

PORTLAND DEVELOPMENT COMMISSION

Portland, Oregon

RESOLUTION NO. 7106

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR
BEGINNING JULY 1, 2014, AND ENDING JUNE 30, 2015; AND MAKING
APPROPRIATIONS**

WHEREAS, the Portland Development Commission (“PDC”) Board of Commissioners (“Board”) adopted the budget for fiscal year (“FY”) 2014-15 (the “FY 2014-15 Adopted Budget”) on June 25, 2014, pursuant to Resolution No. 7063;

WHEREAS, the PDC Board adopted Budget Amendment No. 1 for FY 2014-15 (the “FY 2014-15 Revised Budget”) on October 29, 2014, pursuant to Resolution No. 7078;

WHEREAS, the appropriation categories for the FY 2014-15 Adopted Budget are Business Development, Housing, Infrastructure, Property Redevelopment, Administration, Debt Service, Cash Transfers Out, and Contingency;

WHEREAS, due to updated current year requirements for projects and programs it is necessary to amend PDC’s FY 2014-15 Adopted Budget to reflect such changes in accordance with Oregon state budget law (Oregon Revised Statutes (“ORS”) Chapter 294) and specific provisions for supplemental budgets in accordance with ORS 294.471; and

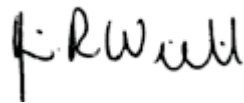
WHEREAS, this proposed budget amendment decreases the total PDC FY 2014-15 Adopted Budget from \$301,486,384 in the FY 2014-15 Revised Budget to \$300,647,177, including transfers and contingency.

NOW, THEREFORE, BE IT RESOLVED, that the Budget Amendment No. 2 Appropriation Schedule attached hereto as Exhibit A (“Budget Amendment No. 2”) be adopted and the FY 2014-15 Revised Budget be amended by replacing the appropriation summary attached thereto with the Revised Budget Appropriation Summary included in Budget Amendment No. 2 and replacing (for the identified funds only) the budget appropriation by fund attached to the FY 2014-15 Revised Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$300,647,177 (the FY 2014-15 Revised 1 Budget, as so amended, the “FY 2014-15 Revised 2 Budget”);

BE IT FURTHER RESOLVED, that pursuant to PDC’s FY 2014-15 Revised 2 Budget, appropriations be and hereby are made for FY beginning July 1, 2014, and ending June 30, 2015, from the funds and for the expenditure categories as detailed in the FY 2014-15 Revised 2 Budget; and

BE IT FURTHER RESOLVED, that this resolution shall become effective immediately upon its adoption.

Adopted by the Portland Development Commission on April 8, 2015

A handwritten signature in black ink, appearing to read "Gina Wiedrick". The signature is written in a cursive, somewhat stylized font.

Gina Wiedrick, Recording Secretary

Revised Budget Appropriation Summary

Total Resources and Requirements

	Revised FY 2014-15	Recommended Change	Revised FY 2014-15
Resources			
Beginning Fund Balance	190,817,895	0	190,817,895
Revenue			
Fees and Charges	521,768	661,060	1,182,828
Interest on Investments	285,878	229,621	515,499
Intergovernmental Revenues	9,675,214	551,331	10,226,545
Loan Collections	22,947,455	-2,905,129	20,042,326
Long Term Debt	0	0	0
Miscellaneous	440,916	182,041	622,957
Property Income	12,345,167	-1,509,290	10,835,877
Reimbursements	1,268,084	76,724	1,344,808
Service Reimbursements	12,769,660	-71,122	12,698,538
Short Term Debt	49,908,582	1,941,616	51,850,198
Transfers In	505,765	3,941	509,706
Total Revenue	110,668,489	-839,207	109,829,282
Total Resources	301,486,384	-839,207	300,647,177
Requirements			
Program Expenditures			
Administration	13,295,608	-118,162	13,177,446
Business Development	26,263,979	-11,274,108	14,989,871
Housing	41,343,301	-18,148,075	23,195,226
Infrastructure	13,321,289	-4,277,358	9,043,931
Property Redevelopment	116,156,077	-70,064,443	46,091,634
Total Program Expenditures	210,380,254	-103,882,146	106,498,108
Transfers	13,275,425	-67,181	13,208,244
Contingency	77,830,705	103,110,120	180,940,825
Ending Fund Balance	0	0	0
Total Requirements	301,486,384	-839,207	300,647,177

Changes to Resources

- **Fees and Charges:** Increases a net \$661,060 to recognize lower Ezone application fees and the removal of the North Macadam PILOT based on the recent PDC-PSU development agreement offset by an increase in potential development services revenue in the Business Management Fund.
- **Interest on Investments:** Increases \$229,621 to recognize interest earnings primarily in the River District URA.
- **Intergovernmental Revenues:** Increases a net \$551,331 based primarily on higher reimbursement grant revenues associated with the Union Station project. The amount also reflects a reduction in the General Fund for programs that are anticipated to occur and be reimbursed by the City of Portland in FY 2015-16 instead of the current fiscal year.
- **Loan collections:** Decrease a net \$2,905,129 based on updated estimates for year-end collection amounts. Amounts are increased across most funds with the exception of River District, where loan collections were reduced and moved to FY 2015-16 based on updated repayment estimates.
- **Miscellaneous:** Increases a net \$182,041 based primarily from the receipt of cash and loan assets related to the OMEN loan portfolio transferred from TriMet.
- **Property Income:** Decreases \$1,509,290 based changes in property rental income and timing of sales. The net decrease is primarily from the timing changes in property sales assumptions in Convention Center URA.

