0%	-10.9%	Below 5.0%
1983	-0.1%	Below 5.5%	10.4%	Over 6.5%	8.6%	Over 8.0%	-0.8%	Below 5.0%
1984	8.9%	NA	8.7%	Over 6.5%	8.3%	NA	5.4%	Below 5.0%
1985	12.1%	NA	7.6%	Over 6.5%	7.6%	NA	24.4%	NA
1986	8.5%	NA	7.4%	Over 6.5%	8.4%	NA	1.7%	Below 5.0%
1987	14.3%	NA	6.2%	NA	7.5%	NA	16.7%	NA
1988	9.2%	NA	5.0%	NA	7.1%	NA	19.3%	NA
1989	7.9%	NA	4.4%	NA	6.5%	NA	11.4%	NA

Note: "Basic Revenues" include General Fund property taxes, business licenses, utility licenses, transient lodging taxes, cigarette and liquor taxes, and interest income revenues.

NA: Not Applicable

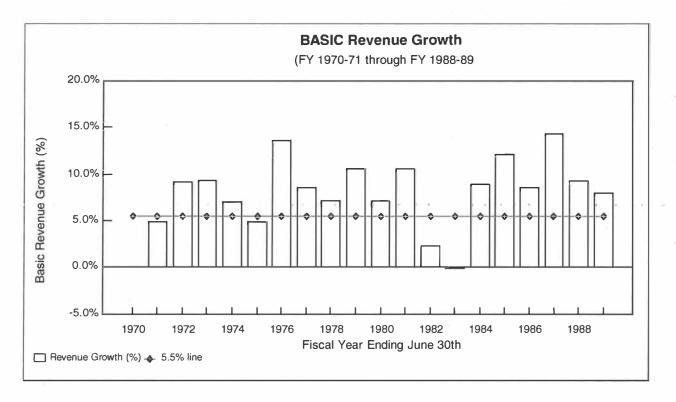


Figure 1 - Basic Revenue Growth vs. 5.5%

APPENDIX A

A DISCUSSION OF REQUIRED GENERAL FUND RESERVE LEVEL

General

The Council, at present, is operating with a goal of funding the General Reserve Fund at 5 percent of the General Fund revenues net of short-term borrowing proceeds. As noted in the Financial Forecast, the General Reserve Fund will probably end FY 1989-90 at or very close to the desired 5 percent goal. Table 2 shows that estimated year-end balance in the General Reserve

Table '	2.	Canaral	Reserve	Fund	Statue
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Item	Audit FY 1997-88	Actual FY 1988-89	Adopted Budget FY 1989-90	Estimated Year-End FY 1989-90
GENERAL RESERVE FUND DETAIL			•	•
Beginning Fund Balance	\$0	\$1,000,000	\$2,433,894	\$2,434,967
Transfers-IN	\$4,950,000	\$1,340,283	\$1,000,000	\$9,667,952
Transfers-OUT	(\$3,950,000)	\$0	\$0	(\$4,000,000)
Interest Income	\$0	\$94,684	\$103,017	\$472,481
Ending Fund Balance	\$1,000,000	\$2,434,967	\$3,536,911	\$8,575,400
Ending Fund Balance As Percent of Net Revenues	0.623%	1.409%	2.034%	4.926%
Net Revenues	\$160,591,017	\$172,784,494	\$173,926,367	\$174,087,688
5% Reserve Level (5.000%)	\$8,029,551	\$8,639,225	\$8,696,318	\$8,704,384
Over (Under)	(\$7,029,551)	(\$6,204,258)	(\$5,159,407)	(\$128,984)
(*) Total General Fund revenues less short-term borrowi	ng proceeds			

Fund will be somewhere around 4.9 percent. The forecast for the fund currently assumes that \$3 million will be needed to fund Police and Fire retirements expected to result from recent vote approval of Fire and Police, Disability and Retirement pension reform. Another \$1 million of possible expenditures, requiring a transfer from the reserve to the General Fund, were outlined in the FY 1988-89 **Fourth Quarter Report**.

There are two principal reasons for building a reserve;

- First, large unexpected one-time expenditures are more easily funded from a reserve. Temporary or permanent reductions in programs are avoided. For example, the current reserve allows funding of Fire and Police retirement related personal services expenses without disruption of General Fund programs.
- Second, a "counter-cyclical" reserve is required to ameliorate the effects of an economic downturn on General Fund revenue growth. A slower regional economy will slow revenue growth relative to expenses. The result is a resource gap that, in the absence of a reserve, can probably only be eliminated by expenditure reductions. In addition it should be noted that actions by the State Legislature or the Public Utilities Commission (PUC) can also adversely affect revenue growth.

The General Reserve Fund is now at a level that allows the Council to use reserves to counteract one-time fluctuations in revenues and expenditures or meet large unexpected one-time expenditures. The 5 percent level is not adequate to offset the combination of slower revenue growth and fund large unexpected expenditures. That is it would not provide any insulation against the effects of an economic downturn. The following paragraphs develop alternative estimates of General Reserve Fund levels that would provide a reserve capable of funding extraordinary one-time expenditure requirements and ameliorate the effects of an economic downturn, adverse legislation, or adverse PUC decisions.

Revenue History FY 1974-75 To FY 1988-89

Table 3 summarizes historical General Fund <u>discretionary revenue</u> growth characteristics. In table 2 revenue is summarized for the "Big Four" revenues and "All Other" discretionary revenues. Two discretionary revenue streams are shown in Table 2. The top line of Table 2 represents "unadjusted" discretionary revenues, i.e., total revenues less short-term borrowing, contracts, service reimbursements, and grants and donations. The "adjusted" line, at the bottom of Table 2 nets out Federal Revenue Sharing transfers to the General Fund, other irregular or one-time transfers, and construction permit revenues.

Table 3.	Canaral	Fund	Revenue	Growth
Table 5:	General	runa	Kevenue	CTIOWLII

		Growth Rate	s (%)		
		Compound			
Item		Annual	Maximum	Minimum	
General Fund Discretionary	5.5%	12.2%	0.6%		
Big Four Revenue		9.2%	14.4%	2.1%	
Property Taxes	811-814	7.7%	13.2%	2.4%	
Transient Lodgings	821	12.0%	31.4%	-9.2%	
Business Licenses	831	11.7%	42.9%	-10.9%	
Utility License 832		13.3%	22.1%	2.9%	
All Other Discretionary (**)	-2.8%	16.9%	-7.4%		
Adjusted Discretionary (*) 8.5% 14.5% 0.0%					

This line more accurately reflects the General Fund's current organizational make-up and revenue mix.

Table 3 shows that overall, General Fund discretionary revenues have at worst gone flat or grown only marginally during the periods of slower regional growth. The compound annual growth rate over the past 15 years has been about 5.5 percent. The worst year of growth for the "unadjusted" discretionary revenue stream was apparently FY 1976-77 at the tail end of a recession. The "adjusted" discretionary revenue stream showed no growth during FY 1982-83. A larger Federal Revenue Sharing transfer (up \$1.4 million) and other one-time transfers (up about \$3.4 million) totaling an estimated \$4.8 million, allowed the City to temporarily support higher expenditure levels.

The Big Four revenues have never failed to grow and the lowest overall year-to-year growth appears to be about 2.1 percent. It is interesting to note the difference in growth characteristics. Property Taxes and Utility Franchise/License Fees appear to have a growth floor in the 2 to 2.5 percent range. Transient Lodging and Business License Taxes both declined during the last recession. Transient Lodging taxes declined by about 9 percent between FY 1979-80 and FY 1980-81 (at \$10.03 million) and did not reach a new high until FY 1984-85 (at \$11.5 million). All Other discretionary revenues appears to be more volatile but the long run trend appears to be downward. This probably reflects the fact that miscellaneous fees and charges are not indexed to a price index and are not regularly reviewed to reflect rising costs.

Alternative Reserve Level Calculations

Table 3 seems to show that during an economic downturn revenue growth will at best slow considerably. How much depends on the nature, severity, timing, and length of the downturn. Tables 4 and 5 use the information above and other Financial Forecast information to develop three cases or alternative reserve level calculations.

