

ORDINANCE No. 187629 As Amended

*Amend the FY 2015-16 Revised Budget to respond to the housing emergency (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

1. On October 7, 2015 City Council passed Ordinance #187370 declaring a housing emergency.
2. The housing emergency requires additional funding in the current year for various property purchases, shelter costs, and other programmatic expenses totaling \$2.75 million. The specific line item details for these expenses are include in Attachment A.
3. The General Fund unrestricted contingency balance of \$1.1 million in the current year is not sufficient to fund the identified expenses. In order to achieve the desired results for FY 2015-16, other revenue sources need to be identified.
4. The Bureau of Revenue & Financial Services executed settlement agreements with online travel companies regarding the collection and remittance of hotel/motel taxes from bookings between 1999 and June 30, 2015. The online travel companies agreed to a gross settlement that included \$1,613,248 to the City of Portland. Payment has been received from these companies and is available for recognition and appropriation in the City's General Fund.
5. On May 13, 1987, the Portland Development Commission (PDC) and Rouse Company executed the Amended and Restated Disposition and Development Agreement (DDA) to develop the Pioneer Place project. This agreement provided PDC with the right to receive certain defined Participation Payments.
6. On September 9, 2014, General Growth Properties (GGP) sent the Portland Development Commission a formal offer for release of the 1987 DDA by paying a one-time Termination Payment.
7. On December 16, 2015, the Portland Development Commission passed Resolution No. 7158 that released GGP from their remaining obligation to make future Participation Payments in exchange for a cash payment of \$12,500,000. Under a separate agreement between the City of Portland and the Portland Development Commission, the City is entitled to 9.1% of this cash payment or \$1,137,500.
8. The \$2,750,748 in new resources identified in sections four through seven should be recognized and immediately appropriated to the bureaus incurring the current year costs

associated with the housing emergency.

NOW, THEREFORE, the Council directs:

- a. The FY 2015-16 Appropriations Schedule is hereby amended as follows:

Portland Housing Bureau
Fund – 100
Business Area – HC
Bureau Program Expenses – \$2,064,226

Office of Management & Finance
Fund – 703
Business Area – MF
Bureau Program Expenses – \$686,522

Fund & Debt Management
Fund – 100
Business Area – FM
Interfund Cash Transfers – \$686,522

- b. The actions amending the FY 2015-16 budget contained in this ordinance are binding City policy.

Section 2. The Council declares that an emergency exists because the City lacks the necessary budget appropriation to address the current year needs of the housing emergency; therefore, this ordinance shall be in full force and effect on and after its date of passage.

MAR 16 2016

Passed by the Council:

Mayor Charlie Hales

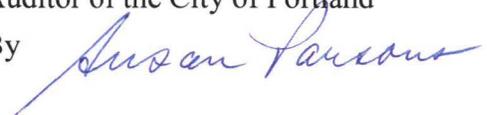
Prepared by: Jeramy Patton

Date Prepared: February 29, 2016

Mary Hull Caballero

Auditor of the City of Portland

By



Deputy

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INTRODUCED BY Commissioner/Auditor: Mayor Charlie Hales	CLERK USE: DATE FILED <u>MAR 01 2016</u>
COMMISSIONER APPROVAL Mayor—Finance and Administration - Hales Position 1/Utilities - Fritz Position 2/Works - Fish Position 3/Affairs - Saltzman Position 4/Safety - Novick	Mary Hull Caballero Auditor of the City of Portland By: <u><i>[Signature]</i></u> Deputy
BUREAU APPROVAL Bureau: City Budget Office Bureau Head: Andrew Scott <u><i>[Signature]</i></u>	ACTION TAKEN: MAR 09 2016 <u>RESCHEDULED TO</u> MAR 16 2016 9:30 A.M.
Prepared by: Jeramy Patton Date Prepared: February 29, 2016	
Impact Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/>	
Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	
City Auditor Office Approval: required for Code Ordinances	
City Attorney Approval: required for contract, code, easement, franchise, comp plan, charter	
Council Meeting Date March 9, 2016	

AGENDA
TIME CERTAIN <input type="checkbox"/> Start time: Total amount of time needed: (for presentation, testimony and discussion)
CONSENT <input type="checkbox"/>
REGULAR <input checked="" type="checkbox"/> Total amount of time needed: 15 minutes (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:	
	YEAS	NAYS
1. Fritz	1. Fritz ✓	
2. Fish	2. Fish ✓	
3. Saltzman	3. Saltzman _____	
4. Novick	4. Novick ✓	
Hales	Hales ✓	