- **Short Term Debt:** Increases a net \$1,941,616 based on updated estimates of tax increment proceeds in several URAs.
- **Service Reimbursements:** Decreases \$71,122 in planned transfers to PDC Indirect Fund for internal operations. No longer needed.

Changes to Requirements

- **Administration:** Net decrease of \$118,162 based on changes to PDC Indirect Fund. Reduces ERP system project cost (will be added to FY 2015-16 based on timing) and increases funding for professional service contracts based on prior year commitments (MCDP Program). Also adjusts for City General Fund activities (carryover programs to FY 2015-16).
- **Business Development:** Decreases \$11,274,108 based on reductions in business lending requirements and citywide business development programs being implemented in FY 2015-16. The majority of the decrease is related to moving the Daimler loan commitment (\$8 million) to FY 2015-16).
- **Housing: Decreases** \$18,148,075 based on estimates provided by the Portland Housing Bureau (PHB). Funds are being included in the FY 2015-16 Proposed Budget and Five-Year Forecast based on PHB's schedule.
- **Property Redevelopment:** Decreases \$70,064,443 based on net changes to commercial property lending and property redevelopment activities. Largest changes include \$26,326,994 in River District for movement of Old Town/China Town lending resources to future fiscal years and moving the remaining commitment for the Multnomah County Health Headquarters to FY 2015-16. Other signification change is a reduction of \$26,702,342 in the Oregon Convention Center URA for removing current year funding for Veterans Memorial Coliseum, Lloyd Eco District and the Convention Center Hotel. Fund was already represented in the FY 2015-16 Requested Budget.
- **Contingency:** Increases \$103,110,120 for net changes in resources and expenditures. Represents resources that will be included in the beginning balances for the FY 2015-16 Proposed Budget. Over half of the increase was already included in the estimated beginning balances and projects for the FY 2015-16 Requested Budget based on early projections of resources that would carryover from FY 2014-15 to FY 2015-16.

Revised Budget Appropriation By Fund
Airport Way URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	5,033,626	0	5,033,626
Revenue			
Fees and Charges	100	100	200
Interest on Investments	10,000	0	10,000
Loan Collections	64,396	36,207	100,603
Property Income	79,100	0	79,100
Total Revenue	153,596	36,307	189,903
Total Resources	5,187,222	36,307	5,223,529
Requirements			
Expenditures			
Administration	3,647	153	3,800
Business Development	464,378	-175,000	289,378
Property Redevelopment	1,515,172	52,231	1,567,403
Total Expenditures	1,983,197	-122,616	1,860,581
Transfers	228,946	0	228,946
Contingency	2,975,079	158,923	3,134,002
Ending Fund Balance	0	0	0
Total Requirements	5,187,222	36,307	5,223,529

Changes to Resources

- **Loan Collections:** Increases \$36,207 based on updated year-end estimates of collections.

Changes to Requirements

- **Business Development:** Decreases a net \$175,000 based on year-end spending requirements for business lending programs. Resources will be added to the available beginning balance in the FY 2015-16 Proposed Budget.
- **Contingency:** Increases a net \$158,923 for net changes in resources and expenditures.

Revised Budget Appropriation By Fund
Business Management Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	3,157,361	0	3,157,361
Revenue			
Fees and Charges	0	1,000,000	1,000,000
Interest on Investments	5,000	0	5,000
Miscellaneous	15,000	0	15,000
Property Income	20,000	0	20,000
Transfers In	15,000	0	15,000
Total Revenue	55,000	1,000,000	1,055,000
Total Resources	3,212,361	1,000,000	4,212,361
Requirements			
Expenditures			
Business Development	28,182	0	28,182
Property Redevelopment	9,052	1,000,000	1,009,052
Total Expenditures	37,234	1,000,000	1,037,234
Transfers	44,578	0	44,578
Contingency	3,130,549	0	3,130,549
Ending Fund Balance	0	0	0
Total Requirements	3,212,361	1,000,000	4,212,361

Changes to Resources

- **Fees and Charges:** Increases \$1,000,000 for potential revenue related to USPS design and feasibility services.

Changes to Requirements

- **Property Redevelopment:** Increases \$1,000,000 to provide appropriation related to USPS design and feasibility services.