CASE 1

Case 1 uses the Lower Bound revenue forecast shown in Figures 4 and 5 of the Financial Forecast.

The onset of an economic downturn during late FY 1989-90 creates an estimated gap, during FY 1990-91 of about \$2.8 million between expenditures and revenues. During the second year (FY 1991-92) the estimated gap widens to \$5.6 million. Creation of a reserve large enough to get through the first year translates into a General Reserve Fund totaling about \$11.5 million. This would be composed of a 5 percent element for unexpected expenses plus a \$2.8 million counter-cyclical element. This works out to a total reserve level that is 6.6 percent of Net Revenues as defined above.

^(**) Average of 6 negative changes

Adding the insurance of a second year raises the required reserve level to about \$17.1 million. This works out to a total reserve level of just under 10 percent. A conservative approach argues for the 10 percent level The reason for this is timing. A recession is likely to result in slower revenue growth during or within a fiscal year. This requires some initial use of the counter cyclical reserve element to get through a part of a year. Adding the second year, really the first full year, would give Council the opportunity to make revenue and expenditure adjustments with the implementation of a new budget. Thus, under the two-year column in Table 3, the \$8.35 million counter cyclical reserve would be used to adjust to slower revenue growth over an 18 to 24 month period. The other reserve elements, the "unexpected expenses" reserve would still be available for the extraordinary one-time expenditure requirements.

The "Case 1" calculations are attractive because they "fall out" of the annual **Financial Forecast**. This calculation can be replicated from year to year. The major drawback associated with the approach is that it depends on a specific (DRI) recession forecast. The specifics and details of the recession forecast that produces the lower bound revenue forecast are different every forecast cycle. Calculations from year-to-year may result in variations in the required reserve level.

Table 4: Case 1

CASE 1	
Cyclical Reserve Calculations Use Lower B	ound Revenue Forecast
FY 1990-91 General Fund Net Revenues	\$174,087,688
Item	Required Reserve
Unexpected Expense.(5.00%)	\$8,704,384
Counter cyclical Reserve	\$9,912,685
Required Reserve Fund Level	\$18,617,070
Reserve Level Percentage	10.7%

CASE 2

Case 2 uses the lowest overall historical year-to-year growth rate of 0.6 percent to compute a counter cyclical reserve element. Under this alternative the difference between the "Most Likely" forecast and lower 0.6 percent discretionary revenue growth translates into about \$7.7 million gap between revenues and expenditures. As shown at the top of table 4, the required reserve level amounts to about \$16.4 million or about 9.4 percent of revenues. The counter cyclical reserve element would total about \$7.7 million. Comparison with Case 1, suggests that this would be large enough to get through a 12 to 18 month period of slow revenue growth.

CASE 3

Case 3 uses the lowest growth rate for each major category shown in Table 2 and estimated year-end FY 1989-90 revenues to compute an overall lower bound revenue estimate for FY 1990-91. For example, Transient Lodging Taxes are forecast to increase by about 7 percent during FY 1990-91. Table 2 shows a worst case growth of -9.2 percent. The difference between the forecast and negative growth results in a revenue gap. Doing this for other major categories yields an estimated shortfall of about \$9.9 million. The required reserve level for this case is \$18.6 million. This equates to about 10.7 percent of forecast FY 1990-91 General Fund revenues net of short-term borrowing. A countercyclical reserve totaling \$9.9 million would, judging from Case 1, probably be sufficient to offset slower revenue growth over an 18 to 24 month period.

Table 5: Case 2 and Case 3

CASE 2 Cyclical Reserve Calculation Use Lowest Year-to-Year Overall Growth	,
Item	Required Reserve
Unexpected Expense.(5.00%)	\$8,704,384
Counter cyclical Reserve	\$7,699,782
Required Reserve Fund Level	\$16,404,167
Reserve Level Percentage	9.4%
CASE 3 Cyclical Reserve Calculations Use Lowest Year-to-Year Overall Growth	
Item	Required Reserve
Unexpected Expense.(5.00%)	\$8,704,384
Counter cyclical Reserve	\$9,912,685
Required Reserve Fund Level	\$18,617,070
Reserve Level Percentage	10.7%

Conclusion

The three different reserve level calculations shown above suggest that the desired General Reserve Fund level is about 10 percent of total annual General Fund Revenues net of short-term borrowing receipts. About 5 percentage points constitutes a reserve for large unexpected one-time expenditures. An additional 5 percentage points would provide a counter-cyclical reserve. A 10 percent General Reserve Fund level would give the Council flexibility to contend with the combination of large one-time unexpected expenditures and slower revenue growth due to an economic downturn. The analysis above suggests that the 5 percent counter-cyclical reserve element would provide about 12 to 24 months of leeway in adjusting to the effects of slower revenue growth due to an economic slowdown.

Interagency Agreement Policy Resolution #35089

Revise Interagency Agreement Policy for the City of Portland (Resolution No. 35089)

WHEREAS, an Interagency Agreement Policy was adopted by Council (Resolution No. 34580), effective July 1, 1989 upon acknowledging the need for such a policy, consisting of a set of standards and guidelines governing the Interagency Agreement process throughout each fiscal year.

WHEREAS, the IBIS Interagency Agreement Committee, in conjunction with the Bureau of Financial Planning, proposes updates to the policy and revisions to the billing dispute resolution process described under Guideline V of the City's policy.

WHEREAS, the Council of the City of Portland acknowledges a need to revise the Interagency Agreement Policy.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Portland, Oregon that:

- 1. The Revised Interagency Agreement Policy (Exhibit I) shall be adopted by the Council and shall be in full force and effect, beginning December 9, 1992.
- 2. All Interagency Agreements entered into by bureaus/agencies of the City of Portland after December 8, 1992 shall follow the revised policy standards and guidelines set forth therein.

Adopted by the Council, Dec. 16, 1992

Mayor Bud Clark

Barbara Clark

JEC:LMS

Auditor of the City of Portland

December 4, 1992

EXHIBIT I

Revised November 2, 1992

INTRODUCTION

The City of Portland has a budgeting process that establishes controls at organizational and programmatic levels called appropriation units. These units are cost centers that collect all the appropriate costs associated with the organization or program. Frequently, one organizational unit is better equipped either logistically or economically to provide services that fulfills the organizational or programmatic need of another organizational unit. Due to specific funding requirements and in order to hold managers responsible for the budgets, programs and organizations that they control, there is a need to insure that costs are allocated among appropriate cost centers. The method of assigning these costs is called an Interagency Agreement.

BACKGROUND

The Interagency Agreement (I/A) was first implemented by the City of Portland during FY 1974-75. In its current form, an Interagency Agreement is akin to a contractual agreement between two city agencies/bureaus for either the provision of services or the purchase or replacement of equipment from any of the internal service funds. The receiver is a bureau of the City receiving specific services from another City bureau through an Interagency Agreement. The provider is a bureau of the City which provides specific services to another bureau of the City through an Interagency Agreement.

In theory, the receiver agency requests a specific level of service from a provider agency. Upon reaching the tentative agreement, the provider offers a cost estimate to the receiver. If the receiver agency is in agreement with the cost estimate of the providers agency for the services requested, the bureau manager signs and returns the Interagency Service Agreement (Bud 5) to the provider agency. Also, the fact that rates periodically change to reflect increased/decreased costs in materials and labor must be taken into consideration when providers/receivers are entering into new agreements. Bud 5's should provide a clear and detailed description of the services to be provided and received.

Further, most of the internal service funds were established by ordinance during FY 1974-75. Internal service fund interagency are unique in that the internal service bureaus (i.e. Communications Services, Printing and Distribution Services, Fleet Services, Insurance and Claims, Worker's Compensation, Computer Services, Justice Center) furnish receiver bureaus with a Bud 5 indicating the budgeted amount of service for the current fiscal year and an estimate based on the current level of service for the subsequent fiscal year.

An internal service fund, the Intermediate Debt Service Fund, has been established for the acquisition of equipment under the Master Lease program. This fund is managed by the Office of Finance and Administration (OF&A) and is used to collect lease payments from bureaus financing acquisitions through this program. OF&A's Debt Management Division is responsible for preparing BUD 5's for bureaus acquiring equipment and/or facilities under an existing Master Lease or the 1984 Facilities Lease Purchase.

Sometimes the receiver bureau wishes to obtain additional services or to delete existing services with the provider, generally after consultation. When this occurs, the receiver bureau makes the necessary changes on the BUD 5 and returns a copy to the provider bureau for its approval. After the provider bureau has agreed to these service changes and both bureaus have signed the agreement, the receiver bureau may then include the revised figure in its budget request. If the receiver agency does not agree with the provider agency's cost estimate, it must resolve the disagreement with the provider agency. In terms of the calendar for the Budget Process, a three-week turn-around is provided for the receiver bureaus to notify the provider bureaus of any changes in service level requests.

In practice, because of the short time frame involved, the I/A process can break down due to:

- 1. The lateness of the BUD 5's to the receivers,
- 2. The bureaus not signing their interagency agreements,
- 3. Disagreement as to the content of the agreement,
- 4. Bureaus not informing each other when changes have occurred, etc.

When there are requests for new or replacement equipment from Fleet Services, Printing and Distribution and Distribution Services, or Communication Services, the receiver agency includes only the additional rental or replacement charges for that equipment in its interagency agreement for services. In addition, the BUD 6 Form allows bureaus to provide a description of any equipment to be purchased and the purchase amount. This form is a Cash Transfer (BUD 6). The cost of purchasing the equipment is also listed on the Line Item Worksheet (BUD 1), Line Item 573000 (Equipment Cash Transfers).

In summary, the Interagency Agreement (BUD 5) establishes a mutually agreed upon budget amount for anticipated services to be provided or received. The Cash Transfer (BUD 6) establishes the amount of equipment purchases in much the same manner.

Due to the numerous problems incurred in recent years and the ever-increasing usage of the Interagency Agreements, it became necessary to establish formal policy citing standards and guidelines to allow for a more efficient and effective Interagency Agreement process and to provide a method for conflict resolution. The process was first introduced in FY 1989-90.

GUIDELINE I: FORMAT OF THE INTERAGENCY AGREEMENT

The format of a complete Interagency Agreement (I/A) will include the following:

- 1. The I/A will be written, not verbal, and will be completed on the BUD 5 form provided by OF&A or its equivalent.
- 2. The I/A will reasonably define the service to be provided in quantitative terms and whenever possible, qualitative terms.
- 3. The I/A will clearly state the price and quantity or elements of the service(s) to be provided so that any necessary amendments/adjustments may be made easily. This will also assist bureaus in reducing or increasing services to meet their program needs. This requirement may be fulfilled by making reference to procedures manuals or an indication that documentation is available upon request.
- 4. The I/A will define the process by which amendments/adjustments may be made to the original agreement.
- 5. In the case of an unanticipated mid-year amendment, the proper supporting documentation with respect to the changes will be provided. The Interagency Service/Cash Transfer Agreement form includes columns labeled "original", "revised", and "adjustment" to accommodate policy requirements.
- 6. The I/A will define the billing process and schedule.

Interagency Agreements will only be accepted by the Office of Finance and Administration, Bureau of Financial Planning, if they have been completed according to the above requirements and if they have been signed by both the providers' and the receiver's authorized bureau representative, thus indicating they have entered into an agreement. If a completed Interagency Agreement is not received by OF&A, it will not be put in the budget.

Copies of any subsequent signed I/A Change Forms to amend an agreement shall be sent to all parties involved, i.e., the provider, receiver, budget analyst, etc.

GUIDELINE II: RATE SETTING

<u>Brief summary of RATE METHODOLOGY</u> -- Since there are typically no General Fund or other subsidies built in provider budgets, Interagency providers must charge the full cost of services provided. This includes not only current services, but also the planning for future provision of services.

Rates will be developed based on the cost-of-services data. Each service category must be identified at a level which can be measured (in terms of cost and quantity) and, if possible, comparable to similar externally-provided services. Cost must include both direct and indirect costs. Indirect costs may include elements of both General Fund and bureau administrative overhead.

As a result, every rate structure must be composed of two or more elements, with the elements dependent on the type of associated costs (fixed or variable) involved. The computation will also include direct and indirect administrative costs which are part of the rates. Direct costs cover the supervisory functions (i.e., personnel and related materials and supplies) directly associated with managing work production. Indirect costs include administrative support functions like accounting, budgeting, payroll, billing, rental space, personnel and the like. These tasks are performed by a central administrative staff within the providing bureau. (The Office of Finance and Administration is nearing the completion of the **Cost of Service Manual** that describes rate setting methodologies and procedures. The anticipated distribution date is December 1992.)

In the case of General Services, the Interagency Agreement (BUD 5) separately identifies a charge for General Fund Overhead which has not been included as part of the service rate computations. The General Fund Overhead is a cost to an internal service fund for certain centralized services not covered under Interagency Agreements. Services of this kind include central accounting, treasury, purchasing, payroll, legal services and personnel. General Fund Overhead will continue to be included, in some way, as a part of the rate computations, denoting the true cost of all services provided to the receivers.

The basic premise of the rate development philosophy is that the rates of Interagency providers will reflect the true cost of operations.

Each year, prior to the development of bureau budgets and in conformance with the budget calendar, providers will contact receiving bureaus and present estimates of service costs. This contact will include the following:

- Notification to receivers of any major changes in their rate methodology. Rate development by the provider bureaus will be timed to meet the requirements of the fiscal year budget calendar considering the availability of overhead targets and budget costs.
- 2. An estimate of the service quantity and quality that is to be provided in the subsequent year.
- 3. Providers will make available to receiver's information concerning the development of their interagency rates. This includes detail concerning the methodology of rate construction and cost basis of rates. Upon request by receiver bureaus, other providers will also make this information available.
- 4. This information will provide the basis of discussions between the provider and receiver to arrive at a mutually agreeable level of service and associated costs.

Annually, after bureau budget submission to OF&A, providers will hold work sessions with receivers to review and explore modifications to rate methodologies for implementation in the following budget process. This rate methodology review will involve:

- 1. Notice of work sessions regarding the development of their rate methodology annually after submittal of the budget. Any agreed upon changes in methodology will apply to the following year's budget process.
- 2. Providers must develop rates in any one of several ways consistent with the provider's service: flat rates, fixed plus variable rates, rates based on prior experience, etc. Whatever the methodology chosen, the objective of the rate setting process must be a fair allocation of the provider's costs among all receivers of a service.

GUIDELINE III: RATE APPLICATION

For each class of I/A receivers, rates will be uniformly applied. Special arrangements or any sort of exception from standard rates or components of rates for the provision of services by provider bureaus will not be made unless otherwise directed by Council.

GUIDELINE IV: BILLING PROCEDURES

Billing documents and supporting data will be submitted to the Accounting Division in a timely manner and in conformance with the processing schedules set forth by the Office of Finance and Administration. There will be a full description of the type of service provided, reference made to authorizing work order numbers, as well as a breakdown of either the quantity and rate being charged or the actual costs being billed. Billings will indicate the period of time during which the services were provided and the date of the billing transaction (within the current accounting period). All billings must have an appropriate authorized signature along with the name, position and telephone number of the person preparing the billing.

Billings for the interagency services fall into three categories: premium/dedicated/cash transfers, charges driven by inventories, and charges based upon specific services or usage. The first category includes insurance premiums and dedicated interagency appropriation. The second category includes billings for assigned equipment (vehicles, telephones, radios), rent and lease financing charges. The third category covers work order charges and other variable cost services like fuel, motor pool, and long distance. In addition, equipment cash transfers would fall into the third category. (These examples are not exhaustive.)

Documents submitted to record direct billings for a service, i.e., printing services, telephone service, etc., must include the following:

- 1. Description of the service which was provided
- 2. The price elements of the service(s) which was (were) provided including quantity and any other direct and indirect charges applied.