Revised Budget Appropriation By Fund
Central Eastside URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	10,855,541	0	10,855,541
Revenue			
Fees and Charges	4,700	-3,030	1,670
Interest on Investments	10,000	0	10,000
Loan Collections	766,075	153,254	919,329
Property Income	1,214,810	156,400	1,371,210
Reimbursements	0	2,811	2,811
Short Term Debt	2,997,000	0	2,997,000
Total Revenue	4,992,585	309,435	5,302,020
Total Resources	15,848,126	309,435	16,157,561
Requirements			
Expenditures			
Administration	40,500	-8,096	32,404
Business Development	512,236	-448,500	63,736
Housing	115,341	-55,000	60,341
Infrastructure	25,313	0	25,313
Property Redevelopment	6,687,020	-5,374,000	1,313,020
Total Expenditures	7,380,410	-5,885,596	1,494,814
Transfers	1,005,840	0	1,005,840
Contingency	7,461,876	6,195,031	13,656,907
Ending Fund Balance	0	0	0
Total Requirements	15,848,126	309,435	16,157,561

Changes to Resources

- **Loan Collections:** Increases \$153,254 based on updated year-end estimates of collections.
- **Property Income:** Increases \$156,400 based on increased property rental income related to PDC owned property.

Changes to Requirements

- **Business Development:** Decreases \$448,500 based on year-end spending requirements for business lending and business development programs.
- **Property Redevelopment:** Decreases \$5,374,000, primarily related to strategic site development. Resources and budget authority has already been included in the FY 2015-16 Requested Budget.
- **Contingency:** Increases \$6,195,031 for net changes in resources and expenditures. Majority of the resources have already been recognized in the FY 2015-16 Requested Budget beginning balance.

**Revised Budget Appropriation By Fund
 Convention Center URA Fund**

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	41,234,535	0	41,234,535
Revenue			
Fees and Charges	7,500	41,890	49,390
Interest on Investments	40,000	0	40,000
Loan Collections	265,712	109,383	375,095
Property Income	3,018,401	-1,348,820	1,669,581
Reimbursements	0	0	0
Total Revenue	3,331,613	-1,197,547	2,134,066
Total Resources	44,566,148	-1,197,547	43,368,601
Requirements			
Expenditures			
Administration	30,045	-26,245	3,800
Business Development	337,080	-274,900	62,180
Housing	12,731,671	-12,537,500	194,171
Infrastructure	144,810	0	144,810
Property Redevelopment	28,817,266	-26,702,342	2,114,924
Total Expenditures	42,060,872	-39,540,987	2,519,885
Transfers	277,043	0	277,043
Contingency	2,228,233	38,343,440	40,571,673
Ending Fund Balance	0	0	0
Total Requirements	44,566,148	-1,197,547	43,368,601

Changes to Resources

- **Loan Collections:** Increases \$109,383 based on updated year-end estimates of collections.
- **Property Income:** Decreases \$1,348,820 based on removing property sale assumption (moved to FY 2015-16) and truing-up property income related to Block 49.

Changes to Requirements

- **Business Development:** Decreases \$274,900 based on year-end spending requirements for business lending and business development programs.
- **Housing:** Decreases \$12,537,342 for final OCC Housing Set Aside Resources. Total amount will be reflected in FY 2015-16 Proposed Budget.
- **Property Redevelopment:** Decreases \$26,702,342 for current year appropriation related to Veteran’s Memorial Coliseum, Convention Center Hotel and Lloyd Eco district. All funds were moved to the FY 2015-16 Requested Budget. \$23,309,383 was included as Project Development.
- **Contingency:** Increases \$38,343,440 for net changes in resources and expenditures. Majority of the resources have already been recognized in the FY 2015-16 Requested Budget beginning balance.

Revised Budget Appropriation By Fund
Downtown Waterfront URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	14,416,731	0	14,416,731
Revenue			
Fees and Charges	8,000	-7,750	250
Interest on Investments	60,000	0	60,000
Loan Collections	2,266,707	27,522	2,294,229
Property Income	2,790,060	-55,296	2,734,764
Reimbursements	15,200	0	15,200
Total Revenue	5,139,967	-35,524	5,104,443
Total Resources	19,556,698	-35,524	19,521,174
Requirements			
Expenditures			
Administration	8,000	-4,200	3,800
Business Development	518,140	-315,000	203,140
Housing	0	0	0
Property Redevelopment	11,618,855	-9,271,605	2,347,250
Total Expenditures	12,144,995	-9,590,805	2,554,190
Transfers	569,047	0	569,047
Contingency	6,842,656	9,555,281	16,397,937
Ending Fund Balance	0	0	0
Total Requirements	19,556,698	-35,524	19,521,174

Changes to Resources

- **Loan Collections:** Increases \$27,522 based on updated year-end estimates of collections.
- **Property Income:** Decreases \$55,296 based on updated property income assumptions (includes true-up amount for sale of Block 8L).

Changes to Requirements

- **Business Development:** Decreases \$315,000 based on year-end spending requirements for business lending and business development programs.
- **Property Redevelopment:** Decreases \$9,271,605 for current year appropriation related to commercial lending program (included in FY 2015-16 Requested Budget and Five-Year Forecast). Also removes \$1,395,000 for 3rd and Oak Parking obligation that was also included at corrected amount in FY 2016-17.
- **Contingency:** Increases \$9,555,281 for net changes in resources and expenditures. Majority of the resources have already been recognized in the FY 2015-16 Requested Budget beginning balance.

Revised Budget Appropriation By Fund
Education District URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	796,665	0	796,665
Revenue			
Long Term Debt	0	0	0
Short Term Debt	1,283,406	0	1,283,406
Total Revenue	1,283,406	0	1,283,406
Total Resources	2,080,071	0	2,080,071
Requirements			
Expenditures			
Administration	0	70,000	70,000
Business Development	0	0	0
Housing	417,828	-417,828	0
Infrastructure	1,133,028	0	1,133,028
Property Redevelopment	10,682	0	10,682
Total Expenditures	1,561,538	-347,828	1,213,710
Transfers	366,856	0	366,856
Contingency	151,677	347,828	499,505
Ending Fund Balance	0	0	0
Total Requirements	2,080,071	0	2,080,071

Changes to Resources

- **No changes**

Changes to Requirements

- **Administration:** Increases \$70,000 for sufficient appropriation for legal expenses related to Education URA.
- **Housing:** Decreases \$417,828 based on updated requirements from the Portland Housing Bureau. No further housing activity is expected due to URA amendment.
- **Contingency:** Increases \$347,828 for net changes in resources and expenditures.

Revised Budget Appropriation By Fund
Enterprise Loans Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	3,127,684	0	3,127,684
Revenue			
Fees and Charges	5,600	-2,500	3,100
Interest on Investments	9,085	695	9,780
Loan Collections	135,181	20,210	155,391
Miscellaneous	0	295,099	295,099
Transfers In	169,947	3,941	173,888
Total Revenue	319,813	317,445	637,258
Total Resources	3,447,497	317,445	3,764,942
Requirements			
Expenditures			
Administration	75,466	0	75,466
Business Development	1,009,973	-340,000	669,973
Housing	193,768	6,312	200,080
Total Expenditures	1,279,207	-333,688	945,519
Transfers	25,000	0	25,000
Contingency	2,143,290	651,133	2,794,423
Ending Fund Balance	0	0	0
Total Requirements	3,447,497	317,445	3,764,942

Changes to Resources

- **Loan Collections:** Increases \$20,210 based on updated year-end estimates of collections.
- **Miscellaneous:** Increases \$295,099, primarily to recognize receipt of OMEN loan portfolio from TriMet.

Changes to Requirements

- **Business Development:** Decreases \$340,000 based on year-end spending requirements for business lending programs. Resources will be included in FY 2015-16 Proposed Budget beginning balance.
- **Housing:** Increases \$6,312 for correct amount of cash that will be transferred to Portland Housing Bureau for final close-out of the Fannie Mae servicing program.
- **Contingency:** Increases \$651,133 for net changes in resources and expenditures. Resources will be included in the FY 2015-16 Proposed Budget beginning balance.

Revised Budget Appropriation By Fund
Enterprise Management Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	121,779	0	121,779
Revenue			
Property Income	1,415,484	0	1,415,484
Total Revenue	1,415,484	0	1,415,484
Total Resources	1,537,263	0	1,537,263
Requirements			
Expenditures			
Housing	1,537,263	0	1,537,263
Total Expenditures	1,537,263	0	1,537,263
Ending Fund Balance	0	0	0
Total Requirements	1,537,263	0	1,537,263

Revised Budget Appropriation By Fund
Enterprise Zone Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	2,813,809	0	2,813,809
Revenue			
Fees and Charges	50,000	-15,500	34,500
Interest on Investments	8,441	1,359	9,800
Miscellaneous	380,000	-67,142	312,858
Total Revenue	438,441	-81,283	357,158
Total Resources	3,252,250	-81,283	3,170,967
Requirements			
Expenditures			
Business Development	666,150	0	666,150
Total Expenditures	666,150	0	666,150
Contingency	2,586,100	-81,283	2,504,817
Ending Fund Balance	0	0	0
Total Requirements	3,252,250	-81,283	3,170,967

Changes to Resources

- **Fees and Charges:** Decreases \$15,500 based on updated year-end estimates of Ezone application fees.
- **Miscellaneous:** Decreases \$67,142 for net changes to represent year-end estimates of workforce and business development contributions, primarily from new program participants. Some of the estimated income is being moved to the FY 2015-16 Proposed Budget.

Changes to Requirements

- **Contingency:** Decreases \$81,283 for net changes in resources and expenditures. Change in contingency will reduce the FY 2015-16 Proposed Budget beginning balance.