The Accounting Division of the Office of Finance and Administration will only accept and process billings which are billed in the same FY for which the services/purchases were provided/made. Therefore, the final billing of all internal services must be complete and submitted to the Accounting Division in time to be included in **Period 13**, **Run 1**. If actual amounts are not known in time for Run 1, then estimates may be substituted and adjusted to actuals in Run 2. If a receiver wants to challenge a billed amount, it must be filed and resolved prior to Run 2.

GUIDELINE V: DISPUTE RESOLUTION PROCESS

There are two separate types of dispute resolution processes:

- a. Policy disputes including rate methodology; and,
- b. Billing disputes involving the application of set rates, and/or serving provision within an existing Interagency Agreement.

In both cases, parties are encouraged to resolve dispute between themselves. However, experience has shown the need for a dispute resolution process.

A. Policy Dispute Resolution

In cases of disputes relating to policy issues such as rate methodology, either party may submit issues to the Interagency Review Board (IARB), comprised of non-involved Bureau Managers appointed by the OF&A Director on a case-by-case basis for resolution. The IARB will issue a report of its finding and recommendations. Parties to the dispute will have ten (10) days to accept its recommendations. If not, the report and issues will be placed on the Council agenda for final resolution.

B. Billing Dispute Resolution

In the case of billing disputes, the following procedure will be utilized:

Step 1 - Receiver Agency:

1. Formally objects to billing in dispute by writing to provider describing the billings and why receiver believes they are incorrect.

Step II - Provider Agency:

1. Receives written description of disputed billings from receiver. Provider and receiver agencies then have 20 working days to resolve the dispute. To the degree the dispute is resolved in the receiver's favor, provider will return the cash **plus interest.**

Step III - Provider and Receiver Agencies:

- 1. If the dispute is not resolved within 20 working days as noted above, provider and receiver shall submit written justification for their positions to the Office of Finance and Administration in conformance with the following process:
 - a. Position papers must be submitted within 10 working days which clearly:
 - Defines the dispute
 - Provides relevant information in support of the Bureau's position.
 - States the steps that were taken in an attempt to resolve the disputed issues.

Step IV - Office of Finance and Administration:

1. Issues a decision on the dispute within 10 working days after receiving the request. (During the budget season, from January 1 through March 31, this 10-day period may need to be extended indefinitely, dependent upon available staff within OF&A.) If the provider and receiver agencies do not accept the decision of OF&A, OF&A will submit its report to the Commissioner-In-Charge of the respective bureaus, with a copy to the rest of Council. When the dispute is finally resolved, to the degree the resolution is in the receiver's favor, provider will make cash restitution **plus interest.**

NOTE: Again, it must be determined by the Office of Finance and Administration that the bureaus in dispute have taken all possible steps to resolve the disputed issues. Also, bureaus are encouraged to settle any and all apparent I/A disputes prior to the beginning of the Budget Process, either by stipulation or arbitration. Arbitration prior to the submission of the bureau's budgets will yield a maximum level of agreement. However, once the Budget Process begins, time for arbitration of disputes will be very, very limited, if not non-existent.

Local Improvement District Financing Policy Resolution #34847

Establish a Local Improvement District Financing Policy for evaluating, forming and financing local improvement projects. (Resolution)

THE COUNCIL OF THE CITY OF PORTLAND FINDS THAT

- 1. WHEREAS, the City of Portland forms, finances and constructs more than \$1 million in voluntary local improvement district projects, annually; and
- 2. WHEREAS, the City of Portland has provided financial security for local improvement projects by pledging the City's taxing authority; and
- 3. WHEREAS, Ballot Measure 5 imposes new restrictions and conditions on the use of the City's taxing authority by requiring City-wide voter approval of unlimited tax general obligation improvement bonds; and
- 4. WHEREAS, existing local improvement district financing policies do not address the changing requirements of Ballot Measure 5; and
- 5. WHEREAS, it is critical to the long-term financial health of the City to have financial policies which protect City resources, and provide adequate security for City bondholders; and
- 6. WHEREAS, the local improvement district program is an important method for financing local transportation, sewer, water and other capital improvements; and
- 7. WHEREAS, the City's local improvement district financing policy must be responsive to the varied financial requirements of each local improvement district; and
- 8. WHEREAS, the Auditor's Office convened a Policy Committee consisting of the Auditor's Office, Office of Transportation, Bureau of Environmental Services, Water Bureau, Office of Finance and Administration, and Public Financial Management, the City's financial advisor; and
- 9. WHEREAS, the Policy Committee reviewed the issues affecting the City's LID Program and developed recommendations to be included in the LID Financing Policy; and
- 10. WHEREAS, the Auditor's Office presented the Policy Committee recommendations to the Auditor's Office Budget Advisory Committee on April 23, 1991, and to City Council in informal session on April 30, 1991;

NOW, THEREFORE, BE IT RESOLVED THAT

- 1. The City of Portland adopts the Local Improvement District Financing Policy, as set forth in Attachment A; and
- 2. The Local Improvement District Financing Policy governs all future local improvement projects, including projects which City Council has formed by ordinance, and for which City Council has not awarded a construction contract; and
- 3. The Local Improvement District Financing Policy supplements all existing City policies related to local improvement districts, assessments and assessment financing; and
- 4. The Auditor's Office is directed to work with participants on the Policy Committee, existing advisory bodies, property owners and other interested citizens to obtain public review and comment; and
- 5. The Auditor's Office is directed to prepare City Charter and Code amendments, as needed, to codify this policy after receiving public review and comment.

Attachment A

City of Portland

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Local Improvement District Financing Policy

A. Purpose and Intent.

The LID Financing Policy is intended to facilitate the use of the local improvement district process in a manner which protects the City's financial condition. The Policy prescribes a process to (1) evaluate the financial feasibility of local improvement projects, (2) measure financial risk of project default, and (3) identify sources of financial security for long-term assessment financing. Through this process, the City will be able to make reasoned policy decisions about the purpose of the local improvement, the responsibilities of property owners, the contributions (if any) of City resources, and the means of responding to financial risk.

B. Findings.

- 1. The City of Portland forms, finances and constructs more than \$1 million in voluntary local improvement district projects, annually.
- 2. The City of Portland has provided financial security for local improvement projects by pledging the City's taxing authority.
- 3. Ballot Measure 5 imposes new restrictions and conditions on the use of the City's taxing authority by requiring City-wide voter approval of general obligation improvement bonds.
- 4. Existing local improvement district financing policies do not address the changing requirements of Ballot Measure 5.
- 5. It is critical to the long-term financial health of the City to have financial policies which protect City resources, and provide adequate security for City bondholders.

The local improvement district program is an important method for financing local transportation, sewer, water and other capital improvements.

The City's local improvement district financing policy must be responsive to the varied financial requirements of each local improvement district.

C. Responsibilities.

The following general responsibilities will govern the evaluation of a proposed local improvement project prior to City Council adoption of an ordinance to form a local improvement district:

- 1. The chief petitioners shall be responsible for responding to any financial concerns or conditions raised by the City as a result of a technical or financial evaluation of the proposed local improvement project.
- 2. The lead public works bureau shall be responsible for assisting property owners with the procedures to file a petition to form a local improvement district. To the greatest extent possible, the bureau should attempt to identify financing issues early in the petition process, and include the Auditor's Office in a review of possible financial options.
- 3. The Auditor's Office shall be responsible for evaluating the financial feasibility and measuring the financial risk of a proposed local improvement project based on this Policy.

D. Feasibility Tests.

The City Auditor shall use the following tests when evaluating the financial feasibility of a local improvement project. These tests, and any resulting financial security issues, shall be completed and addressed before the Auditor's Office prepares and files an ordinance to form a local improvement district. The Auditor's Office will perform the financial evaluation with assistance and involvement from public works bureaus, the Office of Finance and Administration, the Portland Development Commission, petitioners and other interested parties.