**Revised Budget Appropriation By Fund
 Gateway Regional Center URA Fund**

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	6,387,662	0	6,387,662
Revenue			
Fees and Charges	500	0	500
Interest on Investments	19,160	-160	19,000
Loan Collections	11,418	6,082	17,500
Long Term Debt	0	0	0
Property Income	0	1,700	1,700
Reimbursements	4,275	-675	3,600
Short Term Debt	3,496,500	0	3,496,500
Total Revenue	3,531,853	6,947	3,538,800
Total Resources	9,919,515	6,947	9,926,462
Requirements			
Expenditures			
Administration	10,000	1,555	11,555
Business Development	381,400	100,100	481,500
Housing	3,786,611	-788,603	2,998,008
Infrastructure	858,206	-390,000	468,206
Property Redevelopment	2,083,230	-1,273,385	809,845
Total Expenditures	7,119,447	-2,350,333	4,769,114
Transfers	454,813	0	454,813
Contingency	2,345,255	2,357,280	4,702,535
Ending Fund Balance	0	0	0
Total Requirements	9,919,515	6,947	9,926,462

Changes to Resources

- **Loan Collections:** Increases \$6,082 based on updated year-end estimates of collections.

Changes to Requirements

- **Business Development:** Increases \$100,100 based on year-end spending requirements for business lending programs.
- **Housing:** Decreases \$788,603 based on Portland Housing Bureau estimated expenditures, amount will be included in FY 2015-16 Proposed Budget.
- **Infrastructure:** Decreases \$390,000 based on timing of expenditures with Bureau of Transportation for street improvements. Will be included in FY 2015-16 Proposed Budget.
- **Property Redevelopment:** Decreases \$1,273,385, primarily for commercial lending program resources that were already being estimated not to spend in FY 2014-15 and included in the FY 2015-16 Requested Budget and Five-Year Forecast.
- **Contingency:** Increases \$2,357,280 for net changes in resources and expenditures. The total change will be reflected in the FY 2015-16 Proposed Budget beginning balance.

Revised Budget Appropriation By Fund
General Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	2,042,835	0	2,042,835
Revenue			
Fees and Charges	58,027	0	58,027
Interest on Investments	2,000	0	2,000
Intergovernmental Revenues	5,483,408	-117,001	5,366,407
Loan Collections	65,447	3,941	69,388
Property Income	284,491	50,000	334,491
Service Reimbursements	12,769,660	-71,122	12,698,538
Transfers In	320,818	0	320,818
Total Revenue	18,983,851	-134,182	18,849,669
Total Resources	21,026,686	-134,182	20,892,504
Requirements			
Expenditures			
Administration	12,713,996	-164,582	12,549,414
Business Development	5,652,204	-107,001	5,545,203
Housing	182,518	0	182,518
Property Redevelopment	500,662	-23,000	477,662
Total Expenditures	19,049,380	-294,583	18,754,797
Transfers	552,620	-67,181	485,439
Contingency	1,424,686	227,582	1,652,268
Ending Fund Balance	0	0	0
Total Requirements	21,026,686	-134,182	20,892,504

Changes to Resources

- **Intergovernmental Revenues:** Decreases \$117,001 based on the net change in planned City of Portland Budget Amendment actions (includes an increase of \$99,000 for Venture Portland offset by \$217,000 in current year funding that is being requested to be added to the FY 2015-16 Proposed Budget).
- **Property Income:** Increases \$50,000 to update estimate revenues received by PDC for sub-lease revenue.
- **Service Reimbursements:** Decreases \$71,122 in planned transfers to PDC Indirect Fund for internal operations. No longer needed.

Changes to Requirements

- **Administration:** Net decrease of \$164,582 based on changes to PDC Indirect Fund. Reduces ERP system project cost (will be added to FY 2015-16 based on timing) and increases funding for professional service contracts based on prior year commitments (MCDP Program).
- **Business Development:** Decreases \$107,001 based on net changes in planned City of Portland Budget Amendment Actions – includes \$217,000 in current year funding being requested to move to FY 2015-16 Proposed Budget.
- **Property Redevelopment:** Decreases \$23,000 for reductions in EB-5 program requirements in FY 2014-15.
- **Contingency:** Increases \$227,582 for net changes in resources and expenditures. Majority of the resources related to PDC's Indirect Fund and will be dedicated to the ERP budget being moved to FY 2015-16.

Revised Budget Appropriation By Fund
Interstate Corridor URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	15,550,161	0	15,550,161
Revenue			
Fees and Charges	6,800	-1,000	5,800
Interest on Investments	46,230	25,770	72,000
Loan Collections	320,260	126,184	446,444
Long Term Debt	0	0	0
Property Income	232,630	-60,854	171,776
Reimbursements	13,000	27,349	40,349
Short Term Debt	11,488,500	0	11,488,500
Total Revenue	12,107,420	117,449	12,224,869
Total Resources	27,657,581	117,449	27,775,030
Requirements			
Expenditures			
Administration	22,532	15,434	37,966
Business Development	8,935,246	-7,999,850	935,396
Housing	4,543,088	-2,594,781	1,948,307
Infrastructure	4,122,536	-3,670,000	452,536
Property Redevelopment	3,493,697	-781,172	2,712,525
Total Expenditures	21,117,099	-15,030,369	6,086,730
Transfers	1,895,448	0	1,895,448
Contingency	4,645,034	15,147,818	19,792,852
Ending Fund Balance	0	0	0
Total Requirements	27,657,581	117,449	27,775,030

Changes to Resources

- **Interest on Investments:** Increases \$25,770 based on year-end projection of interest earnings.
- **Loan Collections:** Increases \$126,184 based on updated year-end estimates of collections.
- **Property Income:** Decreases \$60,854 based on updated year-end estimates for property income on PDC owned property.