Table 6:

Feasibility Test	Standard or Condition		
Value to Assessment Ratio	Individual properties must have a value to assessment ratio of 2:1 or greater. Exceptions to this standard will be accepted for aberrant ratios as noted under Waiver Criteria.		
Aberrant Value to Assessment Ratio	Ratios below 2:1 will be accepted on properties representing no more than 5% of estimated assessments. No individual aberrant property may represent more than 2% of estimated assessments. No individual aberrant property may have a ratio less than 1.5:1.		
Diversity of Ownership	The City will require additional security for projects where 3 or less property owners represent more than 50% of estimated assessments.		
Diversity of Development	The City may require additional security for projects involving vacant property which represents more than 25% of total assessments.		
Bankruptcy	The City will require additional security for properties which are involved in a bankruptcy proceeding.		
Waiver Criteria	 Project involving less than 12 properties, and for which more than 75% of assessment estimates are on residential property. The value to assessment and aberrant ratio standards may be waived if affected property owners file financial statements demonstrating ability to pay assessments, and if total real market property value exceeds total taxes and assessment liens. Publicly owned property is exempt from all feasibility tests. The project advances expressed City goals or objectives, and adequate security is identified by City Council. The project is included in an urban renewal area, and is secured by the Portland Development Commission. 		
Conditions for Developer LIDs	 Developer/chief petitioner files current financial statements. No delinquent property taxes or assessments. Bond, letter of credit or other security equal to total project costs. 		

E. Improvement Bond Program Security and Structure

The City Council shall use the following security arrangements and bonding structure when approving long-term financing of local improvement assessments. These guidelines are intended to provide adequate financial securities to market limited general obligation improvement bonds at the lowest possible interest cost to property owners. In addition, the guidelines set forth the order of security to be provided in the event that a property owner defaults on a local improvement assessment loan.

Table 7:

Security or Structural Consideration	Standard or Condition
Lien Enforcement	The City shall use active collection and foreclosure practices to collect delinquent local improvement assessments.
Primary Security	The City places a municipal lien on property to secure local improvement assessments. Additional security is pledged by developers based on the value to lien ratio test of 2:1.
Secondary Security	The City shall adjust the interest rate on local improvement assessment loans to provide for insurance for improvement bonds. The adjustment shall be determined by City Council, based on a recommendation of the Office of Finance and Administration, the Auditor's Office and the City's financial advisor. The interest rate adjustment shall be fixed at the time the Auditor's Office sets the permanent interest rate on assessment loans, following a bond sale. Proceeds shall be deposited in a dedicated reserve account to be used to cover debt service payments in the event of an assessment loan default.
Ultimate Security	The General Fund shall be ultimately responsible for securing improvement bonds. In the event that a property owner default of an assessment loan requires debt service payments beyond the coverage established in improvement bond reserve account, City enterprise funds shall make payments on behalf of the General Fund as set forth in the bond sale ordinance. Participation by each enterprise fund shall be proportionate based on the types of local improvement projects involved in the bond sale.
Interest Rate Burnp	The Auditor's Office and Office of Finance and Administration shall provide that the interest rate adjustment authorized by City Code is sufficient to administrative costs, cash flow requirements and the reserve requirements set forth in City Code and this Policy.
Contract versus Bond Length	The City shall structure improvement bonds to mature at least 2 years following the last scheduled installment payment of an assessment loan financed by the bond sale.
Bond Amortization Schedule	The City shall offer monthly and semi-annual installment plans for the convenience of property owners. The City shall encourage early payoff and prepayment of assessment loans and use of 10 year loan terms wherever possible.

E. Definitions

The following definitions are used for the purposes of this Policy:

Aberrant Value: Exceptions to set criteria.

Assessment: Share of public improvement costs apportioned to LID property based on the total Actual Cost (defined in HB 2550) less any project subsidy.

Bare Land LID: An LID which includes predominantly unimproved land.

Bond Reserve Fee: A separate fee (distinct from Financing Fees) charged to property owners to provide a separate reserve fund as additional security for the bonds issued to finance assessment contracts.

Contingent Liability: Potential debt service payments (including unrecovered principal repayment after the foreclosure and sale of property) to be paid if assessment payments are not made on a timely basis.

Developer LID: Local Improvement District formed to install public improvements (streets, sidewalks, lighting, sewers, or water) <u>before</u> private improvements are constructed or completed.

Financing Fees: Charges to LID participants who elect to finance assessments which cover the cost incurred by the City in the provision of such financing. These costs include, but are not limited to, fees to consultants, bond counsel, underwriters and paying agents, and the cost of preparing and printing the official statement.

Letters of Credit: An irrevocable commitment by a credit worthy bank or financial institution to make payments upon demand. Generally required by a developer wishing to proceed with an LID which does not conform to financial criteria established by the City. The Letter of Credit (LC) is generally posted for the estimated total cost of the improvements and subject to draw by the City without further approval.

Lien: Legally enforceable claim on the property second only to taxes and superior to other mortgage liens.

Property: Land, identified by a discrete tax lot number, plus any existing improvements to the land.

Property Value: Real Market Value as determined by Assessor in conformance with HB 2550 or an appraisal by a certified (MAI) appraiser of the market value of the property as of the completion of the public improvements.

Total Liens: All taxes due (current, deferred and delinquent), existing and proposed City assessments, mortgage, and any other legal claim on the property, regardless of lien position.

Value to Lien Ratio: The value of the property, less any taxes or co-equal liens, compared to the estimated LID assessment.



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BUDGET ADOPTION ORDINANCE

No. 179373 (As Amended)

*Adopt the annual budget of the City and establish appropriations for the fiscal year beginning July 1, 2005 and ending June 30, 2006. (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

- 1. The Multnomah County Tax Supervising and Conservation Commission (TSCC) held its public hearing on the City's FY 2005-06 Approved Budget on June 16, 2005 and certified the budget and proposed tax levies on that date.
- 2. For FY 2005-06 the budget document provides specific position and expenditure authorization and revenue detail for all City bureaus and funds.
- 3. After the preparation, approval, public notice, and presentation to the TSCC of the City's Approved Budget, it is advisable to update the estimates of resources and requirements contained in the Approved Budget prior to final adoption, as allowed under Oregon Revised Statutes.
- 4. The changes to be incorporated in the Adopted Budget include:
 - a. The addition of \$175,000 in one-time General Fund discretionary resources to the Fire Bureau budget for a delivery system study.
 - b. The addition of a management analyst position for the Campaign Finance Fund. The position will be supported with resources already allocated to the fund in the Approved Budget.
 - c. An increase in General Fund beginning balance of \$1.74 million, an increase in General Fund revenues of \$0.3 million, an increase in General Fund contingency of \$0.2 million, and the elimination of a \$1.8 million transfer from the General Reserve Fund to the General Fund.
 - d. An \$847,000 increase in contingency in the Children's Investment Fund to partially reconcile estimated fund revenues with City projections.
 - e. A \$781,345 increase in contingency in the Parks Local Option Levy Fund to reconcile estimated fund revenues with City projections.
 - f. An increase in General Fund carryover of \$612,343. Of this amount, \$80,000 will be added to the Planning Bureau budget.
 - g. A reduction to the Parks Bureau budget of \$326,227, to correct technical errors in the Approved Budget.
 - h. Transfer of a \$230,000 appropriation for Holly Farm Park development from the Transportation Operating Fund to the Parks Construction fund.
 - i. Transfer of \$135,780 from contingency to external materials and supplies within the Health Insurance Fund and Portland Police Association Health Insurance Fund to cover significantly

- higher FY 2005-06 Oregon Medical Insurance Pool rates.
- j. An increase in the Office of Management and Finance budget of \$159,931 to fund a limited term position for Portland General Electric (PGE) acquisition and increased Utilities Customer Service facilities costs. Of the increase, \$130,000 will be transferred from the PGE special appropriation.
- k. A reduction of \$3.2 million in the Sewer System Rate Stabilization Fund, which will be loaned to the Transportation Operating Fund for the purchase of three new streetcars.
- l. An increase to the special appropriation for the Regional Arts & Culture Council of \$61,208.
- m. An increase to the graffiti abatement program in the Office of Neighborhood Involvement of \$80,000 to match private contributions to graffiti abatement on large commercial properties.
- n. An increase to the Bureau of Housing and Community Development of \$269,834, to go to Central City Concern for the Hooper Center.
- 5. The budget should be adopted so that there is no delay in establishing budget authority for conducting City business on July 1, 2005.
- 6. Council directs bureaus to ensure proper attention is given to compliance with budget notes included in the Adopted Budget document.