Changes to Requirements

- **Business Development:** Decreases \$7,999,850, primarily for business lending requirements related to Daimler loan – moving to FY 2015-16 Proposed Budget.
- **Housing:** Decreases \$2,594,781 based on Portland Housing Bureau estimated expenditures, most of the change already included in FY 2015-16 Requested Budget.
- **Infrastructure:** Decreases \$3,670,000 based on timing of expenditures for Killingsworth and Lombard transportation improvement projects. Project funding already included in FY 2015-16 Requested Budget.
- **Property Redevelopment:** Decreases \$781,172, primarily for commercial lending program resources that were already being estimated not to spend in FY 2014-15 and included in the FY 2015-16 Requested Budget and Five-Year Forecast.
- **Contingency:** Increases \$15,147,818 for net changes in resources and expenditures. The total available resources from contingency will be reflected in the FY 2015-16 Proposed Budget beginning balance.

Revised Budget Appropriation By Fund
Lents Town Center URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	15,409,526	0	15,409,526
Revenue			
Fees and Charges	1,500	5,124	6,624
Interest on Investments	46,229	1,771	48,000
Loan Collections	84,902	355,098	440,000
Property Income	155,441	-98,500	56,941
Reimbursements	0	4,273	4,273
Short Term Debt	8,899,732	91,268	8,991,000
Total Revenue	9,187,804	359,034	9,546,838
Total Resources	24,597,330	359,034	24,956,364
Requirements			
Expenditures			
Administration	20,000	9,713	29,713
Business Development	1,143,240	-699,500	443,740
Housing	1,727,248	-315,000	1,412,248
Infrastructure	2,537,943	-1,078,400	1,459,543
Property Redevelopment	6,980,919	-1,411,162	5,569,757
Total Expenditures	12,409,350	-3,494,349	8,915,001
Transfers	1,364,652	0	1,364,652
Contingency	10,823,328	3,853,383	14,676,711
Ending Fund Balance	0	0	0
Total Requirements	24,597,330	359,034	24,956,364

Changes to Resources

- **Loan Collections:** Increases \$355,098 based on updated year-end estimates of collections.
- **Property Income:** Decreases \$98,500 based on updated year-end estimates for property income on PDC owned property.

Changes to Requirements

- **Business Development:** Decreases \$699,500, primarily for business lending requirements already included in FY 2015-16 Requested Budget.
- **Housing:** Decreases \$315,000 based on Portland Housing Bureau estimated expenditures, most of the change already included in FY 2015-16 Requested Budget.
- **Infrastructure:** Decreases \$1,078,400 based on timing of expenditures for Foster-Woodstock transportation improvement projects and Leach Botanical Gardens. Project funding already included in FY 2015-16 Requested Budget.
- **Property Redevelopment:** Decreases \$1,411,162, primarily for commercial lending program resources that were already being estimated not to spend in FY 2014-15 and included in the FY 2015-16 Requested Budget and Five-Year Forecast.
- **Contingency:** Increases \$3,853,383 for net changes in resources and expenditures. Changes in contingency will be reflected in the FY 2015-16 Proposed Budget beginning balance.

Revised Budget Appropriation By Fund
North Macadam URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	6,829,038	0	6,829,038
Revenue			
Fees and Charges	343,341	-343,341	0
Interest on Investments	5,000	0	5,000
Loan Collections	20,429	6,918	27,347
Miscellaneous	17,000	-17,000	0
Property Income	157,820	17,842	175,662
Reimbursements	141,000	0	141,000
Short Term Debt	2,364,922	228,078	2,593,000
Total Revenue	3,049,512	-107,503	2,942,009
Total Resources	9,878,550	-107,503	9,771,047
Requirements			
Expenditures			
Administration	42,500	-11,431	31,069
Business Development	517,164	525,000	1,042,164
Housing	2,652	15,000	17,652
Infrastructure	697,367	115,000	812,367
Property Redevelopment	776,044	42,486	818,530
Total Expenditures	2,035,727	686,055	2,721,782
Transfers	204,353	0	204,353
Contingency	7,638,470	-793,558	6,844,912
Ending Fund Balance	0	0	0
Total Requirements	9,878,550	-107,503	9,771,047

Changes to Resources

- **Fees and Charges:** Removes \$343,341 for PSU Payment In-Lieu of Taxes originally scheduled for this year. No longer required based on PDC-PSU Agreement.
- **Loan Collections:** Increases \$6,918 based on updated year-end estimates of collections.
- **Short Term Debt:** Increases \$228,078 based on updated estimates of available tax increment debt proceeds.

Changes to Requirements

- **Business Development:** Increases \$525,000 to facilitate final payment for OHSU bioscience build out.
- **Housing:** Increases \$15,000 based on Portland Housing Bureau estimated expenditures.
- **Infrastructure:** Increases \$115,000 to include carryover for transportation projects continued from prior fiscal years, but not included in prior budget revision.
- **Property Redevelopment:** Increases a net \$42,486, primarily related to increased activity in ongoing development agreement negotiations.
- **Contingency:** Decreases \$793,558 for net changes in resources and expenditures. Decrease in contingency will update FY 2015-16 Proposed Budget beginning fund balance.

Revised Budget Appropriation By Fund
NPI URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	128,000	0	128,000
Revenue			
Miscellaneous	28,916	-28,916	0
Short Term Debt	299,821	228,802	528,623
Total Revenue	328,737	199,886	528,623
Total Resources	456,737	199,886	656,623
Requirements			
Expenditures			
Business Development	456,737	-206,737	250,000
Total Expenditures	456,737	-206,737	250,000
Contingency	0	406,623	406,623
Ending Fund Balance	0	0	0
Total Requirements	456,737	199,886	656,623

Changes to Resources

- **Miscellaneous:** Decreases \$28,916 based on updated estimates for Multnomah County and City of Portland revenue sharing grant resources – amounts will not be collected this year, they will be part of the FY 2015-16 collections.
- **Short Term Debt:** Increases \$228,802 (made up of changes from six individual NPI district funds) to reflect updated estimates for TIF resources available in FY 2014-15.

Changes to Requirements

- **Business Development:** Decreases \$206,737, for district grants that are not anticipated to be disbursed in FY 2014-15.
- **Contingency:** Increases \$406,623 for net changes in resources and expenditures. Changes in contingency will be reflected in the FY 2015-16 Proposed Budget beginning balance and available for grants in FY 2015-16.

Revised Budget Appropriation By Fund
Other Federal Grants Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	1,279,347	0	1,279,347
Revenue			
Fees and Charges	8,500	-3,250	5,250
Interest on Investments	3,833	186	4,019
Intergovernmental Revenues	583,293	7,125	590,418
Loan Collections	343,487	64,513	408,000
Reimbursements	209,609	9,655	219,264
Total Revenue	1,148,722	78,229	1,226,951
Total Resources	2,428,069	78,229	2,506,298
Requirements			
Expenditures			
Business Development	1,715,634	-182,820	1,532,814
Total Expenditures	1,715,634	-182,820	1,532,814
Transfers	15,000	0	15,000
Contingency	697,435	261,049	958,484
Ending Fund Balance	0	0	0
Total Requirements	2,428,069	78,229	2,506,298

Changes to Resources

- **Loan Collections:** Increases \$64,513 based on updated estimate of year-end collections in the EDA Revolving Loan Fund.

Changes to Requirements

- **Business Development:** Decreases \$182,820 based on updated business lending requirements (EDA Revolving Loan Fund).
- **Contingency:** Increases \$261,049 for net changes in resources and expenditures. Change in contingency will be included in the FY 2015-16 Proposed Budget beginning balance.

Revised Budget Appropriation By Fund
River District URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	49,258,181	0	49,258,181
Revenue			
Fees and Charges	26,900	-10,000	16,900
Interest on Investments	0	200,000	200,000
Intergovernmental Revenues	1,322,413	661,207	1,983,620
Loan Collections	18,533,843	-3,869,843	14,664,000
Long Term Debt	0	0	0
Property Income	2,940,930	-171,762	2,769,168
Reimbursements	885,000	33,311	918,311
Short Term Debt	19,078,701	1,393,468	20,472,169
Total Revenue	42,787,787	-1,763,619	41,024,168
Total Resources	92,045,968	-1,763,619	90,282,349
Requirements			
Expenditures			
Administration	65,000	2,655	67,655
Business Development	855,867	-500,000	355,867
Housing	16,105,313	-1,739,093	14,366,220
Infrastructure	3,646,086	746,042	4,392,128
Property Redevelopment	53,569,527	-26,326,994	27,242,533
Total Expenditures	74,241,793	-27,817,390	46,424,403
Transfers	6,028,370	0	6,028,370
Contingency	11,775,805	26,053,771	37,829,576
Ending Fund Balance	0	0	0
Total Requirements	92,045,968	-1,763,619	90,282,349

Changes to Resources

- **Interest on Investments:** Increases \$200,000 to recognize anticipated revenue from interest earnings.
- **Intergovernmental Revenues:** Updated estimates related to federal grant reimbursements for work at Union Station.
- **Loan Collections:** Decreases \$3,869,843 based on updated year-end estimates of collections. Changes primarily related to timing of PNCA loan repayments.
- **Property Income:** Increases \$171,762 based on updated year-end estimates for property income on PDC owned property.
- **Short Term Debt:** Increases \$1,393,468 based on updated estimates of available tax increment debt proceeds.