NOW, THEREFORE, the Council directs:

- a. The FY 2005-06 budget for the City is hereby adopted in the total amount of \$2,688,496,563.
- b. In accordance with the FY 2005-06 budget adopted in Section 1.a. of this ordinance and ORS 294.435, expenditure amounts are hereby appropriated for the fiscal year beginning July 1, 2005 from the funds and for the purposes listed in Attachment 1, Volume Two, Table 1 (Appropriation Schedule FY 2005-06). This schedule of appropriations incorporates the changes referenced in Section 1.4 of this ordinance.
- c. The Mayor and the Auditor are hereby authorized to draw warrants on the appropriations made in Section 1.b of this ordinance as provided in Section 2-105 of the City Charter.
- d. The number of authorized positions is hereby limited to the number of such positions listed for each fund and bureau in the FY 2005-06 Adopted Budget unless otherwise authorized by Council. The Mayor, the Commissioners, and the Auditor, within their respective jurisdictions, are authorized to fill vacant positions in accordance with the Bureau of Human Resources' administrative rules unless otherwise directed by Council. Salaries for each appointee shall be set in accordance with the City Compensation Plan unless otherwise directed by the Council.
- e. Special expenditure limitations are hereby established as follows:
 - i. Expenditures may not exceed the amounts listed for the major object categories in the FY 2005-06 Adopted Budget, as amended throughout the fiscal year by the appropriate authority. The

- major object categories include personal services, materials and services (including equipment cash transfers), capital outlay, contingency, fund-level cash transfers, and debt retirement.
- ii. Bureau directors may adjust their line item budgets as needed, subject to the following limitations:
 - (a) Major object category adjustments may not change the appropriation amounts shown in Attachment 1, Volume Two, Table 1 (Appropriation Schedule FY 2005-06) except with approval from Council as provided for in ORS 294.450, 294.326, or 294.455, or through the supplemental budget process provided for in ORS 294.455 and ORS 294.480.
 - (b) Major object category adjustments may only change the totals for the major object categories of the bureau budget with written authorization from the Commissioner-in-Charge and subsequent reporting in the trimester budget monitoring reports that bureaus submit to the Office of Management and Finance.
- iii. Expenditures for internal materials and services (line items 551000 through 559000) may only be used to obtain services from City agencies. Any line item budget adjustment that changes an internal materials and services amount must be agreed to by both the bureau providing the service and the bureau receiving the service, in accordance with the City's policy on interagency agreements.
- iv. Fund-level cash transfers may not exceed the amounts detailed in the FY 2005-06 Adopted Budget without approval from Council.
- v. Funds appropriated in the capital outlay category are to be used for the purchase of fixed assets, which are defined as tangible assets with a unit cost of at least \$5,000 and an expected life of at least one year. The capital outlay category is subdivided into land, buildings, improvements, and equipment/furniture. Improvements are defined as fixed assets other than buildings that add value to land, cost at least \$10,000, and have an expected life of at least ten years. Equipment/furniture is defined as fixed assets other than land, buildings, or improvements.
- vi. Expenditures on federal and state grant projects are limited to those grants that have been accepted and approved by Council.
- f. The Financial Planning Division of the Office of Management and Finance is directed to prepare a trimester report to Council regarding budgetary performance and fiscal status and is authorized to require City bureaus to submit such information as is necessary to prepare this report, including the status of budget notes included in the FY 2005-06 Adopted Budget.
- g. The FY 2005-06 Adopted Budget will include the budget notes as presented in Attachment 2.
- h. The actions adopting the annual budget of the City and establishing appropriations contained in this ordinance are binding City policy.

Section 2. The Council declares that an emergency exists because it is necessary to adopt the budget and establish appropriation without delay in order to provide authority to transact the financial affairs of the City for FY 2005-06; therefore, this ordinance shall be in full force and effect from and after July 1, 2005.

Passed by the Council, Mayor Tom Potter Office of Management and Finance Jennifer Sims: SJ June 23, 2005 GARY BLACKMER
Auditor of the City of Portland

Deputy

By

TAX LEVY ORDINANCE

No. 179374

*Levy taxes for the City for the fiscal year beginning July 1, 2005 and ending June 30, 2006. (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

- 1. The FY 2005-06 Budget for the City was adopted and appropriations made by the Council on June 23, 2005 by ordinance.
- 2. On November 5, 2002, voters in the City approved a five-year local option levy in support of children's programs, approving a tax rate of \$0.4026 per \$1,000 of assessed value.
- 3. On November 5, 2002, voters in the City approved a five-year local option levy in support of parks' operations and improvements, approving a tax rate of \$0.3900 per \$1,000 of assessed value.
- 4. The City has approved tax increment collection, which will be used to pay urban renewal debt service requirements.
- 5. In no case will an urban renewal district receive more than the amount of increment revenue allowed under the statutory formula outlined in ORS 457.440.
- 6. In addition to the Notice of Property Tax and Certification of Intent to Impose a Tax, Fee, Assessment, or Charge on Property (Form LB-50), the Department of Revenue has issued a Notice to Assessor (Form UR-50), on which the City is required to categorize its levies by option selected: 1, 2, 3, Window, or New. Form UR-50 also requires the City to certify the Amount from Division of Tax and the Special Levy Amount.
- 7. Collection of tax levy revenues is contingent on the actual assessed value.
- 8. The City will certify and collect property tax revenues based upon the assessed values as determined by the respective County Assessors of Multnomah, Clackamas, and Washington Counties.

NOW, THEREFORE, the Council directs:

- a. Taxes are hereby categorized and levied for municipal purposes for the fiscal year beginning July 1, 2005, on all taxable property, both real and personal, within the corporate limits of the City as follows:
 - i. For General Government, the permanent tax rate of \$4.5770 per \$1,000 of assessed

valuation.

- ii. For General Government, to be credited to the Fire and Police Disability and Retirement Fund, the amount of \$86,597,962.
- iii.For General Government, a voter-approved local option children's levy taxing rate of \$0.4026 per \$1,000 of assessed valuation.
- iv. For General Government, a voter-approved local option parks' levy taxing rate of \$0.3900 per \$1,000 of assessed valuation.
- v. Excluded from Limitation, for bonded indebtedness the estimated amount of \$8,150,938.
- b. The Chief Administrative Officer of the Office of Management and Finance is hereby directed to certify on the Form LB-50 the tax levies made in Section 1.a of this ordinance to the Assessors of Multnomah, Clackamas, and Washington Counties.
- c. In order to continue the City's active urban renewal districts and provide for potential future tax revenue for obligations of the Waterfront Renewal Bond Sinking Fund, the Central Eastside Industrial District Debt Fund, the Airport Way Debt Service Fund, the South Park Block Redemption Fund, the Convention Center Area Debt Service Fund, the Lents Town Center Urban Renewal Area Debt Redemption Fund, the River District Urban Renewal Area Debt Redemption Fund, the Interstate Corridor Debt Service Fund, the North Macadam Urban Renewal Area Debt Redemption Fund, the Willamette Industrial Urban Renewal Area Debt Service Fund, and the Gateway URA Debt Redemption Fund, the Assessors of Multnomah, Clackamas, and Washington Counties are hereby requested to implement the procedures specified in ORS 457.420 through ORS 457.440 and other applicable state law relative to tax increment financing of urban renewal indebtedness, subject to the certifications contained in Section 1.d of this ordinance.
- d. The Chief Administrative Officer of the Office of Management and Finance is hereby directed to certify that the City requests that tax increment revenue be collected for urban renewal bonded indebtedness and other indebtedness in FY 2005-06 for Airport Way, Central Eastside Industrial District, Convention Center, South Park Blocks, Downtown Waterfront, Lents Town Center, River District, North Macadam, Interstate Corridor, Willamette Industrial Area, and Gateway Regional Center debt service requirements as outlined below. On Form UR-50, the following amounts will be certified for urban renewal collections:

Tax Increment Authority for FY 2005-06 by Plan	Amount from	Special	Estimated	Amount of	Estimated
Area	Division of Tax	Levy	Division of Tax	Special Levy	Collections
Part 1: Option One Plans (must be existing plan)					
Central Eastside Industrial District	100.0%	No	\$4,741,324	\$0	\$4,741,324
Part 2: Option Two Plans (must be existing plan)					
Not Applicable to Portland					
Part 3: Option Three Plans (must be existing plan)					
South Park Blocks	Fixed Amount	Yes	\$5,660,000	\$1,921,029	\$7,581,029
Airport Way	Fixed Amount	Yes	\$2,540,000	\$3,836,913	\$6,376,913
Convention Center	Fixed Amount	Yes	\$5,740,000	\$1,721,029	\$7,461,029
Downtown Waterfront	Fixed Amount	Yes	\$7,710,000	\$7,521,029	\$15,231,029
Part 4: Window Plans					
Lents Town Center	100.0%	No	\$5,684,757	\$0	\$5,684,757
Gateway Regional Center	100.0%	No	\$1,704,155	\$0	\$1,704,155
River District	100.0%	No	\$12,766,023	\$0	\$12,766,023
North Macadam	100.0%	No	\$2,026,859	\$0	\$2,026,859
Interstate Corridor	100.0%	No	\$5,128,317	\$0	\$5,128,317
Part 5: New Plans					
Willamette Industrial Area	100.0%	No	\$223,832	\$0	\$223,832
Urban Renewal Totals			\$53,925,267	\$15,000,000	\$68,925,267

- e. Collection of the tax increment revenues is contingent on actual assessed value growth. The City will certify and collect the tax increment revenues only if the increase in assessed value is sufficient to allow the tax increment collection without forcing the City's other levies into compression under the \$10 limit.
- f. The actions levying taxes for the City for the fiscal year beginning July 1, 2005 and ending June 30, 2006 contained in this ordinance are binding City policy.

Section 2. The Council declares that an emergency exists because it is necessary to certify the above amounts to the county assessors by July 15, 2005; therefore, this ordinance shall be in full force and effect from and after July 1, 2005.

Passed by the Council, Mayor Tom Potter Office of Management and Finance Jennifer Sims: SJ June 23, 2005

GARY BLACKMER

Auditor of the City of Portland By

Deputy

ACCEPT STATE REVENUE SHARING ORDINANCE

No. 179371

*Elect to accept funds from the State of Oregon under the State Revenue Sharing Program for the fiscal year beginning July 1, 2005 and ending June 30, 2006. (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

- 1. The State of Oregon established a State Revenue Sharing Program through the enactment of Senate Bill 11 by the 1977 Oregon Legislative Assembly.
- 2. Pursuant to ORS 221.770 the City must elect to receive the State Revenue Sharing Program funds and must notify the State of Oregon, Department of Administrative Services of said election prior to July 31, 2005.

NOW, THEREFORE, the Council directs:

- a. The Office of Management and Finance is herby authorized to notify the State of Oregon, Department of Administrative Services that pursuant to ORS 221.770, the City hereby elects to receive state revenues for FY 2005-06.
- b. The actions electing to accept funds from the State of Oregon under the State Revenue Sharing Program contained in this ordinance are binding City policy.
- Section 2. The Council declares that an emergency exists because it is necessary to notify the State of Oregon, Department of Administrative Services by July 31, 2005 that the City elects to receive State Revenue Sharing funds for the FY 2005-06 Budget; therefore, this ordinance shall be in full force and effect from and after its passage by Council.

Passed by the Council, Mayor Tom Potter Office of Management and Finance Jennifer Sims: SJ June 23, 2005 GARY BLACKMER

Auditor of the City of Portland By

Deputy

Fund Ordinance

FUND ORDINANCE

No. 179372

*Create three new funds, close four existing funds, and rename four existing funds. (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

- 1. The establishment of three new funds, closure of four existing funds, and renaming of four existing funds will improve the financial management and accounting of the City through the proper tracking of financial activity.
- 2. The Washington County Supply Bond Redemption Fund should be closed because the debt service the fund was established to pay terminated in August 2004.
- 3. The Miscellaneous Nonbudget Fund should be closed because it has not been used for several years, and no future use for the fund can be foreseen.
- 4. The Deferred Compensation Fund should be closed because the reporting requirements for which the fund was established are no longer in force.
- 5. The Interagency Clearing Fund should be closed because the business process that made the fund necessary is no longer in place.
- 6. The Parks Construction Fund should be renamed the Parks Capital Construction and Maintenance Fund to reflect the fund's role in the receipt and disbursement of funds related to parks major maintenance, as well as parks construction.
- 7. The Information Technology Fund should be renamed the Technology Services Fund to reflect the fund's new role in financing telecommunications and related services, as well as information technology services.
- 8. The Planning and Development Review Fund should be renamed the Development Services Fund. Council changed the name of the Office of Planning and Development Review to the Bureau of Development Services via Ordinance Number 176955 (adopted October 9, 2002), but the name of the corresponding fund was not changed.
- 9. The Vehicle Services Operating Fund should be renamed the CityFleet Operating Fund. Council

Fund Ordinance No. 179372

changed the name of the Vehicle Services Division to CityFleet via Ordinance Number 178797 (adopted October 6, 2004), but the name of the corresponding fund was not changed.

NOW, THEREFORE, the Council directs:

- a. Open the Willamette Industrial Urban Renewal Area Debt Service Fund (Fund 316/AU 278) and include it in the FY 2005-06 Adopted Budget. The Willamette Industrial Urban Renewal Area Debt Service Fund is established to achieve a proper matching of revenues and expenditures related to the newly created Willamette Industrial Urban Renewal Area and to achieve compliance with Oregon Revised Statutes, which require that a separate fund be created for each urban renewal area.
- b. Open the Campaign Finance Fund (Fund 220/AU 120) and include it in the FY 2005-06 Adopted Budget. The Campaign Finance Fund is established to provide for the financing of campaigns of certified candidates for City office, and the payment of related administrative and enforcement activities.
- c. Open the Utility Billing Clearing Fund (Fund 970/AU 497). The Utility Billing Clearing Fund is established to hold unapplied cash processed through the utility billing system until it can be distributed between the Bureau of Water Works and the Bureau of Environmental Services.
- d. Close the Washington County Supply Bond Redemption Fund (Fund 356/AU 594).
- e. Close the Miscellaneous Nonbudget Fund (Fund 911).
- f. Close the Deferred Compensation Fund (Fund 914/AU 493).
- g. Close the Interagency Clearing Fund (Fund 954).
- h. Rename the Parks Construction Fund (Fund 505/AU 766) the Parks Capital Construction and Maintenance Fund.
- i. Rename the Information Technology Fund (Fund 711/AU 550) the Technology Services Fund.
- j. Rename the Planning and Development Review Fund (Fund 116/AU 520) the Development Services Fund.
- k. Rename the Vehicle Services Operating Fund (Fund 705/AU 562) the CityFleet Operating Fund.
- 1. The actions creating three new funds, closing four existing funds, and renaming four existing funds contained in this ordinance are binding City policy.

Section 2. The Council declares that an emergency exists because it is necessary to have these funds established, closed, or renamed at the start of the new fiscal year, in order to properly transact the financial affairs of the City as budgeted for FY 2005-06; therefore, this ordinance shall be in full force and effect from and after July 1, 2005.

Passed by the Council, Mayor Tom Potter Office of Management and Finance Jennifer Sims: SJ June 23, 2005 GARY BLACKMER

Auditor of the City of Portland By

Deputy



Tax Supervising & Conservation Commission

PO Box 8428 Portland, Oregon 97207-8428

Telephone (503) 988-3054

Fax: (503) 988-3053

E-Mail: TSCC@co.multnomah.or.us

Web Site: www.co.multnomah.or.us/orgs /tscc/ June 16, 2005

Mayor and Council City of Portland 1220 SW 5th Portland, Oregon 97204

Dear Mayor and Council Members:

The Tax Supervising and Conservation Commission met on June 16, 2005 to review, discuss and conduct a public hearing on the City of Portland 2005-06 budget. This hearing was conducted pursuant to ORS 294.605-705 to confirm compliance with applicable laws and to determine the adequacy of estimates necessary to support efficient and economical administration of the City.

The 2005-06 budget, filed timely on May 23, 2005, is hereby certified by a majority vote of members of the Commission with the following recommendations, which will require a written response.

Recommendation - Intra-Fund Transfers Included in Fund Detail

Four funds: Sewer System Operating No. 151, Insurance & Claims No. 708, Technology Services No. 711, and Worker's Compensation No. 709, are out of balance with the City's Comprehensive Annual Financial Report (CAFR) or audit for the Actual Year 2003-04. This is due to the budget detail for those funds including Intra-Fund Transfers as a resource and Same Fund Services as a requirement. These are essentially paying for services that the respective fund provides to itself. The City should discontinue budgeting these since they are neither resources nor requirements for purposes of Local Budget Law.

Recommendation - Expenditures Exceeding Appropriation Authority

The June 30, 2004 audit noted 8 funds where expenditures exceeded appropriation levels.

General Fund:

Finance & Administration-Special App.	Materials & Services	1,953
Public Utilities-Bureau of Parks	Debt Service	30,000
Public Safety-Office of the Commissioner	Materials & Services	8,605
Non-departmental	Inventory Stock Sales	28,344
Housing Investment	Inventory Increase	1,510,000
Parks Local Option Levy	Materials & Services	101,457
Children's Investment	Debt Service	8,718
Gas Tax Bond Redemption	Debt Service	214
Water Construction	Debt Service	44,381
Golf	Debt Service	66,708
Portland International Raceway:	Personal Service	16,004
	Materials & Services	65,237

Local Budget Law does not allow the expenditure of monies beyond the legal authority. All funds need to be closely monitored throughout the year to ensure appropriations are in place prior to expending monies.

Aside from the above exceptions, estimates were judged to be reasonable for the purpose shown and the document was found to be in substantial compliance with Local Budget Law. The budget estimates and levy amounts, as shown in the approved budget, are listed on the following pages.

Please file a complete copy of the adopted budget with the Commission within 15 days of adoption. The response to the Commission objection and recommendation should be included either in the adopting resolution or within a letter that accompanies the adopted budget.

We appreciate having the opportunity to discuss this budget with you.

Yours very truly,

TAX SUPERVISING & CONSERVATION COMMISSION

Lynn McNamara, Commissioner

Carol Samuels, Commissioner

Richard Anderson, Commissioner

Kirk Hall, Commissioner

Elizabeth C. Hengeveld . Commissioner

	Budget Estimates	Unappropriated Portion
General Fund	\$438,038,008	0
General Reserve Fund	49,560,633	0
Fire & Police Disability & Retirement Fund	111,506,541	0
Children's Investment Fund	9,088,073	0
Parks Local Option Levy Fund	14,835,609	0
Bonded Debt Interest & Sinking Fund	7,794,485	0
Business License Surcharge Fund	6,839,483	499,945
Interstate Corridor Debt Service Fund	4,625,329	0
Gateway URA Debt Redemption Fund	1,509,739	0
Lents Town Center URA Debt Fund	5,130,512	0
North Macadam URA Debt Redemption Fund	1,803,208	0
Airport Way Debt Service Fund	8, 554 ,134	2,916,091
Convention Center Area Debt Service Fund	6,783,607	0
Central Eastside Industrial District Debt Fund	4,271,817	0
River District URA Debt Redemption Fund	16,451,300	4,734,950
South Park Renewal Debt Redemption Fund	6,897,212	0
Waterfront Renewal Bond Sinking Fund	15,736,291	1,681,500
Willamette Industrial Renewal Debt Service Fund	178,315	0
Water Fund	166,492,665	0
Water Growth Impact Charge Trust Fund	1,718,539	1,718,539
Water Construction Fund	88,242,157	27,383,324
Transportation Operating Fund	187,134,966	0
Private for Hire Trans. Safety Fund	100,897	0
Sewage Disposal Debt Redemption Fund	86,868,929	2,839,882
Sewage System Operating Fund	371,714,534	0
Sewer System Rate Stabilization Fund	36,175,660	0
Sewer Revolving Loan Fund	788,383	0
Sewer System Safety Net Fund	991,446	0
Sewer System Construction Fund	342,098,960	181,292,337
Solid Waste Management Fund	5,945,451	0
Parks Construction Fund	20,336,695	0
Portland Parks Memorial Trust Fund	4,451,302	0
Parks Endowment Fund	165,629	164,429
Spectator Facilities Operating Fund	13,905,856	0
Portland International Raceway Fund	1,893,882	0
Assessment Collection Fund	64,479	0
Development Services Fund	36,337,852	829,182
Cable Fund	4,834,857	931,192
Property Management License Fund	4,613,606	0
Emergency Communication Fund	14,627,406	0
Golf Fund	7,150,635	0
Hydropower Operating Fund	980,240	0
Parking Facilities Fund	11,713,481	0
Public Safety Fund	890,519	0
Communication Services Operating Fund	0	0
Information Technology Fund	57,054,625	8,448,162
Facilities Services Fund	37,696,647	5,940,582
Vehicle Services Operating Fund	37,856,771	16,366,043
Health Insurance Fund	41,241,315	0
Insurance & Claims Operating Fund	24,908,706	17,953,129
Print Distribution Services Operating Fund	7,637,853	13,410
Workers' Compensation Fund	18,630,214	13,805,939
Environmental Remediation Fund	5,630,445	261 294
Housing Investment Fund	21,653,884	261,284
Hydropower Renewal and Replacement Fund	9,236,875	0
BFRES Facilities Bond Construction Fund	9,889,800	0
LID Construction Fund	25,054,292	0

Mayor and Council City of Portland

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Total, All Funds	\$2,689,872,108	\$310,911,124
Special Finance & Resource Fund	114,159,261	<u>0</u>
Transportation Reserve Fund	704,342	0
Convention & Tourism Fund	2,422,160	0
FPD&R Reserve Fund	750,000	0
FPD&R Supplemental Program Trust Fund	108,269	98,569
Housing & Community Development Fund	15,468,646	0
Home Grant Fund	9,218,490	0
Federal Grants Fund	44,253,740	0
Water Bond Sinking Fund	14,249,233	0
Campaign Finance Fund	1,296,000	0
Special Projects Debt Redemption Fund	5,311,093	0
Pension Debt Redemption Fund	20,568,055	5,000,000
Governmental Bond Redemption Fund	3,780,412	0
Hydropower Bond Redemption Fund	8,280,704	4,608,001
Golf Revenue Bond Redemption Fund	1,441,624	634,713
Parking Facilities Debt Redemption Fund	3,073,776	0
Bancroft Bond Fund	16,650,699	12,789,520
Gas Tax Bond Redemption Fund	2,749,626	401
PPA Health Insurance Fund	9,051,229	0

Tax Levy:

Permanent Rate - General Government Category	\$ 4.5770
Parks Local Option - General Government Category	0.3900
Children's Initiative Local Option - General Government Category	0.4026
Bonded Debt Fund - Not Subject to Limit	8,150,938
Fire & Police Disability & Retirement -General Government Category	86,597,962

Urban Renewal Divide the Tax:

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Downtown Waterfront	Option 3	7,710,000
South Park Blocks	Option 3	5,660,000
Central Eastside	Option 1	100%
Lents Town Center	Window Plan	100%
River District	Window Plan	100%
Alrport Way	Option 3	2,540,000
Convention Center	Option 3	5,740,000
Macadam District	Window Plan	100%
Interstate Corridor Gateway Regional	Window Plan	100%
Center	Window Plan	100%
Willamette Industrial	New Plan	100%

Urban Renewal Special Levies:

Total Special Levy	\$15,000,000
Convention Center	1,721,029
Airport Way	3,836,913
South Park Blocks	1,921,029
Downtown Waterfront	7,521,029



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Bureau of Financial Services

Ken Rust, Chief Financial Officer

Financial Planning Division

Jennifer Sims, Manager

Drew Barden, City Economist

Sheila Black-Craig

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