Changes to Requirements

- **Business Development:** Decreases \$500,000 based on updated estimates for business lending activity.
- **Housing:** Decreases a net \$1,739,093 based on Portland Housing Bureau estimated expenditures, primarily related to construction payments on Erickson-Fritz apartments that will be added to FY 2015-16 Proposed Budget.
- **Infrastructure:** Increases a \$746,042 primarily related to updated estimates for current year work related to Union Station.
- **Property Redevelopment:** Decreases \$26,053,771 primarily related to removal of \$16,948,460 for the Multnomah County Health Headquarters (will be added to FY 2015-16 Proposed Budget) and \$12,500,000 related primarily to timing

of new loans related to Old Town/Chinatown Action Plan (will be added to future fiscal years).

- **Contingency:** Increases \$26,053,771 for net changes in resources and expenditures. Increase in contingency will be included in the updated FY 2015-16 Proposed Budget beginning balance. Most of the resources are committed to either Multnomah County or lending through the Old Town/Chinatown Action Plan.

Revised Budget Appropriation By Fund
South Park Blocks URA Fund

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	7,985,626	0	7,985,626
Revenue			
Fees and Charges	300	317	617
Interest on Investments	10,000	0	10,000
Loan Collections	69,598	55,402	125,000
Property Income	36,000	0	36,000
Total Revenue	115,898	55,719	171,617
Total Resources	8,101,524	55,719	8,157,243
Requirements			
Expenditures			
Administration	5,000	-1,200	3,800
Business Development	207,528	-199,900	7,628
Housing	0	278,418	278,418
Infrastructure	156,000	0	156,000
Property Redevelopment	73,951	4,500	78,451
Total Expenditures	442,479	81,818	524,297
Transfers	39,884	0	39,884
Contingency	7,619,161	-26,099	7,593,062
Ending Fund Balance	0	0	0
Total Requirements	8,101,524	55,719	8,157,243

Changes to Resources

- **Loan Collections:** Increases \$55,402 based on updated year-end estimates of collections.

Changes to Requirements

- **Business Development:** Decreases \$199,900, primarily for business lending requirements that will be included in FY 2015-16 Proposed Budget.
- **Housing:** Increases \$278,418 based on Portland Housing Bureau estimated expenditures.
- **Contingency:** Decreases \$26,099 for net changes in resources and expenditures. Changes in contingency will be reflected in the FY 2015-16 Proposed Budget beginning balance.

**Revised Budget Appropriation By Fund
 Willamette Industrial URA Fund**

	Revised 1 FY 2014-15	Recommended Change	Revised 2 FY 2014-15
Resources			
Beginning Fund Balance	4,000,757	0	4,000,757
Revenue			
Interest on Investments	10,000	0	10,000
Short Term Debt	0	0	0
Total Revenue	10,000	0	10,000
Total Resources	4,010,757	0	4,010,757
Requirements			
Expenditures			
Administration	5,718	-1,918	3,800
Business Development	557,993	-450,000	107,993
Property Redevelopment	20,000	0	20,000
Total Expenditures	583,711	-451,918	131,793
Transfers	84,975	0	84,975
Contingency	3,342,071	451,918	3,793,989
Ending Fund Balance	0	0	0
Total Requirements	4,010,757	0	4,010,757

Changes to Resources

No Changes

Changes to Requirements

- **Business Development:** Decreases \$450,000, primarily for business lending requirements.
- **Contingency:** Increases for net changes in resources and expenditures. Changes in contingency already reflected in FY 2015-16 Requested Budget and are not currently programmed.

RESOLUTION NO. 7106

RESOLUTION TITLE:

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2014,
AND ENDING JUNE 30, 2015; AND MAKING APPROPRIATIONS

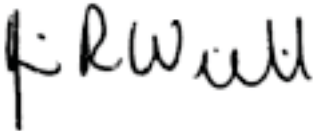
Adopted by the Portland Development Commission on April 8, 2015

PRESENT FOR VOTE	COMMISSIONERS	VOTE		
		Yea	Nay	Abstain
<input checked="" type="checkbox"/>	Chair Tom Kelly	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Aneshka Dickson	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Mark Edlen	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner John Mohlis	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input checked="" type="checkbox"/>	Commissioner Charles Wilhoite	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/> Consent Agenda		<input checked="" type="checkbox"/> Regular Agenda		

CERTIFICATION

The undersigned hereby certifies that:

The attached resolution is a true and correct copy of the resolution as finally adopted at a Board Meeting of the Portland Development Commission and as duly recorded in the official minutes of the meeting.

	<p>Date:</p> <p>April 9, 2015</p>
<p>Gina Wiedrick, Recording Secretary</p>	